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Umar Banda (012 358 8110)  
MAYORAL COMMITTEE: 16 NOVEMBER 2016

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To: The City Manager  
The Executive Mayor

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#### SUBMISSION

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

#### 1. PURPOSE

The purpose of the "in-year" report is to give progress on the performance of the City of Tshwane against the budget for the period ended 31 October 2016.

#### 2. STRATEGIC OBJECTIVE

(Unaltered)

"To improve financial sustainability"

#### 3. BACKGROUND

Section 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" stipulates that specific financial particulars on the implementation of the budget be reported on, ~~and~~ in the format prescribed. This report is therefore aimed hence at this report to meet complying with legislation-legislative compliance.

(Unaltered)

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

Furthermore, section 71 of the MFMA requires that "the accounting officer of a municipality must by no later than **10 working days** after the end of each month submit to the mayor of the municipality, and the relevant national and provincial treasury, a statement in the prescribed format on the state of the municipality's budget reflecting certain particulars for that month and for the financial year up to the end of that month".

For the reporting period ended 31 October 2016, the ten working days' reporting limit expires on **14 November 2016**.

#### 4. DISCUSSION

The overall aim of the “in-year” report is to give progress on the performance of the City of Tshwane against the budget for the period ending 31 October 2016.

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

The attached “in-year” report (Annexure A) provides a high-level analysis as at 31 October 2016 in the legislated format. Material variances will be briefly referred to in this report. Comprehensive explanations will be included in the monthly “corporate financial” report.

The operating revenue, excluding capital transfers and contributions, for the City of Tshwane reflects an unfavourable variance of R15 million or 0,1% against the YTD budget for the period ended 31 October 2016.

The operating expenditure is underspent by R1 249 million or 12,8% less than projected when compared to the YTD budget for the period.

The capital expenditure for the period amounts to R633 million, a variance of R781 million or 55,2%.

The following are impending shortfalls on revenue and overspending expenditure:

- “Water revenue” and “other revenue” – a probability of under recovery
- “Overtime salaries” – a possibility of it exceeding the budgeted amount
- A possible under recovery overall, impacting on the cash flow

#### 5. INTERDEPARTMENTAL AND CLUSTER IMPACT

The Mayoral Committee will be afforded a corporate monthly financial report which will provide comprehensive detail.

#### 6. COMMENTS OF THE GROUP LEGAL COUNSEL

The abovementioned report as such does not call for legal clarification.

#### 7. IMPLICATIONS

- Human resource implications

Not applicable

- Financial implications (budget and value for money)

This report incorporates the financial status for the period ended 31 October 2016. Upon receipt of the statement or report submitted by the Accounting Officer to the Executive Mayor in terms of section 71 of the MFMA, the Executive Mayor is obliged to take certain steps regarding “budgetary control and early identification of financial problems” as determined in section 54 of the MFMA. Furthermore, the Accounting Officer of the Municipality must report in writing to the Municipal Council regarding impending shortfalls, overspending and overdrafts in terms of section 70 of the MFMA.

- Constitution and legal factors

The implication of approval of this report is compliance ~~to~~with the legislative requirements (sections 52(d) and 71 of the MFMA) and NT regulations Government Gazette 32141 of 17 April 2009.

- Communication implications

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

- Previous Mayoral Committee resolutions

Not applicable

## CONCLUSION

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

The operating revenue, excluding capital transfers and contributions, for the City of Tshwane reflects an unfavourable variance of R15 million or 0,1% against the YTD budget for the period ended 31 October 2016.

The operating expenditure is underspent by R1 249 million or 12,8% less than projected when compared to the YTD budget for the period.

The capital expenditure for the period amounts to R633 million, a variance of R781 million or 55,2%.

## ANNEXURES:

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

RECOMMENDED:

That it be recommended to the Mayoral Committee, in compliance with section 71 of the MFMA and in terms of the municipal budget and reporting regulations":

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1. That the contents of the report be noted.
2. That this statement be submitted to the National Treasury and Provincial Treasury, in both ~~a~~ signed ~~\_~~document format and electronic format.

REPORT – FLOW COMPLIANCE CHECK

FILE: F1/5/2

INITIATOR: Umar Banda (012 358 8110)/NM Mokete (012 358 3625)

HEADING (INCLUSIVE OF NAME OF DIVISION/DEPARTMENT):

GROUP FINANCIAL SERVICES DEPARTMENT

MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): IN-YEAR FINANCIAL REPORT (MONTHLY BUDGET STATEMENT) FOR THE PERIOD ENDING 31 OCTOBER 2016

REPORT CHECKED AND PASSED FOR SUBMISSION TO:

	Comprehensiveness (facts, comments, recommendations and annexures) (v)	Correctness (v)	Quality (v)
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 AND 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 THIBE 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: .....			

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ANNEXURE A



# **IN-YEAR REPORT**

**BUDGET YEAR: 2016/17**

**REPORTING PERIOD: M04 OCTOBER 2016**

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## PART 1: IN-YEAR REPORT

### 1.1 ~~m~~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

It is recommended to the Mayoral Committee ~~that~~, in compliance with section 71 of the MFMA and in terms of the municipal budget and reporting regulations:

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

### 1.3 Executive ~~s~~Summary

The financial results of the City of Tshwane for the period ended 31 October 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 funds sources
- Financial position
- Cash flows
- Debtor and creditor analysis

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

TSH City Of Tshwane - Table C1 Consolidated Monthly Budget Statement Summary - M04 October

