

F1/5/2
Umar Banda (358 8110)
MAYORAL COMMITTEE: 19 OCTOBER 2016

TO: THE CITY MANAGER
THE EXECUTIVE MAYOR

GROUP FINANCIAL SERVICES DEPARTMENT:

IN-YEAR FINANCIAL REPORT (MONTHLY AND FIRST QUARTER BUDGET
STATEMENT) FOR THE PERIOD ENDING 30 SEPTEMBER 2016

1. PURPOSE

The purpose of this report is to provide a statement containing financial particulars to the Executive Mayor and/or the Mayoral Committee, in compliance with section 52(d) and 71 of the Municipal Finance Management Act (MFMA).

2. STRATEGIC OBJECTIVE

To improve financial sustainability.

3. BACKGROUND

In terms of section 52(d) and 71 of the MFMA, and Government Notice 32141 dated 17 April 2009 regarding the Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations, specific financial aspects of the implementation of the budget must be reported on in the prescribed format.

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

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

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

In terms of section 52(d) relating to the reporting period ending 30 September 2016, the limit of 30 days expires on **30 October 2016**.

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

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

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

In terms of section 71(1) relating to the reporting period ending 30 September 2016, the ten working days reporting limit expires on **14 October 2016**.

4. DISCUSSION

The overall aim of this in-year report is to indicate progress in the performance of the City against the budget for the first quarter ending 30 September 2016.

On 30 May 2016 the Council approved the 2016/17 Medium-term Revenue and Expenditure Framework (MTREF).

The attached in-year report (Annexure A) provides a high-level analysis of the state of affairs as at 30 September 2016, in the format legislated. Material variances will be referred to briefly in this report. Comprehensive explanations will be included in the monthly corporate financial report.

The following impending shortfalls and overspending on revenue and expenditure must be taken into consideration:

- Sale of Electricity and Water – a probability of under-recovery
- Bulk Electricity and Overtime Salaries – a possibility of exceeding the budgeted amount
- Possible under-recovery on revenue overall, impacting on the cash flow

5. INTERDEPARTMENTAL AND CLUSTER IMPACT

The Mayoral Committee will be given a monthly corporate financial report with comprehensive detail.

6. COMMENTS OF THE GROUP LEGAL COUNSEL

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

7. IMPLICATIONS

7.1 Human resources

None.

7.2 Finances (budget and value for money)

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

7.3 Constitutional and legal factors

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

7.4 Communication

In compliance with section 71 of the MFMA, this document is made available to all stakeholders by placing it on the City of Tshwane public website.

7.5 Previous Mayoral Committee resolutions

Not applicable.

8. CONCLUSION

This report meets the MFMA requirement that the Executive Mayor must receive a section 71 monthly budget statement within ten working days of the end of the month.

The operating revenue of the City of Tshwane, excluding capital transfers and contributions, reflects a favourable variance of R570 million or 7,3% against the year-to-date (YTD) budget for the period ended 30 September 2016.

The budget for operating expenditure is under-utilised by R1 192 million or 16,2% less than projected, compared to the YTD budget for the period.

The capital expenditure for the period amounts to R281 million, a variance of R766 million or 73,2%.

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 contents of the report be noted.
2. That the financial statement in the attached report be submitted to the National Treasury and the Provincial Treasury, in both a signed document format and in electronic format.

REPORT – FLOW COMPLIANCE CHECK

FILE: **F1/5/2**

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

HEADING (INCLUSIVE OF NAME OF DIVISION/DEPARTMENT):

GROUP FINANCIAL SERVICES DEPARTMENT

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

REPORT CHECKED AND PASSED FOR SUBMISSION TO:

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



IN-YEAR REPORT

BUDGET YEAR: 2016/17

REPORTING PERIOD: M03 SEPTEMBER 2016

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PART 1 – IN-YEAR REPORT

1.1 MAYOR’S REPORT

On 30 May 2016 the Council approved the Medium Term Revenue and Expenditure Framework for the 2016/17 financial year, giving effect to the financial plan of the City of Tshwane, which is inclusive of three 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 RESOLUTIONS

That it be recommended to the Mayoral Committee that, in compliance with Section 52(d) and Section 71 of the MFMA and in terms of Government Notice 32141 dated 17 April 2009, regarding the “Local Government: Municipal Finance Management Act 2003 Municipal Budget and Reporting Regulations” –

- the contents of the report be noted; and
- that this statement be submitted to the National Treasury and the Provincial Treasury, in both a signed document format and in electronic format.

1.3 EXECUTIVE SUMMARY

The financial results of the City of Tshwane for the period ending 30 September 2016 are summarised as follows:

Consolidated Monthly Budget Statement - Summary

The Consolidated Monthly Budget Statement - Summary, as reflected in Table C1 below, indicates the following information:

- Financial performance
- Capital expenditure and sources of funds
- Financial position
- Cash flow
- Debtors and creditors analysis

It provides information relating to the unaudited outcome, the original budget, and the performance for the month and for the period under review, culminating in the YTD variance and the YTD variance percentage.

TSH City Of Tshwane - Table C1 Consolidated Monthly Budget Statement Summary - M03 September

Description	2015/16	Budget Year 2016/17							
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<u>Financial Performance</u>									
Property rates	5,384,019	5,764,124	–	510,180	1,475,960	1,385,916	90,044	6%	5,764,124
Service charges	14,688,150	17,719,923	–	1,411,132	5,079,915	4,475,287	604,628	14%	17,719,923
Investment revenue	56,000	43,089	–	7,823	19,939	10,522	9,417	89%	43,089
Transfers recognised - operational	3,516,826	4,240,323	–	66,113	1,425,631	1,375,404	50,226	4%	4,240,323
Other own revenue	1,859,436	2,442,410	–	186,602	412,478	596,629	(184,151)	-31%	2,442,410
Total Revenue (excluding capital transfers and contributions)	25,504,431	30,209,869	–	2,181,850	8,413,922	7,843,758	570,164	7%	30,209,869
Employee costs	7,373,112	7,622,096	–	628,183	1,937,657	1,828,342	109,315	6%	7,622,096
Remuneration of Councillors	115,259	125,834	–	17,087	28,169	31,353	(3,183)	-10%	125,834
Depreciation & asset impairment	1,418,436	1,258,208	–	121,088	322,422	314,558	7,864	3%	1,258,208
Finance charges	1,137,297	1,057,982	–	111,146	124,086	253,823	(129,737)	-51%	1,057,982
Materials and bulk purchases	9,037,782	10,240,550	–	1,153,321	2,566,798	2,569,714	(2,915)	-0%	10,240,550
Transfers and grants	326,791	288,055	–	13,246	(243,755)	72,014	(315,768)	-438%	288,055
Other expenditure	8,133,707	7,689,226	–	394,789	1,408,635	2,266,116	(857,481)	-38%	7,689,226
Total Expenditure	27,542,384	28,281,950	–	2,438,861	6,144,014	7,335,920	(1,191,906)	-16%	28,281,950
Surplus/(Deficit)	(2,037,953)	1,927,919	–	(257,011)	2,269,909	507,838	1,762,070	347%	1,927,919
Transfers recognised - capital	2,452,210	2,370,209	–	137,494	216,305	592,552	(376,248)	-63%	2,370,209
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	414,257	4,298,127	–	(119,516)	2,486,213	1,100,391	1,385,823	126%	4,298,127
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	414,257	4,298,127	–	(119,516)	2,486,213	1,100,391	1,385,823	126%	4,298,127
<u>Capital expenditure & funds sources</u>									
Capital expenditure	3,968,594	4,465,209	–	152,136	280,755	1,046,842	(766,087)	-73%	4,465,209
Capital transfers recognised	2,452,210	2,370,209	–	137,494	217,282	549,327	(332,045)	-60%	2,370,209
Public contributions & donations	155,127	110,000	–	3,648	4,358	20,527	(16,169)	-79%	110,000
Borrowing	1,194,839	1,000,000	–	10,658	58,779	230,988	(172,209)	-75%	1,000,000
Internally generated funds	166,418	985,000	–	336	336	246,000	(245,664)	-100%	985,000
Total sources of capital funds	3,968,594	4,465,209	–	152,136	280,755	1,046,842	(766,087)	-73%	4,465,209
<u>Financial position</u>									
Total current assets	5,510,890	7,720,990	–		5,104,942				7,720,990
Total non current assets	36,565,903	41,070,534	–		36,492,404				41,070,534
Total current liabilities	8,991,902	6,865,941	–		5,207,945				6,865,941
Total non current liabilities	14,217,384	15,518,491	–		15,084,437				15,518,491
Community wealth/Equity	18,867,507	26,407,092	–		21,304,964				26,407,092
<u>Cash flows</u>									
Net cash from (used) operating	3,175,968	5,692,612	–	(179,042)	(1,521,826)	1,505,780	3,027,606	201%	5,692,612
Net cash from (used) investing	(3,297,106)	(4,881,039)	–	(314,868)	886,336	(1,218,946)	(2,105,282)	173%	(4,881,039)
Net cash from (used) financing	706,669	305,283	–	521,346	875,177	51,218	(823,959)	-1609%	305,283
Cash/cash equivalents at the month/year end	1,186,049	3,129,652	–	–	1,425,736	2,350,848	925,111	39%	2,302,905
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
<u>Debtors Age Analysis</u>									
Total By Income Source	1,540,439	300,647	210,559	186,013	166,617	319,718	989,868	4,383,187	8,097,049
<u>Creditors Age Analysis</u>									
Total Creditors	3,422,327	–	–	–	–	–	–	–	3,422,327

Table C1 above reflects that the total consolidated operating revenue budget of the City of Tshwane amounts to R30 210 million and the operating expenditure budget equates to R28 282 million, thereby projecting an annual surplus of R1 928 million for the 2016/17 financial year.

The above table and the summary table below indicate the financial performance for the period from 1 July 2016 to 30 September 2016. The actual operating revenue realised (excluding capital transfers) amounts to R8 414 million, a favourable variance of R570 million or 7,3% against the YTD budget of R7 844 million. The operating expenditure amounts to R6 144 million, a favourable variance of R1 192 million or 16,2% against the YTD budget of R7 336 million. A favourable variance of R1 762 million is reflected when the YTD actual is compared against the YTD budget.

Summary Statement of Financial Performance:				
Description	September YTD Budget	September YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
Total Revenue By Source (Excluding Capital Transfers)	7,843,758	8,413,922	570,164	7.3%
Total Operating Expenditure	7,335,920	6,144,014	(1,191,906)	-16.2%
SURPLUS/DEFICIT	507,838	2,269,909	1,762,070	

The reasons for variances for all votes are captured in Table SC1 of this report.

The financial performance of revenue by source and expenditure by type is presented in Table C4. The total revenue excludes capital transfers and contributions.

The YTD actual revenue amounts to R8 414 million and reflects a favourable variance of R570 million or 7,3% against the YTD budget of R7 844 million.

The revenue variance is explained by:

- Property rates (R90 million favourable) – clearing of exception reports
- Service charges: electricity revenue (R686 million favourable) – smart meter payments received in advance
- Service charges: water (R110 million unfavourable) – technical challenges related to billings
- Interest earned: outstanding debtors (R72 million favourable) – increase in debtor growth
- Other revenue (R250 million unfavourable)
 - Replacement of meters
 - A Re Yeng fare revenue - work stoppages as a result of labour relations and competition from the taxi industry. Negotiations with the taxi industry are ongoing

The YTD actual expenditure amounts to R6 144 million and indicates a favourable variance of R1 192 million or 16,2% against the YTD budget of R7 336 million.

The expenditure variance is explained by:

- Employee-related costs (R109 million unfavourable). The following line-items, amongst others, are the main contributors:
 - “Service Bonus” (R91 million) - The implementation of GRAP 25 required that the provision for "Service Bonus" be automated from 1 July 2016
 - Overtime salaries (R32 million) – insufficient budget provision by departments against the YTD budget. The total allocated budget has not been exceeded

- Bulk purchases (R42 million unfavourable) – an increase in purchases relating to bulk electricity
- Contracted services (R384 million favourable)
- Other expenditure (R492 million favourable)

Delays in the creation of purchase orders and settling of invoices due to process changes with the implementation of E-procurement and Funds Management. Suppliers are required to register, according to legislation, with the Centralised Supplier Database at the National Treasury, including the Tshwane E-Procurement Portal. Fund Management releases a quarterly budget. All process challenges are being attended to and resolved.

- Transfers and grants (R316 million favourable) - reversal of the accrual of invoices that were not paid in the 2015/16 financial year

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

Summary of capital expenditure

The capital expenditure report shown in Tables C1 and C5 has been prepared on the basis of 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, including capital transfers from the national and provincial treasuries. The summary table hereafter indicates the actual year-to-date spending of R281 million and a variance of R766 million or 73,2% against the YTD Budget.

Summary statement of Capital Expenditure:				
Description	September YTD Budget	September YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
TOTAL Capital Expenditure	1,046,842	280,755	(766,087)	-73.2%
TOTAL Capital Financing	1,046,842	280,755	(766,087)	-73.2%

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

Table SC12 provides an analysis of actual capital expenditure compared to the budget targets, on a monthly and year-to-date basis. Expenditure for the period ending 30 September 2016 amounts to R281 million against the projection of R 1 047 million, a variance of R766 million or 73,2% is reflected. The total percentage spent against the total budget amounts to 6,3%.

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

Chart C1: 2016/17 Capital expenditure

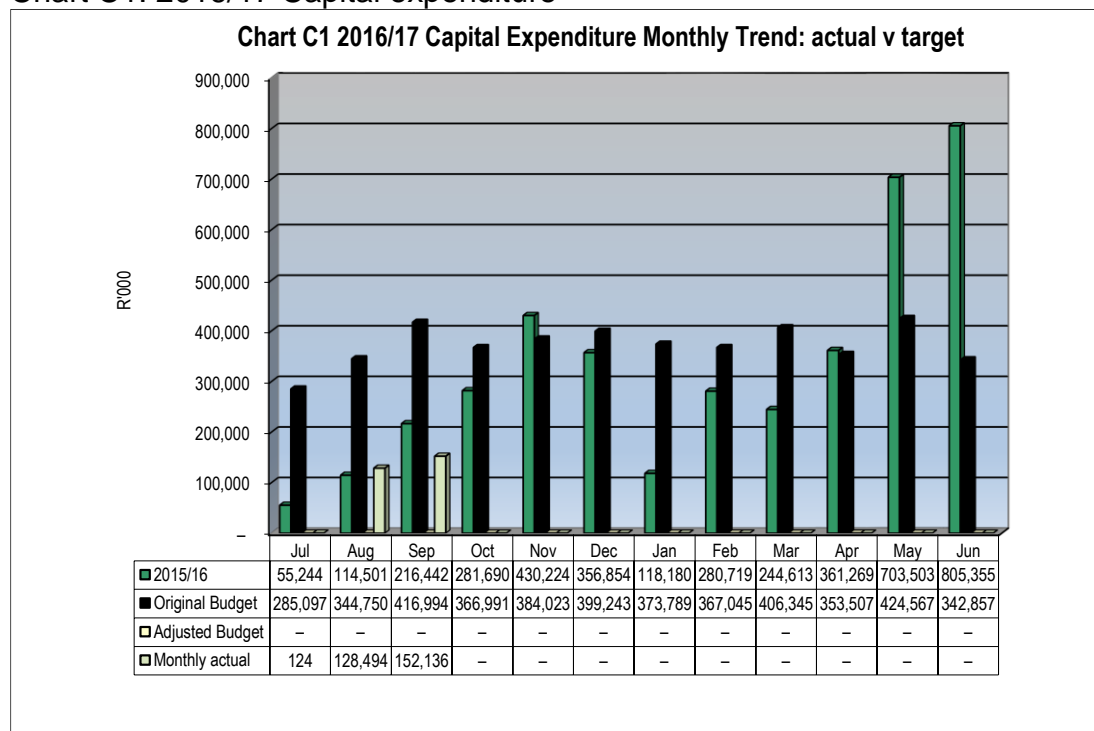
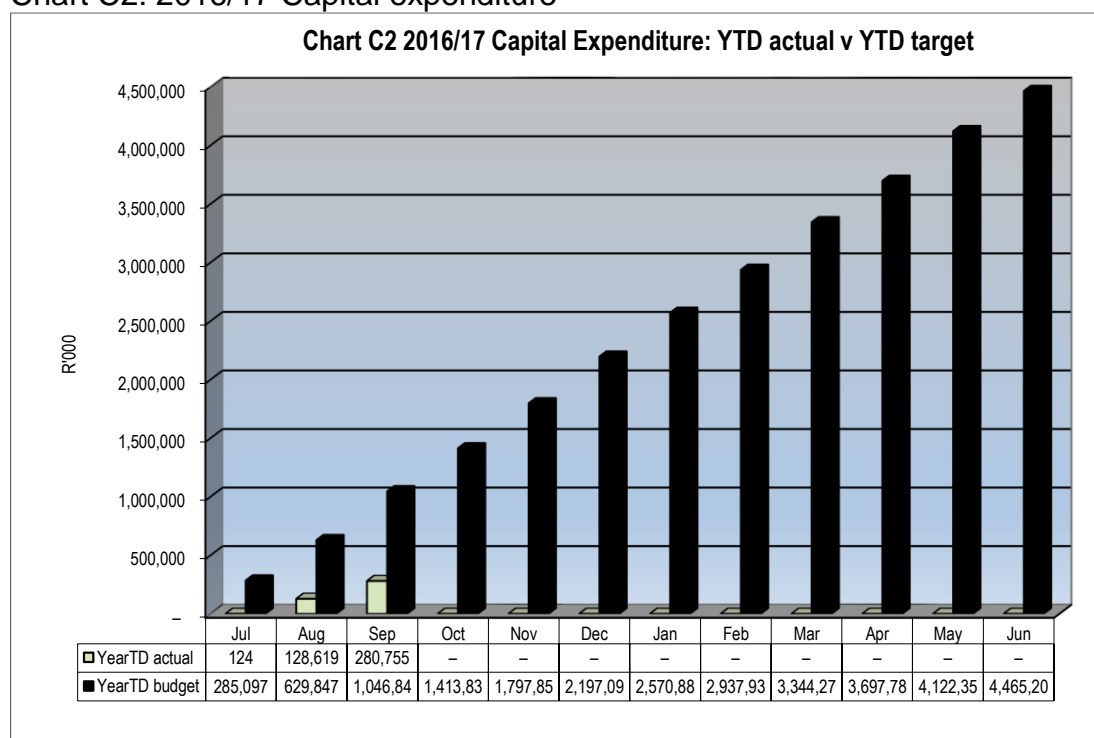


Chart C2: 2016/17 Capital expenditure



Capital expenditure by asset class on new assets and on renewal of existing assets are contained in Table SC13a and Table SC13b.

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

Financial position

The financial position as indicated in the summary Table C1 shows that the community wealth/equity of the City of Tshwane as at 30 September 2016 amounts to R21 305 million against the original budget forecast of R26 407 million. Details relating to the assets and liabilities of the City of Tshwane is provided in Table C6, in a format which is consistent with international standards and aligned to 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 that:

- The closing balance of cash and cash equivalents as at the end of September 2016 is R1 426 million (this amount is inclusive of the Sinking Fund)
- Cash flow from operating activities is (R1 522 million), compared to the target of R1 506 million
- Cash flow from investing activities amounts to R886 million, compared to a target of (R1 219 million)
- Cash flow from financing activities equates to R875 million, compared to a target of (R51 million) (includes the net borrowing)

Debtors age analysis

The debtors report as reflected in Table C1 and SC3 has been prepared on the basis of the format required to be lodged electronically with the National Treasury. This format provides an extended aged analysis, as well as an aged analysis by debtor type. It also compares this month's results with the same period of the previous financial year. Table C1 and SC3 indicate that total debtors amount to R8 097 million.

Chart C3 below illustrates the aged consumer debtors and reflects a collection problem pertaining to the debtors in the "over one-year" category. An amount of R4 383 million is outstanding in this category, compared to R3 788 million outstanding in the 2015/16 financial year.

Chart C3: Aged consumer debtors

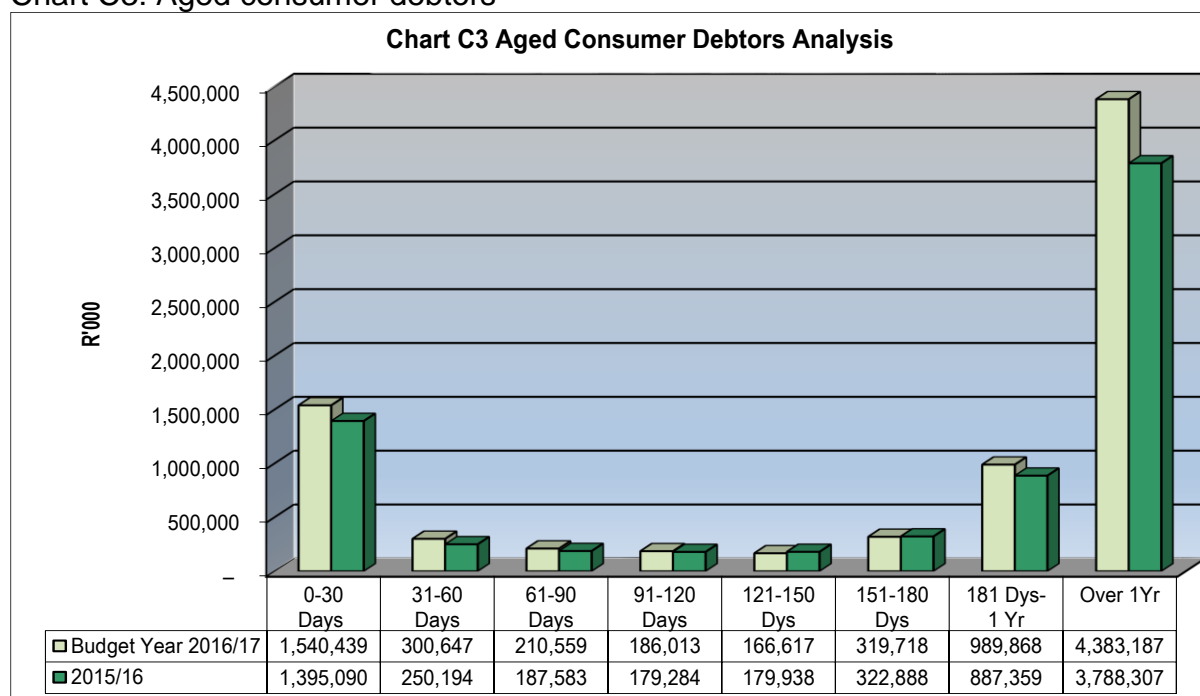
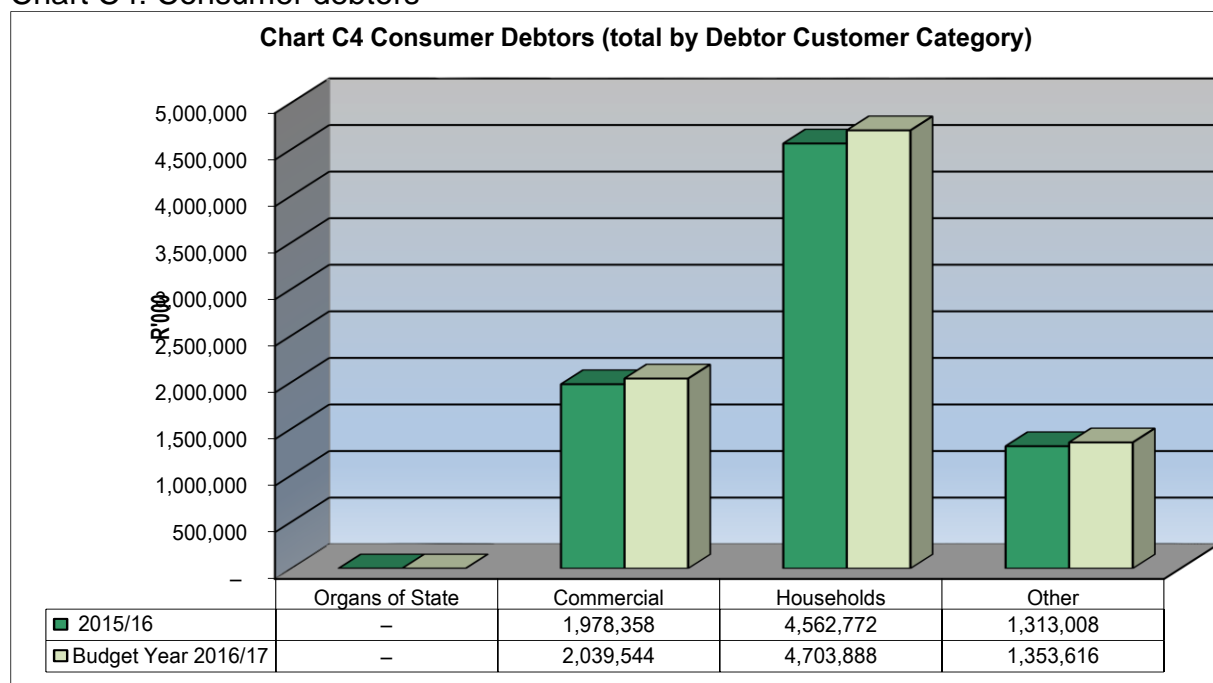


Chart C4 (consumer debtors by customer category) below shows that the increase in the customer category is attributable to households, which reflect an increase of R141 million, compared to the previous financial year. Figures for “Organs of State” were not available when this report was prepared.

Chart C4: Consumer debtors

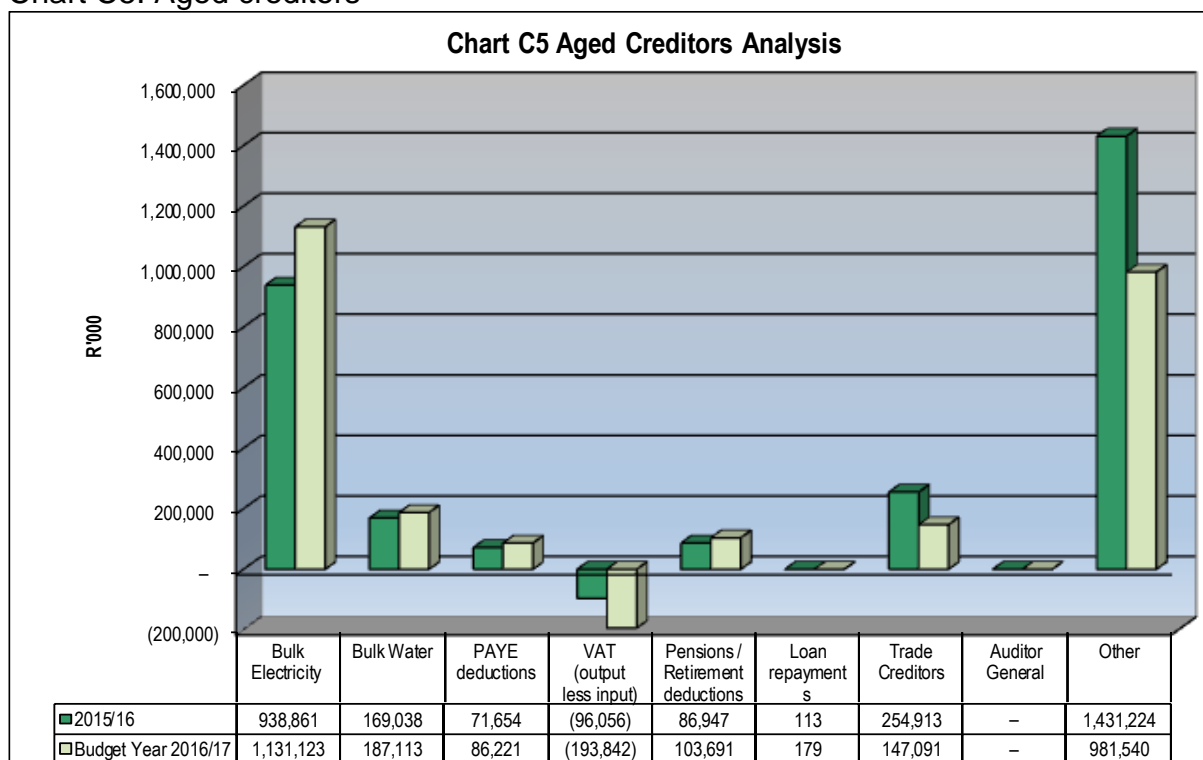


Creditors age analysis

The creditors report in Table C1 and SC4 provides an extended aged analysis, as well as an aged analysis by creditor type. The summary report indicates that there are not any long-term outstanding creditors, and that the majority of the City of Tshwane's creditors are trade creditors.

The chart compares this month's results with the previous financial year which indicates that the aged creditors per category had increased at the end of September 2016.

Chart C5: Aged creditors



Investment portfolio analysis (Table SC5)

The investment portfolio analysis shown on Table C5 include information consistent with the requirements of the Municipal Investment Regulations, 2005, issued by the National Treasury. The institution where funds are invested, the period of investment, type of investment and accrued interest for the month is cited. The market value at the end of the month amounts to R1 317 million.