Description	2015/16	Budget Year 2016/17						
	Unaudited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	Full Year Forecast
<b>R thousands</b>								
<b>Financial Performance</b>								
Property rates	5,384,019	5,764,124	–	445,600	1,921,560	1,873,237	48,322	5,764,124
Service charges	14,688,150	17,719,923	–	1,189,087	6,269,002	6,042,111	226,891	17,719,923
Investment revenue	56,000	43,089	–	7,217	27,156	14,403	12,754	43,089
Transfers recognised - operational	3,516,826	4,240,323	–	47,559	1,473,189	1,513,870	(40,681)	4,240,323
Other own revenue	1,859,436	2,442,410	–	119,593	532,071	794,339	(262,268)	2,442,410
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>25,504,431</b>	<b>30,209,869</b>	<b>–</b>	<b>1,809,056</b>	<b>10,222,978</b>	<b>10,237,960</b>	<b>(14,982)</b>	<b>30,209,869</b>
Employee costs	7,373,112	7,622,096	–	639,591	2,577,248	2,437,529	139,719	7,622,096
Remuneration of Councillors	115,259	125,834	–	9,687	37,856	41,823	(3,967)	125,834
Depreciation & asset impairment	1,418,436	1,258,208	–	108,690	431,113	419,366	11,747	1,258,208
Finance charges	1,137,297	1,057,982	–	69,493	193,579	338,431	(144,852)	1,057,982
Materials and bulk purchases	9,037,782	10,240,550	–	750,682	3,317,480	3,438,673	(121,192)	10,240,550
Transfers and grants	326,791	288,055	–	4,986	(238,769)	96,018	(334,787)	288,055
Other expenditure	8,133,707	7,689,226	–	771,113	2,179,749	2,975,914	(796,166)	7,689,226
<b>Total Expenditure</b>	<b>27,542,384</b>	<b>28,281,950</b>	<b>–</b>	<b>2,354,243</b>	<b>8,498,257</b>	<b>9,747,754</b>	<b>(1,249,498)</b>	<b>28,281,950</b>
<b>Surplus/(Deficit)</b>	<b>(2,037,953)</b>	<b>1,927,919</b>	<b>–</b>	<b>(545,187)</b>	<b>1,724,722</b>	<b>490,206</b>	<b>1,234,516</b>	<b>252%</b>
Transfers recognised - capital	2,452,210	2,370,209	–	176,301	392,606	790,070	(397,463)	2,370,209
Contributions & Contributed assets	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>414,257</b>	<b>4,298,127</b>	<b>–</b>	<b>(368,886)</b>	<b>2,117,328</b>	<b>1,280,276</b>	<b>837,052</b>	<b>65%</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>414,257</b>	<b>4,298,127</b>	<b>–</b>	<b>(368,886)</b>	<b>2,117,328</b>	<b>1,280,276</b>	<b>837,052</b>	<b>65%</b>
<b>Capital expenditure &amp; funds sources</b>								
<b>Capital expenditure</b>	<b>3,968,594</b>	<b>4,465,209</b>	<b>–</b>	<b>352,182</b>	<b>632,937</b>	<b>1,413,832</b>	<b>(780,895)</b>	<b>-55%</b>
Capital transfers recognised	2,452,210	2,370,209	–	307,246	524,528	770,725	(246,198)	2,370,209
Public contributions & donations	155,127	110,000	–	9,688	14,046	28,158	(14,112)	110,000
Borrowing	1,194,839	1,000,000	–	35,262	94,041	288,949	(194,909)	1,000,000
Internally generated funds	166,418	985,000	–	(13)	323	326,000	(325,677)	985,000
<b>Total sources of capital funds</b>	<b>3,968,594</b>	<b>4,465,209</b>	<b>–</b>	<b>352,182</b>	<b>632,937</b>	<b>1,413,832</b>	<b>(780,895)</b>	<b>-55%</b>
<b>Financial position</b>								
Total current assets	5,510,890	7,720,990	–	–	5,084,063	–	–	7,720,990
Total non current assets	36,565,903	41,070,534	–	–	36,733,036	–	–	41,070,534
Total current liabilities	8,991,902	6,865,941	–	–	5,776,093	–	–	6,865,941
Total non current liabilities	14,217,384	15,518,491	–	–	15,100,437	–	–	15,518,491
<b>Community wealth/Equity</b>	<b>18,867,507</b>	<b>26,407,092</b>	<b>–</b>	<b>–</b>	<b>20,940,569</b>	<b>–</b>	<b>–</b>	<b>26,407,092</b>
<b>Cash flows</b>								
Net cash from (used) operating	3,175,968	5,692,612	–	277,708	(1,244,118)	1,843,305	3,087,423	5,692,612
Net cash from (used) investing	(3,297,106)	(4,881,039)	–	(284,660)	601,676	(1,625,334)	(2,227,011)	(4,881,039)
Net cash from (used) financing	706,669	305,283	–	30,402	905,579	52,149	(853,430)	305,283
<b>Cash/cash equivalents at the month/year end</b>	<b>1,186,049</b>	<b>3,129,652</b>	<b>–</b>	<b>–</b>	<b>1,449,186</b>	<b>2,282,916</b>	<b>833,730</b>	<b>37%</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>
<b>Debtors Age Analysis</b>								
Total By Income Source	1,410,675	256,590	284,280	204,053	176,890	351,649	940,899	8,123,506
<b>Creditors Age Analysis</b>								
Total Creditors	3,423,081	–	–	–	–	–	–	3,423,081

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 summary table above and the summary statement below indicate the financial performance for the period from 1 July 2016 to 31 October 2016. The actual operating revenue realised (excluding capital transfers) amounts to R10 223 million, an unfavourable variance of R15 million or 0,1% against the YTD budget of R10 238 million. The operating expenditure amounts to R8 498 million, a favourable variance of R1 249 million or 12,8% against the YTD budget of R9 748 million. A favourable

variance of R1 249 million is reflected when the actual YTD is compared against the YTD budget.

Commented [R5]: Budget or projections?

Summary Statement of Financial Performance:				
Description	October YTD Budget	October YTD Actual	Variance	Variance
	R'000	R'000	R'000	%
Total Revenue By Source (Excluding Capital Transfers)	10,237,960	10,222,978	(14,982)	-0.1%
Total Operating Expenditure	9,747,754	8,498,257	(1,249,498)	-12.8%
SURPLUS/DEFICIT	490,206	1,724,722	1,234,516	

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 are presented in Table C4 below. The total revenue excludes the capital transfers and contributions.