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

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

As at 30 September 2016 the total receipts amount to R2 205 million against the YTD budget of R2 139 million. The outstanding transfers to date is as listed below due to a delay in signing the Service Level Agreement.

- Primary healthcare

Table SC7 indicates the expenditure incurred against each allocation for the reporting period. The disclosure on the transfer and grant expenditure table above reflects the recognition of expenditure amounts to R1 652 million against the YTD budget of R1 924 million.

Expenditure on councillor and staff benefits (Table SC8)

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

Parent municipality financial performance (Table SC10)

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

Summary of municipal entities (Table SC11)

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

- Housing Company Tshwane
- Sandspruit Water Association (SWA)
- Tshwane Economic Development Agency (TEDA)

The table provides a summary of revenue, operating expenditure and capital expenditure for these entities. The reasons for the variance has been captured in Table SC1.

Performance indicators (Table SC2)

The Performance indicators table reflects various ratios, such as:

- Borrowing management
- Liquidity
- Revenue management
- Creditor management, amongst others

1.4 IN-YEAR BUDGET STATEMENT TABLES

The financial results for the period ending 30 September 2016 are reflected in Tables C1 to C7 hereafter, followed by Supporting Documentation SC1 to SC13(d):

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

TSH City Of Tshwane - Table C1 Consolidated Monthly Budget Statement Summary - M03 September

Description	2015/16	Budget Year 2016/17							
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<u>Financial Performance</u>									
Property rates	5,384,019	5,764,124	–	510,180	1,475,960	1,385,916	90,044	6%	5,764,124
Service charges	14,688,150	17,719,923	–	1,411,132	5,079,915	4,475,287	604,628	14%	17,719,923
Investment revenue	56,000	43,089	–	7,823	19,939	10,522	9,417	89%	43,089
Transfers recognised - operational	3,516,826	4,240,323	–	66,113	1,425,631	1,375,404	50,226	4%	4,240,323
Other own revenue	1,859,436	2,442,410	–	186,602	412,478	596,629	(184,151)	-31%	2,442,410
Total Revenue (excluding capital transfers and contributions)	25,504,431	30,209,869	–	2,181,850	8,413,922	7,843,758	570,164	7%	30,209,869
Employee costs	7,373,112	7,622,096	–	628,183	1,937,657	1,828,342	109,315	6%	7,622,096
Remuneration of Councillors	115,259	125,834	–	17,087	28,169	31,353	(3,183)	-10%	125,834
Depreciation & asset impairment	1,418,436	1,258,208	–	121,088	322,422	314,558	7,864	3%	1,258,208
Finance charges	1,137,297	1,057,982	–	111,146	124,086	253,823	(129,737)	-51%	1,057,982
Materials and bulk purchases	9,037,782	10,240,550	–	1,153,321	2,566,798	2,569,714	(2,915)	-0%	10,240,550
Transfers and grants	326,791	288,055	–	13,246	(243,755)	72,014	(315,768)	-438%	288,055
Other expenditure	8,133,707	7,689,226	–	394,789	1,408,635	2,266,116	(857,481)	-38%	7,689,226
Total Expenditure	27,542,384	28,281,950	–	2,438,861	6,144,014	7,335,920	(1,191,906)	-16%	28,281,950
Surplus/(Deficit)	(2,037,953)	1,927,919	–	(257,011)	2,269,909	507,838	1,762,070	347%	1,927,919
Transfers recognised - capital	2,452,210	2,370,209	–	137,494	216,305	592,552	(376,248)	-63%	2,370,209
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	414,257	4,298,127	–	(119,516)	2,486,213	1,100,391	1,385,823	126%	4,298,127
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	414,257	4,298,127	–	(119,516)	2,486,213	1,100,391	1,385,823	126%	4,298,127
<u>Capital expenditure & funds sources</u>									
Capital expenditure	3,968,594	4,465,209	–	152,136	280,755	1,046,842	(766,087)	-73%	4,465,209
Capital transfers recognised	2,452,210	2,370,209	–	137,494	217,282	549,327	(332,045)	-60%	2,370,209
Public contributions & donations	155,127	110,000	–	3,648	4,358	20,527	(16,169)	-79%	110,000
Borrowing	1,194,839	1,000,000	–	10,658	58,779	230,988	(172,209)	-75%	1,000,000
Internally generated funds	166,418	985,000	–	336	336	246,000	(245,664)	-100%	985,000
Total sources of capital funds	3,968,594	4,465,209	–	152,136	280,755	1,046,842	(766,087)	-73%	4,465,209
<u>Financial position</u>									
Total current assets	5,510,890	7,720,990	–		5,104,942				7,720,990
Total non current assets	36,565,903	41,070,534	–		36,492,404				41,070,534
Total current liabilities	8,991,902	6,865,941	–		5,207,945				6,865,941
Total non current liabilities	14,217,384	15,518,491	–		15,084,437				15,518,491
Community wealth/Equity	18,867,507	26,407,092	–		21,304,964				26,407,092
<u>Cash flows</u>									
Net cash from (used) operating	3,175,968	5,692,612	–	(179,042)	(1,521,826)	1,505,780	3,027,606	201%	5,692,612
Net cash from (used) investing	(3,297,106)	(4,881,039)	–	(314,868)	886,336	(1,218,946)	(2,105,282)	173%	(4,881,039)
Net cash from (used) financing	706,669	305,283	–	521,346	875,177	51,218	(823,959)	-1609%	305,283
Cash/cash equivalents at the month/year end	1,186,049	3,129,652	–	–	1,425,736	2,350,848	925,111	39%	2,302,905
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
<u>Debtors Age Analysis</u>									
Total By Income Source	1,540,439	300,647	210,559	186,013	166,617	319,718	989,868	4,383,187	8,097,049
<u>Creditors Age Analysis</u>									
Total Creditors	3,422,327	–	–	–	–	–	–	–	3,422,327

(b) Table C2: Consolidated Monthly Budget Statement – Financial performance (standard classification)

TSH City Of Tshwane - Table C2 Consolidated Monthly Budget Statement - Financial Performance (standard classification) - M03
September

Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
Revenue - Standard									
<i>Governance and administration</i>		9,114,360	9,410,674	549,273	2,848,297	2,572,965	275,332	11%	9,410,674
Executive and council		74,581	64,255	410	1,216	16,064	(14,848)	-92%	64,255
Budget and treasury office		8,658,446	9,164,886	533,904	2,804,745	2,511,518	293,227	12%	9,164,886
Corporate services		381,333	181,533	14,959	42,336	45,383	(3,047)	-7%	181,533
<i>Community and public safety</i>		1,285,394	1,260,256	105,083	175,929	335,620	(159,691)	-48%	1,260,256
Community and social services		83,393	41,984	3,262	6,522	12,847	(6,325)	-49%	41,984
Sport and recreation		38,451	19,744	2,909	4,520	4,936	(416)	-8%	19,744
Public safety		182,186	210,096	60,234	63,855	52,524	11,331	22%	210,096
Housing		860,927	859,608	35,632	72,250	212,604	(140,354)	-66%	859,608
Health		120,436	128,824	3,046	28,782	52,710	(23,927)	-45%	128,824
<i>Economic and environmental services</i>		1,733,797	1,811,803	157,023	251,808	470,567	(218,758)	-46%	1,811,803
Planning and development		245,078	273,256	22,196	57,766	86,388	(28,623)	-33%	273,256
Road transport		1,488,159	1,538,262	134,828	194,043	384,107	(190,065)	-49%	1,538,262
Environmental protection		560	285	-	-	71	(71)	-100%	285
<i>Trading services</i>		15,605,274	19,889,927	1,483,648	5,302,138	5,019,093	283,046	6%	19,889,927
Electricity		10,009,623	13,025,754	958,142	3,803,021	3,407,511	395,510	12%	13,025,754
Water		3,365,720	4,407,221	336,878	956,749	1,019,963	(63,214)	-6%	4,407,221
Waste water management		1,040,753	1,169,283	78,588	219,567	280,562	(60,995)	-22%	1,169,283
Waste management		1,189,178	1,287,669	110,040	322,802	311,057	11,745	4%	1,287,669
<i>Other</i>	4	217,966	207,917	21,499	52,144	51,979	165	0%	207,917
Total Revenue - Standard	2	27,956,791	32,580,578	2,316,525	8,630,316	8,450,224	180,092	2%	32,580,578
Expenditure - Standard									
<i>Governance and administration</i>		5,917,415	5,443,422	357,480	1,296,493	1,420,918	(124,425)	-9%	5,443,422
Executive and council		1,403,274	1,476,361	138,417	396,160	373,464	22,696	6%	1,476,361
Budget and treasury office		890,774	900,521	29,310	87,786	231,428	(143,642)	-62%	900,521
Corporate services		3,623,368	3,066,540	189,752	812,547	816,026	(3,480)	0%	3,066,540
<i>Community and public safety</i>		4,029,250	4,057,236	274,953	783,718	1,003,713	(219,995)	-22%	4,057,236
Community and social services		632,239	648,858	36,813	120,408	161,631	(41,223)	-26%	648,858
Sport and recreation		491,685	474,224	39,368	105,956	129,416	(23,460)	-18%	474,224
Public safety		1,860,096	1,776,049	117,578	345,338	416,868	(71,530)	-17%	1,776,049
Housing		546,049	654,321	36,338	86,694	171,616	(84,922)	-49%	654,321
Health		499,181	503,782	44,857	125,323	124,182	1,141	1%	503,782
<i>Economic and environmental services</i>		2,493,140	2,546,866	198,271	519,033	733,892	(214,860)	-29%	2,546,866
Planning and development		673,533	766,918	49,972	174,700	184,781	(10,081)	-5%	766,918
Road transport		1,788,017	1,746,832	144,727	336,792	540,613	(203,820)	-38%	1,746,832
Environmental protection		31,591	33,116	3,573	7,540	8,498	(958)	-11%	33,116
<i>Trading services</i>		14,927,140	16,058,150	1,593,512	3,513,415	4,134,111	(620,696)	-15%	16,058,150
Electricity		10,052,445	10,570,122	1,182,602	2,635,691	2,750,899	(115,208)	-4%	10,570,122
Water		3,030,915	3,710,421	299,686	601,846	922,356	(320,510)	-35%	3,710,421
Waste water management		577,485	555,495	39,488	75,476	138,828	(63,352)	-46%	555,495
Waste management		1,266,294	1,222,112	71,736	200,403	322,028	(121,625)	-38%	1,222,112
<i>Other</i>		175,588	176,277	11,825	31,444	57,199	(25,754)	-45%	176,277
Total Expenditure - Standard	3	27,542,534	28,281,950	2,436,041	6,144,103	7,349,833	(1,205,730)	-16%	28,281,950
Surplus/ (Deficit) for the year		414,257	4,298,627	(119,516)	2,486,213	1,100,391	1,385,823	126%	4,298,627

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

**(c) Table C3: Consolidated Monthly Budget Statement – Financial performance
(revenue and expenditure by municipal vote)**

TSH City Of Tshwane - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M03 September

Vote Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue by Vote	1								
Vote 1 - City Planning & Development		169,335	111,701	6,416	25,287	38,588	(13,302)	-34.5%	111,701
Vote 2 - Corporate & Shared Services		31,659	23,346	317	5,200	5,837	(636)	-10.9%	23,346
Vote 3 - Economic Development		32,128	117,478	12,704	26,561	36,781	(10,220)	-27.8%	117,478
Vote 4 - Emergency Services		85,606	77,358	1,099	27,880	28,767	(887)	-3.1%	77,358
Vote 5 - Energy & Electricity Department		9,860,081	12,833,887	957,040	3,800,177	3,359,544	440,633	13.1%	12,833,887
Vote 6 - Environmental Management		1,373,919	1,436,486	125,620	365,160	348,261	16,898	4.9%	1,436,486
Vote 7 - Group Financial Services		8,721,955	9,215,491	542,810	2,827,832	2,524,169	303,663	12.0%	9,215,491
Vote 8 - Group Information & Communication Technology		9,561	218	1,087	1,087	54	1,032	1896.9%	218
Vote 9 - Housing & Human Settlement		837,080	833,749	33,512	66,071	206,140	(140,069)	-67.9%	833,749
Vote 10 - Metro Police Services		162,633	204,503	59,362	61,894	51,126	10,768	21.1%	204,503
Vote 11 - Office of the City Manager		201,157	239,950	-	-	59,988	(59,988)	-100.0%	239,950
Vote 12 - Service Delivery & Transformation Management		250,502	237,234	20,577	46,340	58,850	(12,510)	-21.3%	237,234
Vote 13 - Transport		1,385,928	1,427,003	127,366	174,487	356,751	(182,264)	-51.1%	1,427,003
Vote 14 - Water & Sanitation Department		4,406,462	5,576,502	415,466	1,176,316	1,300,524	(124,209)	-9.6%	5,576,502
Vote 15 - Other Votes		428,787	245,670	13,150	26,025	74,844	(48,819)	-65.2%	245,670
Total Revenue by Vote	2	27,956,791	32,580,578	2,316,525	8,630,316	8,450,224	180,092	2.1%	32,580,578
Expenditure by Vote	1								
Vote 1 - City Planning & Development		296,162	316,181	25,277	76,335	72,529	3,806	5.2%	316,181
Vote 2 - Corporate & Shared Services		1,148,351	1,096,548	66,729	179,086	269,759	(90,673)	-33.6%	1,096,548
Vote 3 - Economic Development		331,719	404,716	18,943	82,863	101,356	(18,493)	-18.2%	404,716
Vote 4 - Emergency Services		607,762	620,382	50,925	150,824	153,809	(2,985)	-1.9%	620,382
Vote 5 - Energy & Electricity Department		8,934,953	9,577,038	1,103,279	2,402,654	2,385,039	17,616	0.7%	9,577,038
Vote 6 - Environmental Management		633,294	677,525	46,253	119,536	171,261	(51,725)	-30.2%	677,525
Vote 7 - Group Financial Services		1,894,262	1,502,514	84,273	252,705	377,217	(124,512)	-33.0%	1,502,514
Vote 8 - Group Information & Communication Technology		560,132	560,991	25,079	276,408	195,509	80,899	41.4%	560,991
Vote 9 - Housing & Human Settlement		472,111	604,310	32,498	73,034	159,082	(86,049)	-54.1%	604,310
Vote 10 - Metro Police Services		1,889,108	1,841,715	153,423	450,142	428,558	21,583	5.0%	1,841,715
Vote 11 - Office of the City Manager		266,793	302,864	18,184	44,643	169,434	(124,792)	-73.7%	302,864
Vote 12 - Service Delivery & Transformation Management		3,730,870	3,491,590	238,580	716,180	1,037,122	(320,943)	-30.9%	3,491,590
Vote 13 - Transport		1,298,301	1,230,897	114,338	236,390	339,634	(103,244)	-30.4%	1,230,897
Vote 14 - Water & Sanitation Department		3,314,136	3,982,719	314,771	613,715	981,856	(368,141)	-37.5%	3,982,719
Vote 15 - Other Votes		2,164,579	2,071,959	143,489	469,590	507,668	(38,078)	-7.5%	2,071,959
Total Expenditure by Vote	2	27,542,534	28,281,950	2,436,041	6,144,103	7,349,833	(1,205,730)	-16.4%	28,281,950
Surplus/ (Deficit) for the year	2	414,257	4,298,627	(119,516)	2,486,213	1,100,391	1,385,823	125.9%	4,298,627

(d) Table C4: Consolidated Monthly Budget Statement – Financial performance (revenue and expenditure)

TSH City Of Tshwane - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03
September

Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates		5,384,019	5,764,124	510,180	1,475,960	1,385,916	90,044	6%	5,764,124
Service charges - electricity revenue		9,340,209	11,360,246	924,986	3,676,726	2,991,134	685,592	23%	11,360,246
Service charges - water revenue		3,226,514	3,995,130	288,215	806,058	915,699	(109,640)	-12%	3,995,130
Service charges - sanitation revenue		760,693	949,597	74,732	211,919	228,217	(16,299)	-7%	949,597
Service charges - refuse revenue		1,128,046	1,205,390	109,438	312,838	290,487	22,350	8%	1,205,390
Service charges - other		232,687	209,560	13,760	72,375	49,750	22,625	45%	209,560
Rental of facilities and equipment		135,156	136,321	8,396	27,218	33,873	(6,655)	-20%	136,321
Interest earned - external investments		56,000	43,089	7,823	19,939	10,522	9,417	89%	43,089
Interest earned - outstanding debtors		406,006	238,451	46,208	131,570	59,885	71,685	120%	238,451
Fines		160,585	198,658	58,508	58,995	49,665	9,330	19%	198,658
Licences and permits		48,743	60,564	4,378	8,922	15,141	(6,219)	-41%	60,564
Agency services		-	9,299	-	-	2,325	(2,325)	-100%	9,299
Transfers recognised - operational		3,516,826	4,240,323	66,113	1,425,631	1,375,404	50,226	4%	4,240,323
Other revenue		943,682	1,799,117	69,113	185,773	435,741	(249,967)	-57%	1,799,117
Gains on disposal of PPE		165,263	-	-	-	-	-		-
Total Revenue (excluding capital transfers and contributions)		25,504,431	30,209,869	2,181,850	8,413,922	7,843,758	570,164	7%	30,209,869
Expenditure By Type									
Employee related costs		7,373,112	7,622,096	628,183	1,937,657	1,828,342	109,315	6%	7,622,096
Remuneration of councillors		115,259	125,834	17,087	28,169	31,353	(3,183)	-10%	125,834
Debt impairment		1,139,949	908,053	85,866	246,752	227,492	19,260	8%	908,053
Depreciation & asset impairment		1,418,436	1,258,208	121,088	322,422	314,558	7,864	3%	1,258,208
Finance charges		1,137,297	1,057,982	111,146	124,086	253,823	(129,737)	-51%	1,057,982
Bulk purchases		8,808,849	9,956,609	1,138,458	2,526,158	2,484,437	41,720	2%	9,956,609
Other materials		228,933	283,940	14,863	40,641	85,277	(44,636)	-52%	283,940
Contracted services		3,133,472	2,738,440	151,824	470,181	854,221	(384,040)	-45%	2,738,440
Transfers and grants		326,791	288,055	13,246	(243,755)	72,014	(315,768)	-438%	288,055
Other expenditure		3,847,188	4,042,732	157,908	692,388	1,184,403	(492,015)	-42%	4,042,732
Loss on disposal of PPE		13,098	1	(808)	(686)	0	(686)	-275613%	1
Total Expenditure		27,542,384	28,281,950	2,438,861	6,144,014	7,335,920	(1,191,906)	-16%	28,281,950
Surplus/(Deficit)		(2,037,953)	1,927,919	(257,011)	2,269,909	507,838	1,762,070	0	1,927,919
Transfers recognised - capital		2,452,210	2,370,209	137,494	216,305	592,552	(376,248)	(0)	2,370,209
Surplus/(Deficit) after capital transfers & contributions		414,257	4,298,127	(119,516)	2,486,213	1,100,391			4,298,127
Taxation		-	(500)	-	-	-	-		(500)
Surplus/(Deficit) after taxation		414,257	4,298,627	(119,516)	2,486,213	1,100,391			4,298,627
Attributable to minorities		-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality		414,257	4,298,627	(119,516)	2,486,213	1,100,391			4,298,627
Share of surplus/ (deficit) of associate		-	-	-	-	-			-
Surplus/ (Deficit) for the year		414,257	4,298,627	(119,516)	2,486,213	1,100,391			4,298,627

Note:

The total revenue excludes capital transfers and contributions. It is indicated separately in this table as "Transfers recognised – capital".

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

TSH City Of Tshwane - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding - M03 September

Vote Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
Multi-Year expenditure appropriation	2								
Vote 1 - City Planning & Development		–	50,000	–	–	12,500	(12,500)	-100%	50,000
Vote 2 - Corporate & Shared Services		26,257	15,000	–	–	3,750	(3,750)	-100%	15,000
Vote 3 - Economic Development		16,925	57,400	4,330	4,330	7,520	(3,189)	-42%	57,400
Vote 4 - Emergency Services		5,939	11,000	–	420	680	(260)	-38%	11,000
Vote 5 - Energy & Electricity Department		430,984	478,665	11,174	38,596	118,509	(79,913)	-67%	478,665
Vote 6 - Environmental Management		97,707	38,500	–	–	9,932	(9,932)	-100%	38,500
Vote 7 - Group Financial Services		42,010	65,000	1,623	14,169	12,000	2,169	18%	65,000
Vote 8 - Group Information & Communication Technology		92,464	204,500	2,694	14,726	73,675	(58,949)	-80%	204,500
Vote 9 - Housing & Human Settlement		829,300	537,704	42,039	42,039	114,550	(72,511)	-63%	537,704
Vote 10 - Metro Police Services		8,852	30,000	–	–	–	–	–	30,000
Vote 11 - Office of the City Manager		231,319	259,950	–	–	62,707	(62,707)	-100%	259,950
Vote 12 - Service Delivery & Transformation Management		–	–	–	–	–	–	–	–
Vote 13 - Transport		1,428,678	1,241,606	85,181	138,257	301,640	(163,383)	-54%	1,241,606
Vote 14 - Water & Sanitation Department		492,399	383,500	2,447	2,447	61,437	(58,990)	-96%	383,500
Vote 15 - Other Votes		153,092	129,184	2,647	25,770	28,591	(2,821)	-10%	129,184
Total Capital Multi-year expenditure	4,7	3,855,926	3,502,009	152,136	280,755	807,492	(526,737)	-65%	3,502,009
Single Year expenditure appropriation	2								
Vote 3 - Economic Development		7,864	8,000	–	–	400	(400)	-100%	8,000
Vote 5 - Energy & Electricity Department		–	950,000	–	–	237,500	(237,500)	-100%	950,000
Vote 6 - Environmental Management		4,998	–	–	–	–	–	–	–
Vote 8 - Group Information & Communication Technology		75,773	200	–	–	200	(200)	-100%	200
Vote 13 - Transport		20,135	5,000	–	–	1,250	(1,250)	-100%	5,000
Vote 15 - Other Votes		3,898	–	–	–	–	–	–	–
Total Capital single-year expenditure	4	112,668	963,200	–	–	239,350	(239,350)	-100%	963,200
Total Capital Expenditure		3,968,594	4,465,209	152,136	280,755	1,046,842	(766,087)	-73%	4,465,209
Capital Expenditure - Standard Classification									
Governance and administration		341,707	368,484	4,317	28,895	109,250	(80,355)	-74%	368,484
Executive and council		79,091	58,784	336	336	12,125	(11,789)	-97%	58,784
Budget and treasury office		2,684	–	–	–	–	–	–	–
Corporate services		259,933	309,700	3,981	28,559	97,125	(68,566)	-71%	309,700
Community and public safety		1,051,758	696,104	44,686	68,229	155,321	(87,092)	-56%	696,104
Community and social services		31,625	42,200	2	6,572	5,732	840	15%	42,200
Sport and recreation		90,835	53,000	561	17,115	26,400	(9,285)	-35%	53,000
Public safety		14,791	41,000	–	420	680	(260)	–	41,000
Housing		829,300	537,704	42,039	42,039	114,550	(72,511)	-63%	537,704
Health		85,207	22,200	2,083	2,083	7,959	(5,876)	-74%	22,200
Economic and environmental services		1,455,794	1,343,506	89,511	142,588	305,735	(163,147)	-53%	1,343,506
Planning and development		24,789	115,400	4,330	4,330	7,920	(3,589)	-45%	115,400
Road transport		1,428,678	1,225,106	85,181	138,257	297,515	(159,258)	-54%	1,225,106
Environmental protection		2,326	3,000	–	–	300	(300)	-100%	3,000
Trading services		1,089,358	2,024,615	13,621	41,043	470,022	(428,979)	-91%	2,024,615
Electricity		430,984	1,620,115	11,174	38,596	356,009	(317,413)	-89%	1,620,115
Water		97,526	100,500	–	–	20,577	(20,577)	-100%	100,500
Waste water management		543,853	283,000	2,447	2,447	86,443	(83,996)	-97%	283,000
Waste management		16,994	21,000	–	–	6,993	(6,993)	-100%	21,000
Other		29,978	32,500	–	–	6,513	(6,513)	-100%	32,500
Total Capital Expenditure - Standard Classification	3	3,968,594	4,465,209	152,136	280,755	1,046,842	(766,087)	-73%	4,465,209
Funded by:									
National Government		2,405,478	2,331,654	135,677	215,464	539,459	(323,995)	-60%	2,331,654
Provincial Government		44,959	38,355	1,818	1,818	9,668	(7,850)	-81%	38,355
Other transfers and grants		1,773	200	–	–	200	(200)	-100%	200
Transfers recognised - capital		2,452,210	2,370,209	137,494	217,282	549,327	(332,045)	-60%	2,370,209
Public contributions & donations	5	155,127	110,000	3,648	4,358	20,527	(16,169)	-79%	110,000
Borrowing	6	1,194,839	1,000,000	10,658	58,779	230,988	(172,209)	-75%	1,000,000
Internally generated funds		166,418	985,000	336	336	246,000	(245,664)	-100%	985,000
Total Capital Funding		3,968,594	4,465,209	152,136	280,755	1,046,842	(766,087)	-73%	4,465,209

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

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

Description	Ref	2015/16	Budget Year 2016/17		
		Unaudited Outcome	Original Budget	YearTD actual	Full Year Forecast
R thousands	1				
<u>ASSETS</u>					
Current assets					
Cash		95,219	142,717	65,723	142,717
Call investment deposits		1,090,830	2,986,935	1,360,013	2,986,935
Consumer debtors		2,603,597	2,698,589	1,968,438	2,698,589
Other debtors		1,048,255	1,068,301	934,922	1,068,301
Current portion of long-term receivables		96,072	236,599	95,249	236,599
Inventory		576,918	587,849	680,595	587,849
Total current assets		5,510,890	7,720,990	5,104,942	7,720,990
Non current assets					
Long-term receivables		20,526	90,799	19,277	90,799
Investments		711	399,096	711	399,096
Investment property		807,287	932,302	747,727	932,302
Investments in Associate		–	–	–	–
Property, plant and equipment		31,604,746	39,494,466	31,711,083	39,494,466
Agricultural		–	–	–	–
Biological assets		–	–	–	–
Intangible assets		343,691	153,871	247,013	153,871
Other non-current assets		3,788,943	–	3,766,594	–
Total non current assets		36,565,903	41,070,534	36,492,404	41,070,534
TOTAL ASSETS		42,076,793	48,791,524	41,597,345	48,791,524
<u>LIABILITIES</u>					
Current liabilities					
Bank overdraft		–	–	–	–
Borrowing		733,243	847,270	732,530	847,270
Consumer deposits		379,916	369,977	381,659	369,977
Trade and other payables		7,878,744	5,636,868	4,093,756	5,636,868
Provisions		–	11,825	–	11,825
Total current liabilities		8,991,902	6,865,941	5,207,945	6,865,941
Non current liabilities					
Borrowing		10,503,099	12,077,516	11,370,161	12,077,516
Provisions		3,714,285	3,440,975	3,714,275	3,440,975
Total non current liabilities		14,217,384	15,518,491	15,084,437	15,518,491
TOTAL LIABILITIES		23,209,286	22,384,432	20,292,382	22,384,432
NET ASSETS	2	18,867,507	26,407,092	21,304,964	26,407,092
<u>COMMUNITY WEALTH/EQUITY</u>					
Accumulated Surplus/(Deficit)		18,610,498	26,128,803	21,047,955	26,128,803
Reserves		257,009	278,289	257,009	278,289
TOTAL COMMUNITY WEALTH/EQUITY	2	18,867,507	26,407,092	21,304,964	26,407,092