TSH City Of Tshwane - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

ISH City Of Ishawne - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - mu4 October									
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									
<b>Revenue By Source</b>									
Property rates		5,384,019	5,764,124	445,600	1,921,560	1,873,237	48,322	3%	5,764,124
Service charges - electricity revenue		9,340,209	11,360,246	760,529	4,437,255	3,957,699	479,555	12%	11,360,246
Service charges - water revenue		3,226,514	3,995,130	249,426	1,055,484	1,306,086	(250,602)	-19%	3,995,130
Service charges - sanitation revenue		760,693	949,597	64,045	275,964	315,482	(39,518)	-13%	949,597
Service charges - refuse revenue		1,128,046	1,205,390	95,918	408,756	394,145	14,611	4%	1,205,390
Service charges - other		232,687	209,560	19,168	91,543	68,698	22,845	33%	209,560
Rental of facilities and equipment		135,156	136,321	9,449	36,667	45,164	(8,497)	-19%	136,321
Interest earned - external investments		56,000	43,089	7,217	27,156	14,403	12,754	89%	43,089
Interest earned - outstanding debtors		406,006	238,451	41,034	172,604	79,846	92,758	116%	238,451
Fines		160,585	198,658	133	59,127	66,219	(7,092)	-11%	198,658
Licences and permits		48,743	60,564	4,548	13,469	20,188	(6,719)	-33%	60,564
Agency services		-	9,299	-	-	4,649	(4,649)	-100%	9,299
Transfers recognised - operational		3,516,826	4,240,323	47,559	1,473,189	1,513,870	(40,681)	-3%	4,240,323
Other revenue		943,682	1,799,117	64,430	250,204	578,273	(328,069)	-57%	1,799,117
Gains on disposal of PPE		165,263	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>25,504,431</b>	<b>30,209,869</b>	<b>1,809,056</b>	<b>10,222,978</b>	<b>10,237,960</b>	<b>(14,982)</b>	<b>0%</b>	<b>30,209,869</b>
<b>Expenditure By Type</b>									
Employee related costs		7,373,112	7,622,096	639,591	2,577,248	2,437,529	139,719	6%	7,622,096
Remuneration of councillors		115,259	125,834	9,687	37,856	41,823	(3,967)	-9%	125,834
Debt impairment		1,139,949	908,053	86,164	332,916	303,176	29,741	10%	908,053
Depreciation & asset impairment		1,418,436	1,258,208	108,690	431,113	419,366	11,747	3%	1,258,208
Finance charges		1,137,297	1,057,982	69,493	193,579	338,431	(144,852)	-43%	1,057,982
Bulk purchases		8,808,849	9,956,609	731,883	3,258,041	3,330,409	(72,368)	-2%	9,956,609
Other materials		228,933	283,940	18,799	59,440	108,264	(48,824)	-45%	283,940
Contracted services		3,133,472	2,738,440	328,121	798,302	1,070,203	(271,901)	-25%	2,738,440
Transfers and grants		326,791	288,055	4,986	(238,769)	96,018	(334,787)	-349%	288,055
Other expenditure		3,847,188	4,042,732	354,716	1,047,104	1,602,536	(555,432)	-35%	4,042,732
Loss on disposal of PPE		13,098	1	2,112	1,426	0	1,426	429536%	1
<b>Total Expenditure</b>		<b>27,542,384</b>	<b>28,281,950</b>	<b>2,354,243</b>	<b>8,498,257</b>	<b>9,747,754</b>	<b>(1,249,498)</b>	<b>-13%</b>	<b>28,281,950</b>
<b>Surplus/(Deficit)</b>		<b>(2,037,953)</b>	<b>1,927,919</b>	<b>(545,187)</b>	<b>1,724,722</b>	<b>490,206</b>	<b>1,234,516</b>	<b>0</b>	<b>1,927,919</b>
Transfers recognised - capital		2,452,210	2,370,209	176,301	392,606	790,070	(397,463)	(0)	2,370,209
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>414,257</b>	<b>4,298,127</b>	<b>(368,886)</b>	<b>2,117,328</b>	<b>1,280,276</b>			<b>4,298,127</b>
Taxation		-	(500)	-	-	-	-		(500)
<b>Surplus/(Deficit) after taxation</b>		<b>414,257</b>	<b>4,298,627</b>	<b>(368,886)</b>	<b>2,117,328</b>	<b>1,280,276</b>			<b>4,298,627</b>
Attributable to minorities		-	-	-	-	-			-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>414,257</b>	<b>4,298,627</b>	<b>(368,886)</b>	<b>2,117,328</b>	<b>1,280,276</b>			<b>4,298,627</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-			-
<b>Surplus/ (Deficit) for the year</b>		<b>414,257</b>	<b>4,298,627</b>	<b>(368,886)</b>	<b>2,117,328</b>	<b>1,280,276</b>			<b>4,298,627</b>

The actual YTD revenue amounts to R10 223 million and reflects an unfavourable variance of R15 million or 0,1% against the YTD budget of R10 238 million.

The revenue variance is explained by –

- property rates (R48 million favourable) – intensified efforts in the clearing of exception reports;
- service charges – electricity revenue (R480 million favourable) – smart meter payments received in advance;
- service charges – water (R251 million unfavourable) – a decline in usage, mainly as a result of current water restrictions;
- interest earned – outstanding debtors (R93 million favourable) – an increase in debtor growth; and
- other revenue (R328 million unfavourable)
  - Replacement of meters
  - ARY fare revenue – the approved budget was based on the operations at Line1A which ~~are~~is still pending. Conclusion of industry negotiations and resultant corridor clearance ~~is~~are still underway.

The YTD actual expenditure amounts to R8 498 million and indicates a favourable variance of R1 249 million or 12,8% against the YTD budget of R9 748 million.

The expenditure variance is explained by the following:

- Employee-related costs (R140 million unfavourable) – the following line items, amongst others, are the main contributors:
  - “Service bonus” (R121 million) – the implementation of GRAP 25 required that the provision for “service bonus” be automated from 1 July 2016.
  - Overtime salaries (R41 million) – the YTD actual expenditure exceeds the YTD budget provision due to staff shortages, extended services, year-end processes, compliance to norms and standards in repairing electrical faults, etc. However, the total allocated budget has not been exceeded.
- Bulk purchases (R72 million favourable) – ~~there was~~ a decline in expenditure on bulk purchases from “Rand Water”.

- Contracted services amounted to R272 million (favourable); and
- Other expenditure amounted to R555 million (favourable).

Commented [R6]: Is this what you mean?

There were 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. Funds Management releases a quarterly budget. All process challenges are being attended to.

- Transfers and grants amounted to R335 million (favourable) — reversal of an accrual for invoices that were not paid in the 2015/16 financial year.

Commented [R7]: Is this what you mean?

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

Commented [RM8]: Is this correct?

#### Summary of Capital Expenditure

The Capital expenditure report shown in Tables C1 and C5 of this report has been prepared on the basis of the format required to be lodged electronically with the National Treasury, and 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 R633 million and a variance of R781 million or 55,2% against the YTD Budget.

Summary statement of Capital Expenditure:						
Description	Original Budget	October YTD Budget	October YTD Actual	Variance	Variance	% Spent
	R'000	R'000	R'000	R'000	%	%
TOTAL Capital Expenditure	4,465,209	1,413,832	632,937	(780,895)	-55.2%	14.2%
TOTAL Capital Financing	4,465,209	1,413,832	632,937	(780,895)	-55.2%	14.2%

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

Table SC12 provides an analysis of actual capital expenditure as compared to the budget targets, on a monthly and year-to-date basis. Expenditure for the period ending 31 October 2016 amounts to R633 million against the projection of R-1 414 million, a variance of R781 million or 55,2% is reflected. The total percentage spent against the total budget amounts to 14,2%.