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

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

Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates, penalties & collection charges		5,360,554	5,533,559	510,180	1,475,960	1,330,479	145,481	11%	5,533,559
Service charges		14,601,285	17,011,229	1,411,132	5,079,915	4,339,900	740,015	17%	17,011,229
Other revenue		1,094,670	2,187,493	137,575	271,761	545,388	(273,627)	-50%	2,187,493
Government - operating		3,516,826	4,240,323	7,589	1,780,763	1,395,268	385,495	28%	4,240,323
Government - capital		2,452,489	2,370,209	5,358	330,974	592,552	(261,578)	-44%	2,370,209
Interest		463,281	246,631	54,031	151,509	61,657	89,852	146%	246,631
Payments									
Suppliers and employees		(23,175,168)	(24,550,779)	(2,180,515)	(10,173,178)	(6,433,624)	3,739,554	-58%	(24,550,779)
Finance charges		(1,137,968)	(1,057,999)	(111,146)	(124,086)	(253,827)	(129,742)	51%	(1,057,999)
Transfers and Grants		–	(288,055)	(13,246)	(315,444)	(72,014)	243,430	-338%	(288,055)
NET CASH FROM/(USED) OPERATING ACTIVITIES		3,175,968	5,692,612	(179,042)	(1,521,826)	1,505,780	3,027,606	201%	5,692,612
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE		592,462	–	11,529	29,091	–	29,091		–
Decrease (Increase) in non-current debtors		(66,503)	(241,572)	(145,661)	514,940	(60,393)	575,333	-953%	(241,572)
Decrease (increase) other non-current receivables		140,433	2,759	(28,633)	623,635	690	622,945	90324%	2,759
Decrease (increase) in non-current investments		5,097	(302,991)	32	(574)	(75,748)	75,173	-99%	(302,991)
Payments									
Capital assets		(3,968,594)	(4,339,234)	(152,136)	(280,755)	(1,083,495)	(802,740)	74%	(4,339,234)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(3,297,106)	(4,881,039)	(314,868)	886,336	(1,218,946)	(2,105,282)	173%	(4,881,039)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		–	–	–	–	–	–		–
Borrowing long term/refinancing		1,200,000	1,000,000	–	–	224,907	(224,907)	-100%	1,000,000
Increase (decrease) in consumer deposits		24,900	7,366	1,840	5,710	1,831	3,878	212%	7,366
Payments									
Repayment of borrowing		(518,231)	(702,083)	519,505	869,467	(175,521)	(1,044,988)	595%	(702,083)
NET CASH FROM/(USED) FINANCING ACTIVITIES		706,669	305,283	521,346	875,177	51,218	(823,959)	-1609%	305,283
NET INCREASE/ (DECREASE) IN CASH HELD		585,531	1,116,856	27,435	239,687	338,052			1,116,856
Cash/cash equivalents at beginning:		600,518	2,012,796		1,186,049	2,012,796			1,186,049
Cash/cash equivalents at month/year end:		1,186,049	3,129,652		1,425,736	2,350,848			2,302,905

PART 2 – SUPPORTING DOCUMENTATION

(a) Table SC1: Material variance explanations

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M03 September				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Property rates	90,044	Revenue better than anticipated as a result of the clearing of exception reports.	On-going monitoring and rectification.
	Service charges - electricity revenue	685,592	An increase in revenue for prepaid against projection.	On-going monitoring and attending to challenges.
	Service charges - water revenue	(109,640)	A decline in revenue due to challenges relating to labour and IT.	Challenges being addressed.
	Service charges - sanitation revenue	(16,299)	A decline in revenue due to challenges relating to labour and IT.	Challenges being addressed.
	Service charges - refuse revenue	22,350	Revenue better than projected for "Solid Waste Removal Fees".	On-going monitoring and rectification.
	Service charges - other	22,625	Revenue better than projected mainly on the line-item "Reconnection Fees".	Regular reconciliations.
	Rental of facilities and equipment	(6,655)	"Rental: Businesses" is the main contributor. Variance mainly due to the lag in the processing of receipts from Property Management.	Capturing process will be fast-tracked.
	Interest earned - external investments	9,417	"Interest On Bank Account" is the main contributor. An increase in investments to date that yielded better rates.	Not a pro-rata revenue item and will be monitored.
	Interest earned - outstanding debtors	71,685	"Interest On Amounts In Arrear" is the main contributor. An increase in debtors has resulted in higher interest earned.	Not a pro-rata revenue item and will be monitored.
	Fines	9,330	"AARTO" is the main contributor. The income is dependent on number of infringements and fines issued.	The Impairment: AARTO expenditure still needs to be offset against a 15% recovery rate.
	Licences and permits	(6,219)	"Drivers Licenses" is the main contributor due to a decline in applications and budget not adjusted downwards during planning phase.	Revenue to be adjusted downwards during Adjustment Budget process.
	Agency services	(2,325)	No revenue generated by entity "TEDA" to-date.	Entity to improve collection rate.
	Transfers recognised - operational	50,226	Non-alignment of monthly projections to National Treasury payment schedule which is only received after MTREF has been approved.	None.
	Other revenue	(249,967)	Most line-items in this group are not pro-rata revenue items.	Departments to ensure revenue is collected as planned.
2	Expenditure By Type			
	Employee related costs	109,315	"Service Bonus", and "Overtime-Salaries" are the main contributors. Implementation of GRAP 25 for Bonus Provision and non-provision of overtime by Departments.	Departments to implement corrective measures in terms of Budget Policy.
	Remuneration of councillors	(3,183)	Payment in terms of the Public Office Bearers Act.	None.
	Debt impairment	19,260	Due to increase in expenditure by entity "SWA".	Entity to improve collection rate.
	Depreciation & asset impairment	7,864	Depreciation is calculated in-line with the asset verification and purification process.	Will be monitored.
	Finance charges	(129,737)	Costs are allocated according to all asset classifications systematically.	Will be monitored.
	Bulk purchases	41,720	"Bulk: Electricity" is the main contributor due to payment of outstanding invoices.	Will be monitored.
	Other materials	(44,636)	"Petrol And Diesel Fuel" is the main contributor due to delay in processing of documentation.	Documentation will be fast-tracked.
	Contracted services	(384,040)	Delays in the recording of purchase order due to implementation of new control measures.	Documentation will be fast-tracked.
	Transfers and grants	(315,768)	"Municipal Entities" is the main contributor due to year-end accrual reversal.	On-going monitoring.
	Other expenditure	(492,015)	Delays in the recording of purchase order due to implementation of new control measures.	Documentation will be fast-tracked.
3	Capital Expenditure			
	Vote 1 - City Planning & Development	(12,500)	"Redevelopment of Caledonian" project is the main contributor. Project under executive review.	Await outcome of the executive review.
	Vote 2 - Corporate & Shared Services	(3,750)	"Tshwane Leadership and Management Academy" project is the main contributor. Delay resulted with implementation of E-procurement. Tender approval request and quotation approval request submitted to SCM.	Department is engaging SCM management on this matter
	Vote 3 - Economic Development	(3,589)	"Business Process Outsourcing Park in Hammanskraal" project is the main contributor due to challenges faced with the new e-procurement system which delayed payment.	Group Financial Services Department requested to speedily address system issues.
	Vote 4 - Emergency Services	(260)	"Renovation & Upgrading of Facilities" project is the main contributor. Milestone targets not completed in full due to challenges experienced with the new E-Procurement system.	On-going challenges relating to E-Procurement being addressed by consultants.
	Vote 5 - Energy & Electricity Department	(317,413)	"AMVI Infrastructure (Smart Meter Project)" is the main contributor due to change of project scope.	New Tender for Prepaid meter installations are being crafted. The following tenders are in the supply chain processes. Installations of Meters, Third party vending, supply of meters, Test Benches and vending management system.

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

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M03 September				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
3	Capital Expenditure			
	Vote 6 - Environmental Management	(9,932)	"240 Litre Containers" project is the main contributor. Procurement was delayed due to challenges on E-procurement system and delays in finalisation of fleet contracts.	Follow-up on quotations requested from the suppliers.
	Vote 7 - Group Financial Services	2,169	"Automation of Supply Chain" project ahead of schedule.	Only maintenance payments will be effected henceforth.
	Vote 8 - Group Information & Communication Technology	(59,149)	"BPC and SCOA" and "Upgrade of IT Infrastructure" projects are the main contributors due to it being a multi-year projects and payment made after deliverables are attained.	Costs will be monitored.
	Vote 9 - Housing & Human Settlement	(72,511)	"Roads and Stormwater - Low Cost Housing - Project Linked Housing " is the main contributor. Delays in the creation of WBS's.	Departments to ensure alignment with SDBIP plan.
	Vote 10 - Metro Police Services	-	No deviation.	
	Vote 11 - Office of the City Manager	(62,707)	"RE-AGA-Tshwane" project is the main contributor. Awaiting vendor registration on e-procurement to pay vendors for contractual work done.	Payments will be effected once e-procurement allowed creation of requisitions.
	Vote 13 - Transport	(164,633)	Delays with creation of purchase orders due to the new e-procurement issues. "CBD and Surrounding Areas (BRT) - (Transport Infrastructure)" is the main contributor.	Issues addressed with supply chain management.
	Vote 14 - Water & Sanitation Department	(58,990)	"Refurbishing of Water Networks and Backlog Eradication" project is the main contributor. Due to delays in the creation of WBS Elements on SAP and the implementation of the E-Procurement system having challenges.	Service providers will be paid as soon as the role mapping is corrected on E-Procurement.
	Vote 15 - Other Votes	(2,821)	2015/16 financial year payments processed for the "Greening Sportfields" project.	Corrective measures to allocate costs to the correct financial year will be effected.
4	Financial Position			
	Current assets	(2,616,048)	A decrease in current assets against projection with the exception of "Inventory".	
	Non current assets	(4,578,130)	Aligned to spending on capital.	
	Current liabilities	(1,657,996)	A decrease in current liabilities against projections except "Consumer Deposits".	
	Non current liabilities	(434,054)	A decrease in non current liabilities items against projections except "Provisions".	
5	Cash Flow			
	Transfer receipts - capital	(192,159)	Less transfers recognised against projection.	
	Contributions & Contributed assets	13,419	No budget projection for the month.	
	Proceeds on disposal of PPE	(1,890)	No budget projection for the month.	
	Short term loans	1,450,000	No budget projection for the month.	
	Borrowing long term/refinancing	(126,200)	Long terms borrowings planned for later part of the financial year.	
	Increase in consumer deposits	1,233	An increase in consumer deposits against projection.	
	Receipt of non-current debtors	(125,530)	An increase in non-current debtors against projection.	
	Receipt of non-current receivables	(28,863)	An increase in non-current receivables against projection.	
	Change in non-current investments	25,281	A decrease in non-current receivables against projection.	
	Capital assets	(209,102)	Actual lower than projected.	
	Repayment of borrowing	871,988	Actual more than projected.	
7	Municipal Entities			
	Revenue			
	Housing Company Tshwane	(4,079)	Transfers recognised - operational is the main contributor due to lesser claims submitted than projected.	
	Sandspruit Works Association	(1,645)	Water service charge billed below budget due to lower demand.	
	Tshwane Economic Development Agency	(2,539)	Revenue for "Agency services" is the main contributor. Revenue inflow is lower than expected.	
	Expenditure			
	Housing Company Tshwane	(18,142)	"Contracted Services" is the main contributor. Delay in the appointment supplier for Timberlands projects.	
	Sandspruit Works Association	(3,004)	Spending on "other expenditure" less than projected.	
	Tshwane Economic Development Agency	(6,975)	"other expenditure" is the main contributor. Expenditure less than projected.	
	Capital Expenditure			
	Housing Company Tshwane	(726)	Delays in the starting of construction on Townlands project.	
	Sandspruit Works Association	(547)	Expenditure on "Other assets" less than planned.	
	Tshwane Economic Development Agency	-		

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

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

Description of financial indicator	Basis of calculation	Ref	2015/16	Budget Year 2016/17		
			Unaudited Outcome	Original Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		2.2%	8.2%	7.3%	8.2%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		78.8%	47.7%	92.6%	47.7%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		101.3%	70.3%	76.0%	70.3%
Gearing	Long Term Borrowing/ Funds & Reserves		4086.7%	4339.9%	4424.0%	4339.9%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	1	0.6%	1.1%	1.0%	1.1%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.1%	0.5%	0.3%	0.5%
<u>Revenue Management</u>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing		86.1%	95.3%	85.9%	95.3%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		14.8%	13.6%	35.9%	13.6%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100.0%	100.0%	100.0%	100.0%
<u>Funding of Provisions</u>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<u>Other Indicators</u>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2	20.7%	9.0%	20.6%	9.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	29.4%	22.6%	21.9%	22.6%
Employee costs	Employee costs/Total Revenue - capital revenue		28.9%	25.2%	23.0%	25.2%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		5.5%	4.9%	0.7%	4.9%
Interest & Depreciation	I&D/Total Revenue - capital revenue		10.0%	7.7%	5.3%	7.7%
<u>IDP regulation financial viability indicators</u>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		13.3	14.8	-9.4	14.8
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		10.2%	8.9%	23.4%	8.9%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		0.04	0.13	0.59	0.13

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

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

Description		NT Code	Budget Year 2016/17										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
			0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys- 1 Yr	Over 1Yr	Total				
R thousands															
Debtors Age Analysis By Income Source															
Trade and Other Receivables from Exchange Transactions - Water	1200	312,917	84,941	63,104	45,797	54,686	39,962	283,623	855,139	1,740,170	1,279,208	1,613			
Trade and Other Receivables from Exchange Transactions - Electricity	1300	305,610	34,758	21,783	14,486	10,207	9,302	98,410	539,140	1,033,695	671,544	986			
Receivables from Non-exchange Transactions - Property Rates	1400	552,283	88,882	66,092	48,829	44,836	34,405	237,850	1,113,547	2,186,725	1,479,467	612			
Receivables from Exchange Transactions - Waste Water Management	1500	64,388	9,353	7,303	7,940	3,935	4,774	36,484	139,076	273,253	192,209	409			
Receivables from Exchange Transactions - Waste Management	1600	107,782	14,749	14,163	13,854	10,129	10,277	69,467	257,588	498,010	361,316	539			
Receivables from Exchange Transactions - Property Rental Debtors	1700	10,350	1,415	839	857	607	184,571	154	39,521	238,314	225,710	-			
Interest on Arrear Debtor Accounts	1810	12,727	3,370	2,946	5,028	337	1,770	12,979	66,928	106,084	87,042	17			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-			
Other	1900	174,382	63,178	34,330	49,222	41,878	34,657	250,901	1,372,248	2,020,797	1,748,907	2,516			
Total By Income Source	2000	1,540,439	300,647	210,559	186,013	166,617	319,718	989,868	4,383,187	8,097,049	6,045,403	6,691	-		
2015/16 - totals only		1,395,090	250,194	187,583	179,284	179,938	322,888	887,359	3,788,307	7,190,643	5,357,776	4,147	0		
Debtors Age Analysis By Customer Group															
Organs of State	2200	-	-	-	-	-	-	-	-	-	-	-			
Commercial	2300	467,258	89,522	55,836	42,700	34,200	113,176	211,697	1,025,155	2,039,544	1,426,928	1,955			
Households	2400	841,364	141,847	144,209	132,157	87,621	84,427	631,949	2,640,314	4,703,888	3,576,468	4,079			
Other	2500	231,818	69,278	10,513	11,157	44,796	122,115	146,222	717,718	1,353,616	1,042,008	658			
Total By Customer Group	2600	1,540,439	300,647	210,559	186,013	166,617	319,718	989,868	4,383,187	8,097,049	6,045,403	6,691	-		