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

Chart C1: 2016/17 Capital Expenditure

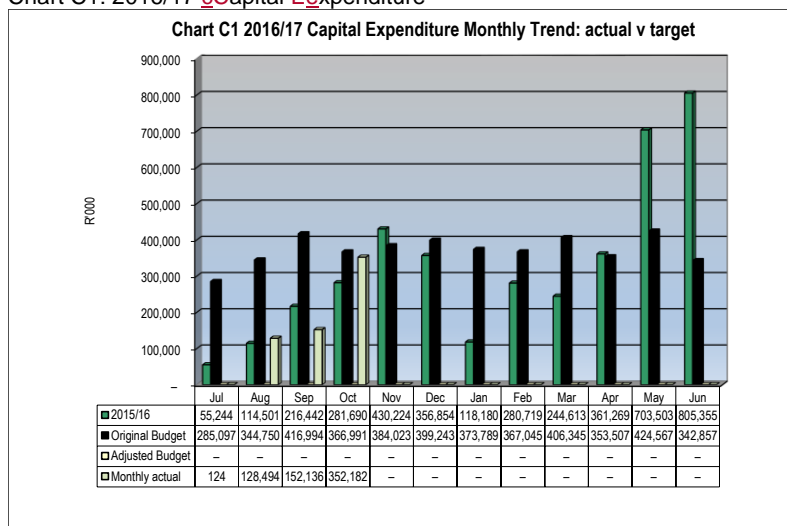
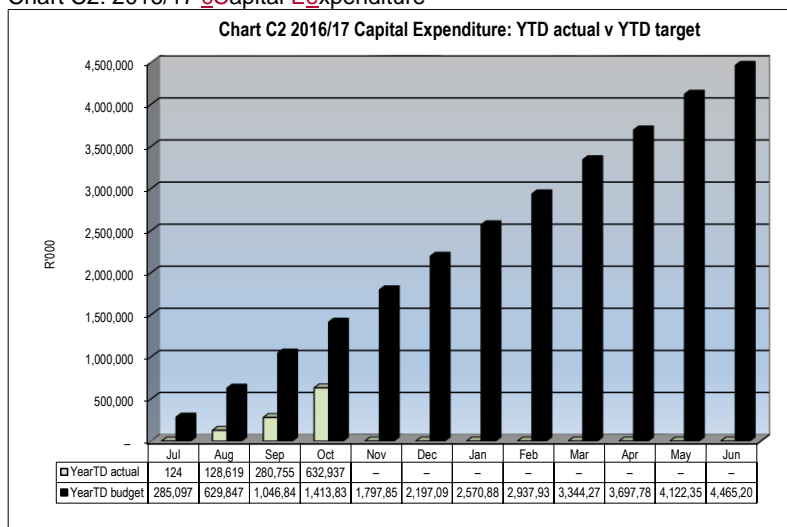


Chart C2: 2016/17 Capital Expenditure



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

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

### Financial Position

The financial position, as indicated in the summary in Table C1, shows that the community wealth/Equity of the City of Tshwane CoC as at 31 October 2016 amounts to R20 941 million against the original budget forecast of R26 407 million. Details relating to the Assets and Liabilities of the City of Tshwane CoC are 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 CoC as depicted in Tables C1 and C7, and detailed in Table SC9, indicates that: –

- The cash and cash equivalents' closing balance as at the end of October 2016 is R1 449 million (this amount is inclusive of the sinking fund);
- Cash flow from operating activities is R1 244 million when compared to the target of R1 843 million;
- Cash flow from investing activities amounts to R602 million when compared to a target of R1 625 million; and
- Cash flow from financing activities equates to R906 million when compared to a target of R52 million (includes the net borrowing).

### Debtors Age Analysis

The Debtors report as reflected in Tables 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 Table SC3 indicate that the total debtors amount to R8 124 million.

Chart C3 below illustrates the aged consumer debtors and reflects a collection problem pertaining to the debtors in the over "1-year category". An amount of R4 498 million is outstanding in this category when compared to the R3 821 million outstanding in the 2015/16 financial year.

Chart C3: Aged Consumer Debtors

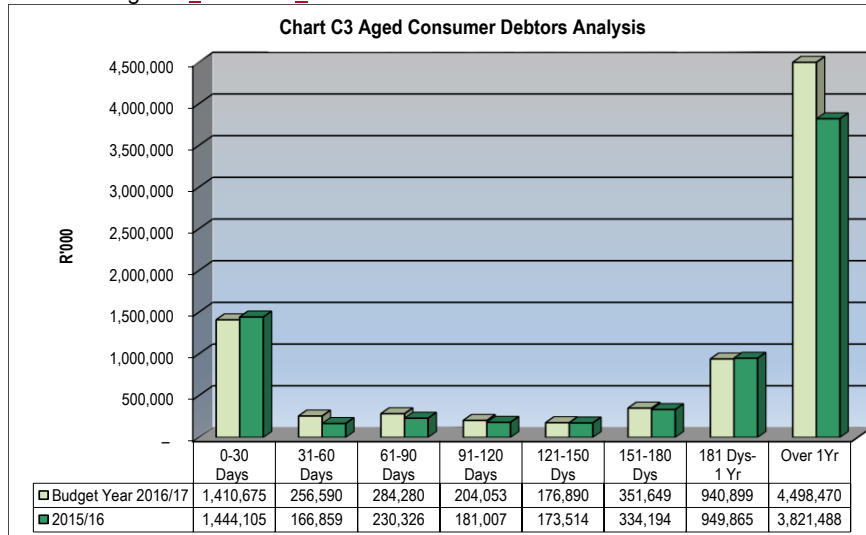
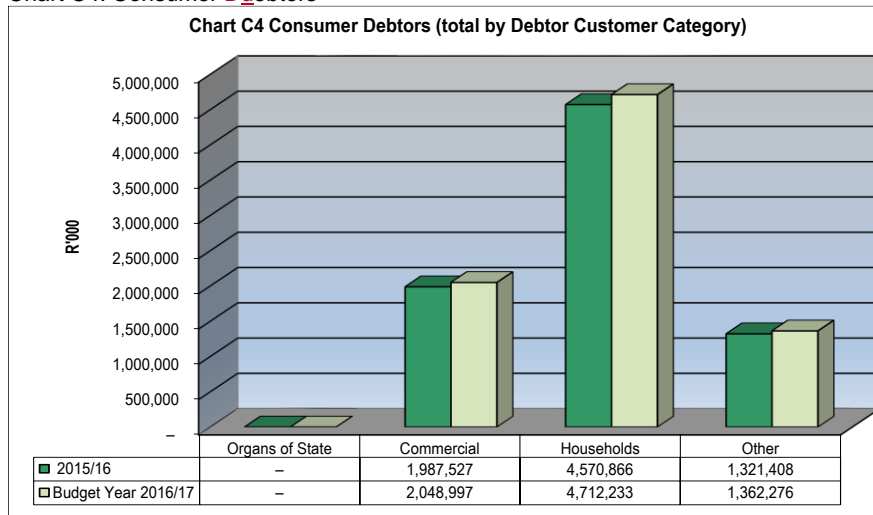


Chart C4 (consumer debtors by customer category) below shows that the increase in the customer category is attributable to households, reflecting which reflect an increase of R141 million when compared to the previous financial year. Figures for "organs of state" were not available at the time of preparing this report.