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

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

Toll City Of Tshwane - Supporting Table 004 Monthly Budget Statement - aged creditors - mo5 September											
Description	NT Code	Budget Year 2016/17								Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year		Total
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	1,081,374								1,081,374	870,862
Bulk Water	0200	199,179								199,179	177,671
PAYE deductions	0300	94,346								94,346	74,734
VAT (output less input)	0400	(112,433)								(112,433)	(54,232)
Pensions / Retirement deductions	0500	104,484								104,484	87,071
Loan repayments	0600	935,565								935,565	183,986
Trade Creditors	0700	153,677								153,677	543,377
Auditor General	0800	–								–	4,029
Other	0900	966,134								966,134	1,362,388
Total By Customer Type	1000	3,422,327	–	–	–	–	–	–	–	3,422,327	3,249,886

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

TSH City Of Tshwane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 September

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
Municipality									
Call Investment deposits < 90 days									
Kny'sna Stocks	24	15y	Stock	31.12.2018	0	0.0%	715	–	715
Sanlam	26	14y	Insurance pol	07.12.2015	–	3.0%	–	–	–
Sanlam	27	14y	Insurance pol	01.01.2016	–	3.0%	–	–	–
Capital Alliance	28	8y	Insurance pol	On selling da	1	2.0%	622	(623)	0
Capital Alliance	29	9y	Insurance pol	On selling da	5	3.0%	1,969	(1,974)	–
ABSA	32	On Call	Money Marke	On call	129	5.2%	29,202	–	29,331
ABSA	33	On Call	Money Marke	On call	45	5.2%	10,233	–	10,279
ABSA	34	On Call	Money Marke	On call	34	5.2%	7,665	–	7,699
ABSA	35	On Call	Money Marke	On call	1	5.2%	169	–	170
Investec Bank	37	On Call	Money Marke	On call	113	5.2%	25,645	–	25,758
Investec Bank	38	On Call	Money Marke	On call	36	5.2%	8,197	–	8,233
Investec Bank	39	On Call	Money Marke	On call	5	5.2%	1,098	–	1,103
Standard Bank	40	On Call	Money Marke	On call	410	5.2%	92,749	–	93,159
Standard Bank	41	On Call	Money Marke	On call	13	5.2%	2,879	–	2,892
Investec Bank	108	On Call	Money Marke	On call	151	6.0%	29,579	–	29,729
RMB	237	On Call	Money Marke	31.10.2011	–	0.0%	–	–	–
STANLIB	106	On Call	Money Marke	On call	–	0.4%	28,197	(20,000)	8,197
ABSA	338	On Call	Short Term	On call	–	0.0%	76,885	459	77,345
Nedbank	341	On Call	Short Term	On call	–	0.0%	50,742	306	51,048
Standard Bank	340	On Call	Short Term	On call	–	5.8%	50,771	296	51,067
ABSA	243	On Call	Short Term	On call	–	0.0%	–	–	–
Nedbank	244	On Call	Short Term	On call	–	0.0%	–	–	–
ABSA	245	On Call	Short Term	On call	–	0.0%	–	–	–
Standard Bank	246	On Call	Sinking Fund	On call	–	0.0%	831,820	57,304	889,125
Nedbank	247	On Call	Short Term	On call	–	0.0%	–	–	–
ABSA	248	On Call	Short Term	On call	–	0.0%	–	–	–
Standard Bank	260	On Call	Short Term	On call	289	5.0%	68,044	–	68,333
Municipality sub-total					1,231		1,317,182	35,769	1,354,182
TOTAL INVESTMENTS AND INTEREST	2				1,231		1,317,182	35,769	1,354,182

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

TSH City Of Tshwane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M03 September

City of Tshwane - Supporting Table 000 Monthly Budget Statement - transfers and grant receipts - 30 September									
Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
RECEIPTS:	1,2								
Operating Transfers and Grants									
National Government:		3,298,840	3,646,903	-	1,540,001	1,540,001	(0)	0.0%	3,646,903
EPWP Incentive		31,143	50,247	-	12,561	12,561	-		50,247
Finance Management		3,925	2,875	-	2,875	2,875	-		2,875
Fuel Levy		1,395,849	1,440,100	-	480,033	480,033	(0)	0.0%	1,440,100
Integrated City Development Grant		39,702	42,652	-	21,326	21,326	-		42,652
Local Government Equitable Share		1,654,390	1,864,838	-	777,015	777,015	-		1,864,838
Municipal Disaster Recovery Grant	3	-	-	-	-	-	-		-
Municipal Human Settlement Capacity Grant		12,831	-	-	-	-	-		-
Public Transport Network Operations Grant		161,000	200,011	-	200,011	200,011	-		200,011
Urban Settlement Development Grant		-	46,180	-	46,180	46,180	-		46,180
Provincial Government:		206,894	329,573	7,589	240,762	205,238	35,525	17.3%	329,573
Emergency Medical Services		59,687	62,850	-	25,140	25,140	-		62,850
HIV and Aids Grant		11,948	12,649	7,589	7,589	7,589	-		12,649
HSDG (Top Structure)		86,656	203,033	-	203,033	149,778	53,255	35.6%	203,033
Primary Health Care	4	42,085	44,325	-	-	17,730	(17,730)	-100.0%	44,325
Research & Tecnology Development Services		893	-	-	-	-	-		-
Sport & Recreation: Community Libraries		5,625	6,716	-	5,000	5,000	-		6,716
Other grant providers:		359,222	263,847	26,778	92,963	63,200	29,762	47.1%	263,847
Broadband/Wifi DTPS		8,850	-	-	-	-	-		-
Housing Company Tshwane		19,761	36,757	1,070	3,643	7,109	(3,466)	-48.7%	36,757
LG SETA Discretionary Grant		-	-	-	-	-	-		-
Sandspruit		270,575	172,940	25,708	75,782	44,171	31,611	71.6%	172,940
TEDA		60,036	54,150	-	13,537	11,921	1,616	13.6%	54,150
Total Operating Transfers and Grants	5	3,864,956	4,240,323	34,367	1,873,726	1,808,440	65,286	3.6%	4,240,323
Capital Transfers and Grants									
National Government:		2,378,161	2,331,654	5,358	321,304	321,304	-		2,331,654
Energy Efficiency & Demand Side Management		7,000	-	-	-	-	-		-
Finance Management		250	-	-	-	-	-		-
Integrated National Electricity Programme		37,000	40,000	5,358	8,323	8,323	-		40,000
Neighbourhood Development Partnership		62,619	48,500	-	13,800	13,800	-		48,500
Public Transport Network Operations Grant		770,609	750,000	-	37,494	37,494	-		750,000
Urban Settlement Development Grant		1,500,683	1,493,154	-	261,687	261,687	-		1,493,154
Provincial Government:		30,551	26,284	-	9,670	9,670	-		26,284
Gautrans		-	-	-	-	-	-		-
Social Infrastructure Grant		23,000	21,000	-	5,670	5,670	-		21,000
Sport and Recreation: Community Libraries		7,551	5,284	-	4,000	4,000	-		5,284
Other grant providers:		1,388	200	-	-	-	-		200
Housing Delft Grant		-	-	-	-	-	-		-
LG SETA Discretionary Grant		-	-	-	-	-	-		-
Smart Connect Grant		1,388	200	-	-	-	-		200
Total Capital Transfers and Grants	5	2,410,100	2,358,138	5,358	330,974	330,974	-		2,358,138
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	6,275,056	6,598,461	39,725	2,204,700	2,139,413	65,286	3.1%	6,598,461

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

TSH City Of Tshwane - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M03 September

City of Tshwane - Supporting Table 05 (1) Monthly Budget Statement - transfers and grant expenditure - 30 September									
Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
EXPENDITURE									
Operating expenditure of Transfers and Grants									
National Government:		3,260,168	3,646,903	35,312	1,303,420	1,205,337	98,083	8.1%	3,646,903
EPWP Incentive		31,143	50,247	12,561	12,561	20,099	(7,538)	-37.5%	50,247
Finance Management		3,902	2,875	393	1,196	719	477	66.3%	2,875
Fuel Levy		1,395,849	1,440,100	-	480,033	480,033	-		1,440,100
Integrated City Development Grant		10,225	42,652	-	-	21,326	(21,326)	-100.0%	42,652
Local Government Equitable Share		1,654,389	1,864,838	-	777,015	621,613	155,402	25.0%	1,864,838
Municipal Disaster Recovery Grant		-	-	-	-	-	-		-
Municipal Human Settlement Capacity Grant		4,401	-	-	-	-	-		-
Public Transport Network Operations Grant		160,259	200,011	22,358	23,379	50,003	(26,623)	-53.2%	200,011
Urban Settlement Development Grant		-	46,180	-	9,236	11,545	(2,309)	-20.0%	46,180
Provincial Government:		192,289	329,573	2,937	37,398	105,248	(67,850)	-64.5%	329,573
Emergency Medical Services		59,687	62,850	-	25,140	25,140	-		62,850
HIV and Aids Grant		11,948	12,649	2,787	2,787	7,590	(4,803)	-63.3%	12,649
HSDG (Top Structure)		73,772	203,033	-	9,030	50,758	(41,728)	-82.2%	203,033
Primary Health Care		42,085	44,325	-	-	17,730	(17,730)	-100.0%	44,325
Research & Tecnology Development Services		369	-	-	-	-	-		-
Sport & Recreation: Community Libraries		4,429	6,716	150	441	4,030	(3,589)	-89.1%	6,716
Other grant providers:		358,135	263,847	27,864	94,049	63,200	30,849	48.8%	263,847
Broadband/Wifi DTPS		7,763	-	1,087	1,087	-	1,087	#DIV/0!	-
Housing Company Tshwane		19,761	36,757	1,070	3,643	7,109	(3,466)	-48.7%	36,757
LG SETA Discretionary Grant		-	-	-	-	-	-		-
Sandspruit		270,575	172,940	25,708	75,782	44,171	31,611	71.6%	172,940
TEDA		60,036	54,150	-	13,537	11,921	1,616	13.6%	54,150
Total operating expenditure of Transfers and Grants:		3,810,593	4,240,323	66,113	1,434,867	1,373,785	61,082	4.4%	4,240,323
Capital expenditure of Transfers and Grants									
National Government:		2,194,753	2,331,654	135,677	215,464	539,972	(324,508)	-60.1%	2,331,654
Energy Efficiency & Demand Side Management		-	-	-	-	-	-		-
Finance Management		157	-	-	-	-	-		-
Integrated National Electricity Programme		36,801	40,000	3,635	3,635	10,000	(6,365)	-63.6%	40,000
Neighbourhood Development Partnership		62,619	48,500	-	-	12,125	(12,125)	-100.0%	48,500
Public Transport Network Operations Grant		471,556	750,000	48,134	49,111	180,762	(131,651)	-72.8%	750,000
Urban Settlement Development Grant		1,623,621	1,493,154	83,908	162,718	337,085	(174,367)	-51.7%	1,493,154
Provincial Government:		39,273	38,355	1,818	1,818	9,668	(7,850)	-81.2%	38,355
Gautrans		-	12,071	-	-	3,018	(3,018)	-100.0%	12,071
Social Infrastructure Grant		33,000	21,000	1,818	1,818	6,650	(4,832)	-72.7%	21,000
Sport and Recreation: Community Libraries		6,273	5,284	-	-	-	-		5,284
Other grant providers:		1,773	200	-	-	200	(200)	-100.0%	200
Housing Delft Grant		-	-	-	-	-	-		-
LG SETA Discretionary Grant		-	-	-	-	-	-		-
Smart Connect Grant		1,773	200	-	-	200	(200)	-100.0%	200
Total capital expenditure of Transfers and Grants		2,235,800	2,370,209	137,494	217,282	549,840	(332,558)	-60.5%	2,370,209
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		6,046,393	6,610,532	203,608	1,652,149	1,923,625	(271,476)	-14.1%	6,610,532

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

TSH City Of Tshwane - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M03 September

Description	Ref	Budget Year 2016/17				
		Approved Rollover 2015/16	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
<u>EXPENDITURE</u>						
<u>Operating expenditure of Approved Roll-overs</u>						
National Government:		-	-	-	-	
EPWP Incentive					-	
Finance Management					-	
Fuel Levy					-	
Integrated City Development Grant					-	
Local Government Equitable Share					-	
Municipal Disaster Recovery Grant					-	
Municipal Human Settlement Capacity Grant					-	
Public Transport Network Operations Grant					-	
Urban Settlement Development Grant					-	
Provincial Government:		-	-	-	-	
Emergency Medical Services					-	
HIV and Aids Grant					-	
HSDG (Top Structure)					-	
Primary Health Care					-	
Research & Technology Development Services					-	
Sport & Recreation: Community Libraries					-	
Other grant providers:		-	-	-	-	
Broadband/Wifi DTPS					-	
Housing Company Tshwane					-	
LG SETA Discretionary Grant					-	
Sandspruit					-	
TEDA					-	
Total operating expenditure of Approved Roll-overs		-	-	-	-	
<u>Capital expenditure of Approved Roll-overs</u>						
National Government:		-	-	-	-	
Energy Efficiency & Demand Side Management					-	
Finance Management					-	
Integrated National Electricity Programme					-	
Neighbourhood Development Partnership					-	
Public Transport Network Operations Grant					-	
Urban Settlement Development Grant					-	
Provincial Government:		-	-	-	-	
Gautrans					-	
Social Infrastructure Grant					-	
Sport and Recreation: Community Libraries					-	
Other grant providers:		-	-	-	-	
Housing Delft Grant					-	
LG SETA Discretionary Grant					-	
Smart Connect Grant					-	
Total capital expenditure of Approved Roll-overs		-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		-	-	-	-	

Note: No rollovers have yet been approved.

(i) Table SC8: Monthly Budget Statement – Councillor and staff benefits

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

Summary of Employee and Councillor remuneration	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
	1	A	B						D
<u>Councillors (Political Office Bearers plus Other)</u>									
Basic Salaries and Wages		109,968	117,967	16,698	27,040	29,492	(2,451)	-8%	117,967
Other benefits and allowances		2,475	2,500	–	–	625	(625)	-100%	2,500
Sub Total - Councillors		112,443	120,467	16,698	27,040	30,117	(3,076)	-10%	120,467
% increase	4		7.1%						7.1%
<u>Senior Managers of the Municipality</u>									
Basic Salaries and Wages		53,595	59,748	3,491	11,350	14,937	(3,587)	-24%	59,748
Cellphone Allowance		601	732	41	130	183	(54)	-29%	732
Sub Total - Senior Managers of Municipality		54,196	60,480	3,532	11,479	15,120	(3,641)	-24%	60,480
% increase	4		11.6%						11.6%
<u>Other Municipal Staff</u>									
Basic Salaries and Wages		4,501,526	4,894,527	388,286	1,229,495	1,136,176	93,319	8%	4,894,527
Pension and UIF Contributions		1,239,963	1,171,204	92,903	278,521	292,347	(13,827)	-5%	1,171,204
Medical Aid Contributions		415,154	417,710	37,042	111,260	104,653	6,606	6%	417,710
Overtime		371,580	212,189	37,162	98,241	62,241	36,000	58%	212,189
Performance Bonus		313	419	37	101	105	(4)	-4%	419
Motor Vehicle Allowance		303,286	334,721	25,768	76,876	83,756	(6,880)	-8%	334,721
Cellphone Allowance		17,782	22,946	1,345	4,159	5,647	(1,488)	-26%	22,946
Housing Allowances		35,179	26,129	3,394	10,170	7,421	2,749	37%	26,129
Other benefits and allowances		317,097	342,493	29,400	87,825	87,281	544	1%	342,493
Post-retirement benefit obligations		–	203,073	–	–	48,768	(48,768)	-100%	203,073
Sub Total - Other Municipal Staff		7,201,879	7,625,411	615,338	1,896,647	1,828,395	68,252	4%	7,625,411
% increase	4		5.9%						5.9%
Total Parent Municipality		7,368,518	7,806,358	635,568	1,935,167	1,873,632	61,535	3%	7,806,358
Unpaid salary, allowances & benefits in arrears:									
<u>Board Members of Entities</u>									
Board Fees		4,199	5,368	390	1,129	1,236	(107)	-9%	5,368
Sub Total - Board Members of Entities		4,199	5,368	390	1,129	1,236	(107)	-9%	5,368
% increase	4		27.8%						27.8%
<u>Senior Managers of Entities</u>									
Basic Salaries and Wages		23,282	27,353	2,031	6,299	5,192	1,107	21%	27,353
Pension and UIF Contributions		2,094	1,934	105	340	485	(145)	-30%	1,934
Medical Aid Contributions		942	1,233	73	225	310	(85)	-27%	1,233
Performance Bonus		129	643	–	–	160	(160)	-100%	643
Motor Vehicle Allowance		2,471	3,713	202	621	932	(311)	-33%	3,713
Cellphone Allowance		338	214	32	96	54	43	80%	214
Housing Allowances		317	360	21	66	90	(24)	-26%	360
Other benefits and allowances		446	601	15	45	152	(107)	-70%	601
Sub Total - Senior Managers of Entities		30,019	36,052	2,478	7,693	7,375	318	4%	36,052
% increase	4		20.1%						20.1%
<u>Other Staff of Entities</u>									
Basic Salaries and Wages		66,535	82,127	5,924	17,797	19,719	(1,922)	-10%	82,127
Pension and UIF Contributions		9,953	13,760	989	2,964	3,442	(479)	-14%	13,760
Medical Aid Contributions		8,993	10,714	781	2,355	2,681	(326)	-12%	10,714
Overtime		2,380	2,484	284	983	620	363	59%	2,484
Performance Bonus		–	4,875	–	–	1,217	(1,217)	-100%	4,875
Motor Vehicle Allowance		6,057	6,606	550	1,605	1,649	(44)	-3%	6,606
Cellphone Allowance		480	426	42	126	106	20	19%	426
Housing Allowances		2,967	3,527	292	874	880	(6)	-1%	3,527
Other benefits and allowances		2,237	2,385	237	815	598	217	36%	2,385
Sub Total - Other Staff of Entities		99,603	126,903	9,098	27,519	30,912	(3,393)	-11%	126,903
% increase	4		27.4%						27.4%
Total Municipal Entities		133,821	168,323	11,966	36,341	39,522	(3,182)	-8%	168,323
TOTAL SALARY, ALLOWANCES & BENEFITS		7,502,339	7,974,681	647,533	1,971,508	1,913,154	58,353	3%	7,974,681
% increase	4		6.3%						6.3%
TOTAL MANAGERS AND STAFF		7,385,697	7,848,847	630,446	1,943,339	1,881,802	61,537	3%	7,848,847

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

TSH City Of Tshwane - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M03 September

Description	Ref	Budget Year 2016/17			2016/17 Medium Term Revenue & Expenditure Framework		
		Sept Outcome	Sept Actual	Sept Variance	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands	1						
<u>Cash Receipts By Source</u>							
Property rates		461,438	510,180	48,742	5,533,559	6,032,645	6,516,106
Service charges - electricity revenue		965,362	932,818	(32,544)	10,905,836	11,832,832	12,720,295
Service charges - water revenue		299,903	295,043	(4,859)	3,835,403	4,262,897	4,695,908
Service charges - sanitation revenue		75,288	73,391	(1,897)	911,637	1,012,764	1,115,309
Service charges - refuse		92,871	109,880	17,009	1,157,175	1,262,165	1,363,811
Service charges - other		15,294	–	(15,294)	201,177	213,650	226,256
Rental of facilities and equipment		10,708	8,396	(2,311)	129,430	143,487	160,846
Interest earned - external investments		3,535	7,823	4,288	42,417	45,020	40,194
Interest earned - outstanding debtors		17,018	46,208	29,190	204,214	217,550	231,141
Fines		16,555	58,508	41,953	198,658	210,975	223,423
Licences and permits		5,047	4,378	(669)	60,564	64,319	68,114
Agency services		–	–	–	2,878	12,502	24,500
Transfer receipts - operating		53,312	7,589	(45,723)	4,240,323	4,338,748	4,687,079
Other revenue		149,484	66,293	(83,191)	1,795,964	953,970	1,043,691
Cash Receipts by Source		2,165,814	2,120,507	(45,307)	29,219,235	30,603,525	33,116,670
<u>Other Cash Flows by Source</u>							
Transfer receipts - capital		197,517	5,358	(192,159)	2,370,209	2,449,064	2,532,510
Contributions & Contributed assets		–	13,419	13,419	–	–	–
Proceeds on disposal of PPE		–	(1,890)	(1,890)	–	–	–
Short term loans		–	1,450,000	1,450,000	–	–	–
Borrowing long term/refinancing		126,200	–	(126,200)	1,000,000	1,000,000	1,000,000
Increase in consumer deposits		607	1,840	1,233	7,366	7,509	7,655
Receipt of non-current debtors		(20,131)	(145,661)	(125,530)	(241,572)	(251,558)	(262,137)
Receipt of non-current receivables		230	(28,633)	(28,863)	2,759	(4,922)	(5,303)
Change in non-current investments		(25,249)	32	25,281	(302,991)	(31,376)	28,328
Total Cash Receipts by Source		2,444,988	3,414,973	969,984	32,055,005	33,772,242	36,417,722
<u>Cash Payments by Type</u>							
Employee related costs		605,127	628,926	23,798	7,614,468	8,073,533	8,565,420
Remuneration of councillors		10,416	17,087	6,672	125,328	133,060	141,390
Interest paid		84,608	111,146	26,538	1,057,999	1,114,849	1,088,808
Bulk purchases - Electricity		624,618	945,737	321,119	7,495,422	8,132,114	8,741,714
Bulk purchases - Water & Sewer		203,452	192,721	(10,731)	2,461,604	2,731,800	3,001,741
Other materials		22,379	14,863	(7,516)	283,962	301,535	320,296
Contracted services		214,030	151,824	(62,206)	2,657,237	2,926,415	3,168,402
Grants and subsidies paid - other		24,005	13,246	(10,759)	288,055	284,074	290,591
General expenses		481,767	229,357	(252,410)	3,912,758	3,898,474	4,097,336
Cash Payments by Type		2,270,402	2,304,907	34,504	25,896,832	27,595,853	29,415,698
<u>Other Cash Flows/Payments by Type</u>							
Capital assets		361,238	152,136	(209,102)	4,339,234	3,598,863	3,872,759
Repayment of borrowing		58,507	930,495	871,988	702,083	815,838	815,838
Total Cash Payments by Type		2,690,147	3,387,538	697,391	30,938,150	32,010,555	34,104,295
NET INCREASE/(DECREASE) IN CASH HELD		(245,159)	27,435	272,594	1,116,856	1,761,688	2,313,426
Cash/cash equivalents at the month/year beginning:		2,596,007	1,398,301		2,012,796	3,129,652	4,891,340
Cash/cash equivalents at the month/year end:		2,350,848	1,425,736	272,594	3,129,652	4,891,340	7,204,766

(k) Table SC10: Monthly Budget Statement – Parent municipality financial performance (revenue and expenditure)

TSH City Of Tshwane - Supporting Table SC10 Monthly Budget Statement - Parent Municipality Financial Performance (revenue and expenditure) - M03 September

Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
Revenue By Source									
Property rates		5,384,019	5,764,124	510,180	1,475,960	1,385,916	90,044	6%	5,764,124
Service charges - electricity revenue		9,340,209	11,360,246	924,986	3,676,726	2,991,134	685,592	23%	11,360,246
Service charges - water revenue		3,226,514	3,815,498	276,634	777,878	870,791	(92,913)	-11%	3,815,498
Service charges - sanitation revenue		760,693	894,777	70,328	200,723	214,512	(13,789)	-6%	894,777
Service charges - refuse revenue		1,128,046	1,205,390	109,438	312,838	290,487	22,350	8%	1,205,390
Service charges - other		232,687	209,560	13,760	72,375	49,750	22,625	45%	209,560
Rental of facilities and equipment		131,388	127,397	7,946	25,865	31,849	(5,984)	-19%	127,397
Interest earned - external investments		56,000	41,895	7,752	19,833	10,474	9,359	89%	41,895
Interest earned - outstanding debtors		361,055	187,512	41,313	116,795	46,878	69,917	149%	187,512
Fines		160,585	198,658	58,508	58,995	49,665	9,330	19%	198,658
Licences and permits		48,743	60,564	4,378	8,922	15,141	(6,219)	-41%	60,564
Transfers recognised - operational		3,516,826	3,976,476	39,336	1,332,668	1,310,585	22,084	2%	3,976,476
Other revenue		755,809	1,736,142	69,076	185,698	419,667	(233,969)	-56%	1,736,142
Gains on disposal of PPE		165,263	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contribution)		25,267,839	29,578,240	2,133,636	8,265,276	7,686,848	578,427	8%	29,578,240
Expenditure By Type									
Employee related costs		7,240,936	7,459,140	616,741	1,902,579	1,788,394	114,186	6%	7,459,140
Remuneration of councillors		112,443	120,467	16,698	27,040	30,117	(3,076)	-10%	120,467
Debt impairment		987,510	849,492	70,791	212,373	212,373	–	–	849,492
Depreciation & asset impairment		1,416,448	1,254,567	120,928	321,941	313,642	8,299	3%	1,254,567
Finance charges		1,136,967	1,057,638	111,114	123,993	253,732	(129,739)	-51%	1,057,638
Bulk purchases		8,808,849	9,748,736	1,120,456	2,470,783	2,432,469	38,314	2%	9,748,736
Other materials		228,674	272,961	14,687	39,624	82,532	(42,907)	-52%	272,961
Contracted services		3,119,283	2,673,690	150,587	465,432	828,204	(362,772)	-44%	2,673,690
Transfers and grants		394,349	288,055	13,246	(243,755)	72,014	(315,768)	-438%	288,055
Other expenditure		3,844,269	3,922,825	153,946	684,168	1,153,803	(469,635)	-41%	3,922,825
Loss on disposal of PPE		13,098	1	(808)	(686)	0	(686)	-275613%	1
Total Expenditure		27,302,826	27,647,570	2,388,385	6,003,493	7,167,278	(1,163,785)	-16%	27,647,570
Surplus/(Deficit)		(2,034,987)	1,930,670	(254,749)	2,261,783	519,570	1,742,213	335%	1,930,670
Transfers recognised - capital		2,452,210	2,370,209	137,494	216,305	592,552	(376,248)	-63%	2,370,209
Surplus/(Deficit) after capital transfers & contributions		417,223	4,300,879	(117,254)	2,478,088	1,112,123	1,365,965	123%	4,300,879
Surplus/(Deficit) after taxation		417,223	4,300,879	(117,254)	2,478,088	1,112,123	1,365,965	123%	4,300,879

(l) Table SC11: Monthly Budget Statement – Summary of municipal entities

TSH City Of Tshwane - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M03 September

Summary of municipal entities - 30 September									
Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<u>Revenue By Municipal Entity</u>									
Housing Company Tshwane		23,906	45,863	1,561	5,089	9,168	(4,079)	-44%	45,863
Sandspruit Works Association		593,037	521,135	46,607	129,940	131,585	(1,645)	-1%	521,135
Tshwane Economic Development Agency		65,937	64,631	46	13,618	16,157	(2,539)	-16%	64,631
Total Operating Revenue	1	682,880	631,629	48,214	148,647	156,910	(8,263)	-5%	631,629
<u>Expenditure By Municipal Entity</u>									
Housing Company Tshwane		37,416	49,114	1,059	3,603	21,745	(18,142)	-83%	49,114
Sandspruit Works Association		588,270	521,135	45,813	126,503	129,507	(3,004)	-2%	521,135
Tshwane Economic Development Agency		61,210	64,131	3,603	10,415	17,390	(6,975)	-40%	64,131
Total Operating Expenditure	2	686,896	634,380	50,476	140,521	168,642	(28,121)	-17%	634,380
Surplus/ (Deficit) for the yr/period		(4,016)	(2,751)	(2,262)	8,126	(11,732)	(36,384)	310%	(2,751)
<u>Capital Expenditure By Municipal Entity</u>									
Housing Company Tshwane		260	41,304	–	204	930	(726)	-78%	41,304
Sandspruit Works Association		1,253	7,300	–	53	600	(547)	-91%	7,300
Tshwane Economic Development Agency		470	5,923	–	–	–	–		5,923
Total Capital Expenditure	3	1,984	54,528	–	257	1,530	(1,273)	-83%	54,528

(m) Table SC12: Consolidated Monthly Budget Statement – Capital expenditure trend

TSH City Of Tshwane - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M03 September

Month	2015/16	Budget Year 2016/17						
	Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands								
<u>Monthly expenditure performance trend</u>								
July	55,244	285,097	124	124	285,097	284,973	100.0%	0.003%
August	114,501	344,750	128,494	128,619	629,847	501,228	79.6%	2.9%
September	216,442	416,994	152,136	280,755	1,046,842	766,087	73.2%	6.3%
October	281,690	366,991			1,413,832	–		
November	430,224	384,023			1,797,855	–		
December	356,854	399,243			2,197,098	–		
January	118,180	373,789			2,570,887	–		
February	280,719	367,045			2,937,932	–		
March	244,613	406,345			3,344,277	–		
April	361,269	353,507			3,697,785	–		
May	703,503	424,567			4,122,352	–		
June	805,355	342,857			4,465,209	–		
Total Capital expenditure	3,968,594	4,465,209	280,755					