Chart C4: Consumer Debtors



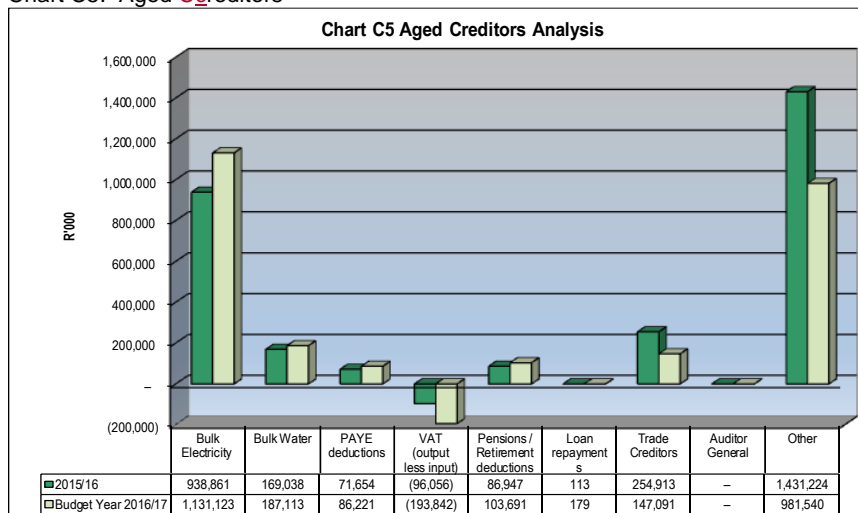


### Creditors Age Analysis

The Creditors report depicted in Tables 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.

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

Chart C5: -Aged Creditors



### Investment portfolio analysis (Table SC5)

The investment portfolio analysis shown in Table C5 includes information consistent with the requirements of the Municipal Investment Regulations, 2005 issued by the National Treasury. The institution in which 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 357 million.

### Allocation of grant receipts and expenditure (Tables SC6 and SC7)

The disclosure on the transfer and grant receipts for both the Operating expenditure and Capital expenditure is reflected in Table SC6. The receipts from National, Provincial and Other grant providers are cited.

As at 31 October 2016 the total receipts amount to R2 479 million against a YTD budget of R2 455 million. The outstanding transfers to date are as listed below, as well as the reasons for the non-receipt.

- Emergency Medical Services – ~~T~~technical error at transferring authority and will be received in November 2016.
- Primary Health Care – ~~A~~ delay in the conclusion of ~~the S~~service ~~L~~level ~~A~~agreement.
- Social Infrastructure Grant – ~~T~~transfers dependent on project performance.

HSDG (~~T~~op ~~S~~tructure) – ~~T~~he full allocation for the year has been received.

Table SC7 indicates ~~s~~ the expenditure incurred against each allocation for the reporting period. The disclosure on the transfer and grant expenditure table above reflects ~~s~~ the recognition of expenditures ~~s~~ which amounts to R2 008 ~~m~~illion against the YTD budget of R2 282 ~~m~~illion.

#### Expenditure on councillor and staff benefits (Table SC8)

The disclosure on councillor and 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 ~~to~~ provide their ~~s~~ monthly statements of financial performance for the parent municipality only.

#### Summary of ~~m~~Municipal ~~E~~ntities (Table SC11)

The ~~City of Tshwane~~~~CoT~~ has three ~~(3)~~ municipal entities as indicated in Table SC11, namely ~~:-~~

- Housing Company Tshwane (HCT);
- Sandpruit Water Association (SWA); and
- 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 ~~have~~~~has~~ been captured in Table SC1.

#### Performance ~~i~~ndicators (Table SC2)

The ~~P~~performance ~~i~~ndicators ~~T~~table reflects ~~s~~ various ratios such as ~~:-~~

- ~~B~~borrowing ~~M~~management;
- ~~L~~iquidity;
- ~~R~~evenue ~~M~~management; and
- ~~C~~reditor ~~M~~management; amongst others.

### **1.4 ~~i~~n-year budget statement tables**

The financial results for the period ended 31 October 2016 are reflected in Tables C1 to C7, hereafter followed by the ~~S~~supporting ~~D~~documentation (~~SC1 to SC13(d)~~).

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

TSH City Of Tshwane - Table C1 Consolidated Monthly Budget Statement Summary - M04 October

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
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	5,384,019	5,764,124	–	445,600	1,921,560	1,873,237	48,322	3%	5,764,124
Service charges	14,688,150	17,719,923	–	1,189,087	6,269,002	6,042,111	226,891	4%	17,719,923
Investment revenue	56,000	43,089	–	7,217	27,156	14,403	12,754	89%	43,089
Transfers recognised - operational	3,516,826	4,240,323	–	47,559	1,473,189	1,513,870	(40,681)	-3%	4,240,323
Other own revenue	1,859,436	2,442,410	–	119,593	532,071	794,339	(262,268)	-33%	2,442,410
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>25,504,431</b>	<b>30,209,869</b>	<b>–</b>	<b>1,809,056</b>	<b>10,222,978</b>	<b>10,237,960</b>	<b>(14,982)</b>	<b>-0%</b>	<b>30,209,869</b>
Employee costs	7,373,112	7,622,096	–	639,591	2,577,248	2,437,529	139,719	6%	7,622,096
Remuneration of Councillors	115,259	125,834	–	9,687	37,856	41,823	(3,967)	-9%	125,834
Depreciation & asset impairment	1,418,436	1,258,208	–	108,690	431,113	419,366	11,747	3%	1,258,208
Finance charges	1,137,297	1,057,982	–	69,493	193,579	338,431	(144,852)	-43%	1,057,982
Materials and bulk purchases	9,037,782	10,240,550	–	750,682	3,317,480	3,438,673	(121,192)	-4%	10,240,550
Transfers and grants	326,791	288,055	–	4,986	(238,769)	96,018	(334,787)	-349%	288,055
Other expenditure	8,133,707	7,689,226	–	771,113	2,179,749	2,975,914	(796,166)	-27%	7,689,226
<b>Total Expenditure</b>	<b>27,542,384</b>	<b>28,281,950</b>	<b>–</b>	<b>2,354,243</b>	<b>8,498,257</b>	<b>9,747,754</b>	<b>(1,249,498)</b>	<b>-13%</b>	<b>28,281,950</b>
<b>Surplus/(Deficit)</b>	<b>(2,037,953)</b>	<b>1,927,919</b>	<b>–</b>	<b>(545,187)</b>	<b>1,724,722</b>	<b>490,206</b>	<b>1,234,516</b>	<b>252%</b>	<b>1,927,919</b>
Transfers recognised - capital	2,452,210	2,370,209	–	176,301	392,606	790,070	(397,463)	-50%	2,370,209
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>414,257</b>	<b>4,298,127</b>	<b>–</b>	<b>(368,886)</b>	<b>2,117,328</b>	<b>1,280,276</b>	<b>837,052</b>	<b>65%</b>	<b>4,298,127</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>414,257</b>	<b>4,298,127</b>	<b>–</b>	<b>(368,886)</b>	<b>2,117,328</b>	<b>1,280,276</b>	<b>837,052</b>	<b>65%</b>	<b>4,298,127</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>3,968,594</b>	<b>4,465,209</b>	<b>–</b>	<b>352,182</b>	<b>632,937</b>	<b>1,413,832</b>	<b>(780,895)</b>	<b>-55%</b>	<b>4,465,209</b>
Capital transfers recognised	2,452,210	2,370,209	–	307,246	524,528	770,725	(246,198)	-32%	2,370,209
Public contributions & donations	155,127	110,000	–	9,688	14,046	28,158	(14,112)	-50%	110,000
Borrowing	1,194,839	1,000,000	–	35,262	94,041	288,949	(194,909)	-67%	1,000,000
Internally generated funds	166,418	985,000	–	(13)	323	326,000	(325,677)	-100%	985,000
<b>Total sources of capital funds</b>	<b>3,968,594</b>	<b>4,465,209</b>	<b>–</b>	<b>352,182</b>	<b>632,937</b>	<b>1,413,832</b>	<b>(780,895)</b>	<b>-55%</b>	<b>4,465,209</b>
<b>Financial position</b>									
Total current assets	5,510,890	7,720,990	–	–	5,084,063	–	–	–	7,720,990
Total non current assets	36,565,903	41,070,534	–	–	36,733,036	–	–	–	41,070,534
Total current liabilities	8,991,902	6,865,941	–	–	5,776,093	–	–	–	6,865,941
Total non current liabilities	14,217,384	15,518,491	–	–	15,100,437	–	–	–	15,518,491
<b>Community wealth/Equity</b>	<b>18,867,507</b>	<b>26,407,092</b>	<b>–</b>	<b>–</b>	<b>20,940,569</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>26,407,092</b>
<b>Cash flows</b>									
Net cash from (used) operating	3,175,968	5,692,612	–	277,708	(1,244,118)	1,843,305	3,087,423	167%	5,692,612
Net cash from (used) investing	(3,297,106)	(4,881,039)	–	(284,660)	601,676	(1,625,334)	(2,227,011)	137%	(4,881,039)
Net cash from (used) financing	706,669	305,283	–	30,402	905,579	52,149	(853,430)	-1637%	305,283
<b>Cash/cash equivalents at the month/year end</b>	<b>1,186,049</b>	<b>3,129,652</b>	<b>–</b>	<b>–</b>	<b>1,449,186</b>	<b>2,282,916</b>	<b>833,730</b>	<b>37%</b>	<b>2,302,905</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	1,410,675	256,590	284,280	204,053	176,890	351,649	940,899	4,498,470	8,123,506
<b>Creditors Age Analysis</b>									
Total Creditors	3,423,081	–	–	–	–	–	–	–	3,423,081