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

TSH City Of Tshwane - Supporting Table SC13a Consolidated Monthly Budget Statement - capital expenditure on new assets by asset class - M03 September

Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
Capital expenditure on new assets by Asset Class/Sub-class									
Infrastructure		1,680,103	2,655,486	85,181	137,001	671,149	534,148	79.6%	2,655,486
Infrastructure - Road transport		1,347,676	1,155,536	85,181	137,001	280,122	143,121	51.1%	1,155,536
Roads, Pavements & Bridges		901,901	769,450	54,243	65,540	185,624	120,084	64.7%	769,450
Storm water		445,776	386,086	30,938	71,461	94,498	23,037	24.4%	386,086
Infrastructure - Electricity		100,016	1,126,000	–	–	284,616	284,616	100.0%	1,126,000
Generation		99,069	176,000	–	–	47,116	47,116	100.0%	176,000
Transmission & Reticulation		948	950,000	–	–	237,500	237,500	100.0%	950,000
Infrastructure - Water		39,032	68,000	–	–	13,303	13,303	100.0%	68,000
Dams & Reservoirs		39,032	66,000	–	–	12,803	12,803	100.0%	66,000
Reticulation		–	2,000	–	–	500	500	100.0%	2,000
Infrastructure - Other		193,378	305,950	–	–	93,107	93,107	100.0%	305,950
Waste Management		4,998	–	–	–	–	–		–
Transportation		2,598	16,500	–	–	4,125	4,125	100.0%	16,500
Other		185,782	289,450	–	–	88,982	88,982	100.0%	289,450
Community		172,432	195,400	2,647	25,770	40,091	14,321	35.7%	195,400
Sportsfields & stadia		38,946	103,000	561	17,115	26,400	9,285	35.2%	103,000
Libraries		8,954	10,000	2	4,282	3,000	(1,282)	-42.7%	10,000
Recreational facilities		9,844	–	–	–	–	–		–
Security and policing		8,852	30,000	–	–	–	–		30,000
Clinics		83,526	50,900	2,083	4,373	9,191	4,818	52.4%	50,900
Cemeteries		22,310	1,500	–	–	1,500	1,500	100.0%	1,500
Investment properties		8,937	64,259	4,330	4,330	6,553	2,222	33.9%	64,259
Housing development		–	10,259	–	–	513	513	100.0%	10,259
Other		8,937	54,000	4,330	4,330	6,040	1,709	28.3%	54,000
Other assets		24,500	15,784	336	336	1,139	802	70.5%	15,784
General vehicles		–	–	–	–	–	–		–
Specialised vehicles		–	–	–	–	–	–		–
Furniture and other office equipment		16,472	10,284	336	336	–	(336)		10,284
Markets		5,344	5,500	–	–	1,139	1,139	100.0%	5,500
Other		2,684	–	–	–	–	–		–
Intangibles		129,907	50,200	–	15,570	7,200	(8,370)	-116.3%	50,200
Computers - software & programming		129,907	50,200	–	15,570	7,200	(8,370)	-116.3%	50,200
Total Capital Expenditure on new assets	1	2,015,879	2,981,128	92,494	183,008	726,131	543,123	74.8%	2,981,128

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

TSH City Of Tshwane - Supporting Table SC13b Consolidated Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M03 September

Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
Capital expenditure on renewal of existing assets by Asset Class/Sub-class									
Infrastructure		894,869	743,735	13,621	42,299	160,163	117,864	73.6%	743,735
Infrastructure - Road transport		63,502	15,473	–	–	3,868	3,868	100.0%	15,473
Roads, Pavements & Bridges		62,519	12,071	–	–	3,018	3,018	100.0%	12,071
Storm water		984	3,402	–	–	850	850	100.0%	3,402
Infrastructure - Electricity		330,968	302,665	11,174	38,596	71,393	32,797	45.9%	302,665
Generation		220,540	241,665	7,527	34,238	57,616	23,378	40.6%	241,665
Transmission & Reticulation		42,835	61,000	3,648	4,358	13,777	9,419	68.4%	61,000
Street Lighting		67,593	–	–	–	–	–		–
Infrastructure - Water		402,166	255,500	2,447	2,447	46,885	44,438	94.8%	255,500
Reticulation		402,166	255,500	2,447	2,447	46,885	44,438	94.8%	255,500
Infrastructure - Sanitation		51,202	60,000	–	–	1,250	1,250	100.0%	60,000
Reticulation		46,785	55,000	–	–	–	–		55,000
Sewerage purification		4,417	5,000	–	–	1,250	1,250	100.0%	5,000
Infrastructure - Other		47,032	110,097	–	1,256	36,767	35,511	96.6%	110,097
Waste Management		11,996	21,000	–	–	6,993	6,993	100.0%	21,000
Transportation		35,036	59,097	–	1,256	14,774	13,518	91.5%	59,097
Other		–	30,000	–	–	15,000	15,000	100.0%	30,000
Community		108,646	55,500	–	420	12,125	11,705	96.5%	55,500
Parks & gardens		34,499	–	–	–	–	–		–
Fire, safety & emergency		1,940	5,000	–	420	–	(420)		5,000
Clinics		2,699	–	–	–	–	–		–
Cemeteries		6,890	2,000	–	–	–	–		2,000
Other		62,619	48,500	–	–	12,125	12,125	100.0%	48,500
Investment properties		834,290	534,845	42,039	42,039	115,517	73,478	63.6%	534,845
Housing development		829,300	527,445	42,039	42,039	114,037	71,998	63.1%	527,445
Other		4,990	7,400	–	–	1,480	1,480	100.0%	7,400
Other assets		114,910	150,000	3,981	12,988	32,905	19,917	60.5%	150,000
General vehicles		18,195	–	–	–	–	–		–
Specialised vehicles		–	–	–	–	–	–		–
Plant & equipment		2,326	3,000	–	–	300	300	100.0%	3,000
Computers - hardware/equipment		14,806	20,000	–	2,232	2,000	(232)		20,000
Furniture and other office equipment		16,588	10,000	–	–	2,500	2,500	100.0%	10,000
Other Buildings		28,217	61,500	1,287	6,549	14,680	8,131	55.4%	61,500
Other		34,778	55,500	2,694	4,207	13,425	9,218		55,500
Intangibles		–	–	–	–	–	–		–
Computers - software & programming		–	–	–	–	–	–		–
Other		–	–	–	–	–	–		–
Total Capital Expenditure on renewal of existing ass	1	1,952,715	1,484,080	59,642	97,747	320,710	222,964	69.5%	1,484,080

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

TSH City Of Tshwane - Supporting Table SC13c Consolidated Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 September

Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure		747,581	777,813	35,182	118,782	284,850	166,068	58.3%	777,813
Infrastructure - Road transport		125,594	131,316	1,374	7,159	93,510	86,351	92.3%	131,316
Roads, Pavements & Bridges		107,606	113,036	1,154	6,290	79,835	73,545	92.1%	113,036
Storm water		17,987	18,280	220	869	13,675	12,806	93.6%	18,280
Infrastructure - Electricity		406,974	365,514	19,004	71,519	116,738	45,219	38.7%	365,514
Generation		71,300	70,799	2,083	7,792	17,700	9,907	56.0%	70,799
Transmission & Reticulation		271,891	237,433	13,815	53,907	80,871	26,964	33.3%	237,433
Street Lighting		63,784	57,282	3,106	9,820	18,167	8,347	45.9%	57,282
Infrastructure - Water		135,957	207,798	12,189	33,384	53,808	20,424	38.0%	207,798
Dams & Reservoirs		8,053	8,380	131	1,230	1,597	366	22.9%	8,380
Water purification		12,464	10,669	319	690	2,620	1,929	73.6%	10,669
Reticulation		115,441	188,749	11,738	31,463	49,592	18,128	36.6%	188,749
Infrastructure - Sanitation		60,651	55,141	1,371	3,798	15,138	11,341	74.9%	55,141
Reticulation		22,033	18,490	417	2,012	5,976	3,964	66.3%	18,490
Sewerage purification		38,619	36,652	954	1,786	9,163	7,377		36,652
Infrastructure - Other		18,404	18,044	1,245	2,922	5,655	2,733	48.3%	18,044
Waste Management		18,404	18,044	1,245	2,922	5,655	2,733	48.3%	18,044
Community		236,631	188,375	3,660	8,823	70,278	61,456	87.4%	188,375
Parks & gardens		29,396	33,412	988	2,496	10,190	7,694	75.5%	33,412
Sportsfields & stadia		26	198	-	-	-	-		198
Recreational facilities		12,624	16,342	1,586	2,621	7,101	4,479	63.1%	16,342
Fire, safety & emergency		25,723	23,538	118	1,009	6,055	5,045	83.3%	23,538
Security and policing		33,695	33,466	349	889	24,727	23,838	96.4%	33,466
Buses		5,562	5,077	286	808	1,276	468	36.7%	5,077
Cemeteries		5,882	4,975	57	314	1,254	940	74.9%	4,975
Other		123,723	71,367	276	685	19,676	18,992	96.5%	71,367
Other assets		354,711	438,919	10,523	32,105	150,985	118,880	78.7%	438,919
General vehicles		106,794	157,644	4,628	15,612	39,411	23,799	60.4%	157,644
Specialised vehicles		-	-	-	-	-	-		-
Plant & equipment		35,987	44,647	468	2,384	11,177	8,793	78.7%	44,647
Computers - hardware/equipment		2,799	3,529	(332)	349	884	535	60.5%	3,529
Furniture and other office equipment		15,335	17,509	115	1,677	4,648	2,972	63.9%	17,509
Civic Land and Buildings		1,032	1,488	14	23	894	871	97.5%	1,488
Other Buildings		118,968	125,968	3,880	7,918	58,837	50,919	86.5%	125,968
Other Land		68,213	82,235	760	2,971	33,520	30,550	91.1%	82,235
Other		5,583	5,899	990	1,172	1,613	441	27.3%	5,899
Intangibles		74,308	72,141	7,382	10,304	17,947	7,643	42.6%	72,141
Computers - software & programming		74,308	72,141	7,382	10,304	17,947	7,643	42.6%	72,141
Total Repairs and Maintenance Expenditure		1,413,231	1,477,248	56,747	170,014	524,060	354,046	67.6%	1,477,248

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

TSH City Of Tshwane - Supporting Table SC13d Consolidated Monthly Budget Statement - depreciation by asset class - M03 September

Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1								
<u>Depreciation by Asset Class/Sub-class</u>									
<u>Infrastructure</u>		920,334	957,834	78,639	205,911	249,795	43,884	17.6%	957,834
Infrastructure - Road transport		504,377	329,967	67,797	157,334	85,334	(71,999)	-84.4%	329,967
Roads, Pavements & Bridges		344,698	220,217	43,173	75,267	56,684	(18,583)	-32.8%	220,217
Storm water		159,679	109,750	24,624	82,067	28,651	(53,416)	-186.4%	109,750
Infrastructure - Electricity		154,040	402,570	8,894	44,324	106,975	62,650	58.6%	402,570
Generation		114,233	117,690	5,991	39,320	31,470	(7,849)	-24.9%	117,690
Transmission & Reticulation		15,649	284,880	2,903	5,005	75,504	70,500	93.4%	284,880
Street Lighting		24,159	-	-	-	-	-	-	-
Infrastructure - Water		157,691	91,156	1,948	2,810	18,085	15,275	84.5%	91,156
Dams & Reservoirs		13,950	18,598	-	-	3,847	3,847	100.0%	18,598
Reticulation		143,740	72,558	1,948	2,810	14,238	11,428	80.3%	72,558
Infrastructure - Sanitation		18,300	16,907	-	-	376	376	100.0%	16,907
Reticulation		16,722	15,498	-	-	-	-	-	15,498
Sewerage purification		1,579	1,409	-	-	376	376	100.0%	1,409
Infrastructure - Other		85,926	117,234	-	1,443	39,025	37,583	96.3%	117,234
Waste Management		6,074	5,917	-	-	2,101	2,101	100.0%	5,917
Transportation		13,451	21,302	-	1,443	5,679	4,236	74.6%	21,302
Other		66,401	90,015	-	-	31,245	31,245	100.0%	90,015
<u>Community</u>		100,462	70,699	2,106	30,077	15,690	(14,387)	-91.7%	70,699
Parks & gardens		12,330	-	-	-	-	-	-	-
Sportsfields & stadia		13,920	29,023	447	19,655	7,933	(11,722)	-147.8%	29,023
Libraries		3,200	2,818	2	4,918	901	(4,016)	-445.5%	2,818
Recreational facilities		3,518	-	-	-	-	-	-	-
Fire, safety & emergency		693	1,409	-	482	-	(482)	#DIV/0!	1,409
Security and policing		3,164	8,453	-	-	-	-	-	8,453
Clinics		30,818	14,343	1,658	5,023	2,762	(2,261)	-81.9%	14,343
Cemeteries		10,436	986	-	-	451	451	100.0%	986
Other		22,381	13,666	-	-	3,643	3,643	100.0%	13,666
<u>Investment properties</u>		301,382	168,816	36,906	53,251	36,680	(16,571)	-45.2%	168,816
Housing development		296,404	151,514	33,460	48,278	34,420	(13,858)	-40.3%	151,514
Other		4,978	17,301	3,447	4,973	2,260	(2,713)	-120.1%	17,301
<u>Other assets</u>		49,827	46,715	3,436	15,302	10,229	(5,073)	-49.6%	46,715
General vehicles		6,503	-	-	-	-	-	-	-
Specialised vehicles		-	-	-	-	-	-	-	-
Plant & equipment		831	845	-	-	90	90	100.0%	845
Computers - hardware/equipment		5,292	5,636	-	2,563	601	(1,962)	-326.5%	5,636
Furniture and other office equipment		11,816	5,716	267	386	751	365	48.6%	5,716
Markets		1,910	1,550	-	-	342	342	100.0%	1,550
Other Buildings		10,085	17,329	1,025	7,521	4,411	(3,110)	-70.5%	17,329
Other		13,389	15,639	2,144	4,831	4,034	(797)	-19.8%	15,639
<u>Intangibles</u>		46,431	14,145	-	17,881	2,163	(15,718)	-726.5%	14,145
Computers - software & programming		46,431	14,145	-	17,881	2,163	(15,718)	-726.5%	14,145
Other		-	-	-	-	-	-	-	-
Total Depreciation		1,418,436	1,258,208	121,088	322,422	314,558	(7,864)	-2.5%	1,258,208

(r) Municipal manager's quality certification

QUALITY CERTIFICATE

I, **LINDIWE KWELE**, the Acting City Manager of the City of Tshwane, hereby certify that -

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

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

Print name: **LINDIWE KWELE**

Acting City Manager of the City of Tshwane (TSH)

Signature: _____

Date: _____