(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) - M04 October

Description	Ref	2015/16	Budget Year 2016/17						Full Year Forecast
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>	<b>1</b>								
<b>Revenue - Standard</b>									
<i>Governance and administration</i>		9,114,360	9,410,674	488,016	3,336,313	3,088,754	247,559	8%	9,410,674
Executive and council		74,581	64,255	471	1,687	21,418	(19,731)	-92%	64,255
Budget and treasury office		8,658,446	9,164,886	468,866	3,273,611	3,006,825	266,786	9%	9,164,886
Corporate services		381,333	181,533	18,679	61,015	60,511	504	1%	181,533
<i>Community and public safety</i>		1,285,394	1,260,256	153,584	329,513	466,153	(136,640)	-29%	1,260,256
Community and social services		83,393	41,984	4,833	11,355	15,786	(4,431)	-28%	41,984
Sport and recreation		38,451	19,744	2,680	7,200	6,581	619	9%	19,744
Public safety		182,186	210,096	1,330	65,185	70,032	(4,847)	-7%	210,096
Housing		860,927	859,608	142,844	215,095	283,083	(67,988)	-24%	859,608
Health		120,436	128,824	1,896	30,678	90,671	(59,993)	-66%	128,824
<i>Economic and environmental services</i>		1,733,797	1,811,803	64,700	316,509	657,721	(341,212)	-52%	1,811,803
Planning and development		245,078	273,256	15,447	73,213	112,148	(38,935)	-35%	273,256
Road transport		1,488,159	1,538,262	49,253	243,296	545,478	(302,183)	-55%	1,538,262
Environmental protection		560	285	-	-	95	(95)	-100%	285
<i>Trading services</i>		15,605,274	19,889,927	1,264,520	6,566,658	6,767,525	(200,867)	-3%	19,889,927
Electricity		10,009,623	13,025,754	806,621	4,609,642	4,512,869	96,774	2%	13,025,754
Water		3,365,720	4,407,221	295,586	1,252,335	1,445,483	(193,149)	-13%	4,407,221
Waste water management		1,040,753	1,169,283	62,637	282,204	387,601	(105,397)	-27%	1,169,283
Waste management		1,189,178	1,287,669	99,675	422,477	421,571	906	0%	1,287,669
<i>Other</i>	<b>4</b>	<b>217,966</b>	<b>207,917</b>	<b>18,136</b>	<b>70,280</b>	<b>69,306</b>	<b>974</b>	<b>1%</b>	<b>207,917</b>
<b>Total Revenue - Standard</b>	<b>2</b>	<b>27,956,791</b>	<b>32,580,578</b>	<b>1,988,956</b>	<b>10,619,272</b>	<b>11,049,458</b>	<b>(430,186)</b>	<b>-4%</b>	<b>32,580,578</b>
<b>Expenditure - Standard</b>									
<i>Governance and administration</i>		5,917,415	5,443,422	559,572	1,856,065	1,914,500	(58,435)	-3%	5,443,422
Executive and council		1,403,274	1,476,361	129,591	525,751	495,578	30,173	6%	1,476,361
Budget and treasury office		890,774	900,521	38,028	125,815	305,833	(180,018)	-59%	900,521
Corporate services		3,623,368	3,066,540	391,953	1,204,499	1,113,089	91,410	8%	3,066,540
<i>Community and public safety</i>		4,029,250	4,057,236	323,817	1,107,536	1,336,700	(229,165)	-17%	4,057,236
Community and social services		632,239	648,858	39,569	159,977	215,677	(55,700)	-26%	648,858
Sport and recreation		491,685	474,224	38,336	144,291	171,813	(27,521)	-16%	474,224
Public safety		1,860,096	1,776,049	166,378	511,716	560,974	(49,258)	-9%	1,776,049
Housing		546,049	654,321	38,124	124,818	223,642	(98,824)	-44%	654,321
Health		499,181	503,782	41,411	166,733	164,595	2,138	1%	503,782
<i>Economic and environmental services</i>		2,493,140	2,546,866	192,425	711,457	950,578	(239,121)	-25%	2,546,866
Planning and development		673,533	766,918	64,200	238,901	252,699	(13,799)	-5%	766,918
Road transport		1,788,017	1,746,832	126,078	462,870	685,270	(222,400)	-32%	1,746,832
Environmental protection		31,591	33,116	2,146	9,686	12,609	(2,922)	-23%	33,116
<i>Trading services</i>		14,927,140	16,058,150	1,263,746	4,777,161	5,495,523	(718,362)	-13%	16,058,150
Electricity		10,052,445	10,570,122	769,158	3,404,849	3,630,966	(226,116)	-6%	10,570,122
Water		3,030,915	3,710,421	307,340	909,185	1,251,783	(342,598)	-27%	3,710,421
Waste water management		577,485	555,495	41,101	116,576	182,001	(65,424)	-36%	555,495
Waste management		1,266,294	1,222,112	146,148	346,550	430,773	(84,223)	-20%	1,222,112
<i>Other</i>		<b>175,588</b>	<b>176,277</b>	<b>18,282</b>	<b>49,726</b>	<b>71,881</b>	<b>(22,155)</b>	<b>-31%</b>	<b>176,277</b>
<b>Total Expenditure - Standard</b>	<b>3</b>	<b>27,542,534</b>	<b>28,281,950</b>	<b>2,357,842</b>	<b>8,501,945</b>	<b>9,769,183</b>	<b>(1,267,238)</b>	<b>-13%</b>	<b>28,281,950</b>
<b>Surplus/ (Deficit) for the year</b>		<b>414,257</b>	<b>4,298,627</b>	<b>(368,886)</b>	<b>2,117,328</b>	<b>1,280,276</b>	<b>837,052</b>	<b>65%</b>	<b>4,298,627</b>

**Note:** The variance in for the T<sub>1</sub> total R<sub>1</sub> revenue in Table C1 differs to that in Table C2 because in Table C1 the cCapital T<sub>1</sub> transfers havehas been excluded, whereas in Table C2 they haveit-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) - M04 October

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	14,293	39,580	44,342	(4,763)	-10.7%	111,701
Vote 2 - Corporate & Shared Services		31,659	23,346	2,691	7,891	7,782	109	1.4%	23,346
Vote 3 - Economic Development		32,128	117,478	176	26,737	53,113	(26,376)	-49.7%	117,478
Vote 4 - Emergency Services		85,606	77,358	1,197	29,077	48,831	(19,754)	-40.5%	77,358
Vote 5 - Energy & Electricity Department		9,860,081	12,833,887	795,027	4,595,204	4,448,913	146,291	3.3%	12,833,887
Vote 6 - Environmental Management		1,373,919	1,436,486	116,194	481,354	471,177	10,177	2.2%	1,436,486
Vote 7 - Group Financial Services		8,721,955	9,215,491	476,927	3,304,758	3,023,693	281,065	9.3%	9,215,491
Vote 8 - Group Information & Communication Technology		9,561	218	(1,087)	0	73	(73)	-100.0%	218
Vote 9 - Housing & Human Settlement		837,080	833,749	141,476	207,547	274,463	(66,916)	-24.4%	833,749
Vote 10 - Metro Police Services		162,633	204,503	501	62,395	68,168	(5,772)	-8.5%	204,503
Vote 11 - Office of the City Manager		201,157	239,950	9,068	9,068	79,983	(70,915)	-88.7%	239,950
Vote 12 - Service Delivery & Transformation Management		250,502	237,234	19,810	66,149	78,467	(12,318)	-15.7%	237,234
Vote 13 - Transport		1,385,928	1,427,003	38,560	213,047	509,003	(295,956)	-58.1%	1,427,003
Vote 14 - Water & Sanitation Department		4,406,462	5,576,502	358,223	1,534,539	1,833,084	(298,545)	-16.3%	5,576,502
Vote 15 - Other Votes		428,787	245,670	15,901	41,926	108,366	(66,440)	-61.3%	245,670
Total Revenue by Vote	2	27,956,791	32,580,578	1,988,956	10,619,272	11,049,458	(430,186)	-3.9%	32,580,578
Expenditure by Vote	1								
Vote 1 - City Planning & Development		296,162	316,181	29,892	106,227	101,445	4,782	4.7%	316,181
Vote 2 - Corporate & Shared Services		1,148,351	1,096,548	104,863	283,949	360,476	(76,527)	-21.2%	1,096,548
Vote 3 - Economic Development		331,719	404,716	29,587	112,450	136,878	(24,428)	-17.8%	404,716
Vote 4 - Emergency Services		607,762	620,382	50,416	201,240	203,393	(2,153)	-1.1%	620,382
Vote 5 - Energy & Electricity Department		8,934,953	9,577,038	678,149	3,080,804	3,176,200	(95,396)	-3.0%	9,577,038
Vote 6 - Environmental Management		633,294	677,525	45,585	165,121	232,470	(67,349)	-29.0%	677,525
Vote 7 - Group Financial Services		1,894,262	1,502,514	99,635	352,340	501,607	(149,266)	-29.8%	1,502,514
Vote 8 - Group Information & Communication Technology		560,132	560,991	69,122	345,529	286,442	59,087	20.6%	560,991
Vote 9 - Housing & Human Settlement		472,111	604,310	34,231	107,264	207,428	(100,163)	-48.3%	604,310
Vote 10 - Metro Police Services		1,889,108	1,841,715	201,090	651,231	577,725	73,507	12.7%	1,841,715
Vote 11 - Office of the City Manager		266,793	302,864	34,086	78,728	201,578	(122,850)	-60.9%	302,864
Vote 12 - Service Delivery & Transformation Management		3,730,870	3,491,590	319,464	1,035,644	1,329,453	(293,809)	-22.1%	3,491,590
Vote 13 - Transport		1,298,301	1,230,897	101,012	337,402	447,183	(109,781)	-24.5%	1,230,897
Vote 14 - Water & Sanitation Department		3,314,136	3,982,719	325,487	939,202	1,330,596	(391,394)	-29.4%	3,982,719
Vote 15 - Other Votes		2,164,579	2,071,959	235,223	704,813	676,310	28,503	4.2%	2,071,959
Total Expenditure by Vote	2	27,542,534	28,281,950	2,357,842	8,501,945	9,769,183	(1,267,238)	-13.0%	28,281,950
Surplus/(Deficit) for the year	2	414,257	4,298,627	(368,886)	2,117,328	1,280,276	837,052	65.4%	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) - M04 October

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	445,600	1,921,560	1,873,237	48,322	3%	5,764,124
Service charges - electricity revenue		9,340,209	11,360,246	760,529	4,437,255	3,957,699	479,555	12%	11,360,246
Service charges - water revenue		3,226,514	3,995,130	249,426	1,055,484	1,306,086	(250,602)	-19%	3,995,130
Service charges - sanitation revenue		760,693	949,597	64,045	275,964	315,482	(39,518)	-13%	949,597
Service charges - refuse revenue		1,128,046	1,205,390	95,918	408,756	394,145	14,611	4%	1,205,390
Service charges - other		232,687	209,560	19,168	91,543	68,698	22,845	33%	209,560
Rental of facilities and equipment		135,156	136,321	9,449	36,667	45,164	(8,497)	-19%	136,321
Interest earned - external investments		56,000	43,089	7,217	27,156	14,403	12,754	89%	43,089
Interest earned - outstanding debtors		406,006	238,451	41,034	172,604	79,846	92,758	116%	238,451
Fines		160,585	198,658	133	59,127	66,219	(7,092)	-11%	198,658
Licences and permits		48,743	60,564	4,548	13,469	20,188	(6,719)	-33%	60,564
Agency services		-	9,299	-	-	4,649	(4,649)	-100%	9,299
Transfers recognised - operational		3,516,826	4,240,323	47,559	1,473,189	1,513,870	(40,681)	-3%	4,240,323
Other revenue		943,682	1,799,117	64,430	250,204	578,273	(328,069)	-57%	1,799,117
Gains on disposal of PPE		165,263	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		25,504,431	30,209,869	1,809,056	10,222,978	10,237,960	(14,982)	0%	30,209,869
Expenditure By Type									
Employee related costs		7,373,112	7,622,096	639,591	2,577,248	2,437,529	139,719	6%	7,622,096
Remuneration of councillors		115,259	125,834	9,687	37,856	41,823	(3,967)	-9%	125,834
Debt impairment		1,139,949	908,053	86,164	332,916	303,176	29,741	10%	908,053
Depreciation & asset impairment		1,418,436	1,258,208	108,690	431,113	419,366	11,747	3%	1,258,208
Finance charges		1,137,297	1,057,982	69,493	193,579	338,431	(144,852)	-43%	1,057,982
Bulk purchases		8,808,849	9,956,609	731,883	3,258,041	3,330,409	(72,368)	-2%	9,956,609
Other materials		228,933	283,940	18,799	59,440	108,264	(48,824)	-45%	283,940
Contracted services		3,133,472	2,738,440	328,121	798,302	1,070,203	(271,901)	-25%	2,738,440
Transfers and grants		326,791	288,055	4,986	(238,769)	96,018	(334,787)	-349%	288,055
Other expenditure		3,847,188	4,042,732	354,716	1,047,104	1,602,536	(555,432)	-35%	4,042,732
Loss on disposal of PPE		13,098	1	2,112	1,426	0	1,426	429536%	1
Total Expenditure		27,542,384	28,281,950	2,354,243	8,498,257	9,747,754	(1,249,498)	-13%	28,281,950
Surplus/(Deficit)		(2,037,953)	1,927,919	(545,187)	1,724,722	490,206	1,234,516	0	1,927,919
Transfers recognised - capital		2,452,210	2,370,209	176,301	392,606	790,070	(397,463)	(0)	2,370,209
Surplus/(Deficit) after capital transfers & contributions		414,257	4,298,127	(368,886)	2,117,328	1,280,276			4,298,127
Taxation		-	(500)	-	-	-	-	-	(500)
Surplus/(Deficit) after taxation		414,257	4,298,627	(368,886)	2,117,328	1,280,276			4,298,627
Attributable to minorities		-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality		414,257	4,298,627	(368,886)	2,117,328	1,280,276			4,298,627
Share of surplus/ (deficit) of associate		-	-	-	-	-			-
Surplus/ (Deficit) for the year		414,257	4,298,627	(368,886)	2,117,328	1,280,276			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 - M04 October)

Vote Description	Ref	2015/16	Budget Year 2016/17						Full Year Forecast
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>	1								
<b>Multi-Year expenditure appropriation</b>	2								
Vote 1 - City Planning & Development		–	50,000	–	–	16,667	(16,667)	-100%	50,000
Vote 2 - Corporate & Shared Services		26,257	15,000	–	–	5,000	(5,000)	-100%	15,000
Vote 3 - Economic Development		16,925	57,400	5,079	9,409	10,705	(1,296)	-12%	57,400
Vote 4 - Emergency Services		5,939	11,000	750	1,170	1,600	(430)	-27%	11,000
Vote 5 - Energy & Electricity Department		430,984	478,665	30,119	68,716	151,156	(82,440)	-55%	478,665
Vote 6 - Environmental Management		97,707	38,500	–	–	11,140	(11,140)	-100%	38,500
Vote 7 - Group Financial Services		42,010	65,000	980	15,149	15,000	149	1%	65,000
Vote 8 - Group Information & Communication Technology		92,464	204,500	(6)	14,720	76,092	(61,372)	-81%	204,500
Vote 9 - Housing & Human Settlement		829,300	537,704	145,489	187,528	182,747	4,781	3%	537,704
Vote 10 - Metro Police Services		8,852	30,000	–	–	–	–	–	30,000
Vote 11 - Office of the City Manager		231,319	259,950	9,068	9,068	83,610	(74,542)	-89%	259,950
Vote 12 - Service Delivery & Transformation Management		–	–	–	–	–	–	–	–
Vote 13 - Transport		1,428,678	1,241,606	68,519	206,776	408,034	(201,258)	-49%	1,241,606
Vote 14 - Water & Sanitation Department		492,399	383,500	80,380	82,827	92,920	(10,093)	-11%	383,500
Vote 15 - Other Votes		153,092	129,184	11,039	36,810	39,829	(3,019)	-8%	129,184
<b>Total Capital Multi-year expenditure</b>	4,7	<b>3,855,926</b>	<b>3,502,009</b>	<b>351,417</b>	<b>632,172</b>	<b>1,094,499</b>	<b>(462,327)</b>	<b>-42%</b>	<b>3,502,009</b>
<b>Single Year expenditure appropriation</b>	2								
Vote 3 - Economic Development		7,864	8,000	–	–	800	(800)	-100%	8,000
Vote 5 - Energy & Electricity Department		–	950,000	–	–	316,667	(316,667)	-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	765	765	1,667	(901)	-54%	5,000
Vote 15 - Other Votes		3,898	–	–	–	–	–	–	–
<b>Total Capital single-year expenditure</b>	4	<b>112,668</b>	<b>963,200</b>	<b>765</b>	<b>765</b>	<b>319,333</b>	<b>(318,568)</b>	<b>-100%</b>	<b>963,200</b>
<b>Total Capital Expenditure</b>		<b>3,968,594</b>	<b>4,465,209</b>	<b>352,182</b>	<b>632,937</b>	<b>1,413,832</b>	<b>(780,895)</b>	<b>-55%</b>	<b>4,465,209</b>
<b>Capital Expenditure - Standard Classification</b>									
<b>Governance and administration</b>		<b>341,707</b>	<b>368,484</b>	<b>974</b>	<b>29,868</b>	<b>123,040</b>	<b>(93,171)</b>	<b>-76%</b>	<b>368,484</b>
Executive and council		79,091	58,784	(13)	323	16,748	(16,425)	-98%	58,784
Budget and treasury office		2,684	–	–	–	–	–	–	–
Corporate services		259,933	309,700	987	29,546	106,292	(76,746)	-72%	309,700
<b>Community and public safety</b>		<b>1,051,758</b>	<b>696,104</b>	<b>157,278</b>	<b>225,507</b>	<b>238,827</b>	<b>(13,320)</b>	<b>-6%</b>	<b>696,104</b>
Community and social services		31,625	42,200	1,003	7,575	7,671	(96)	-1%	42,200
Sport and recreation		90,835	53,000	1,724	18,839	35,267	(16,428)	-47%	53,000
Public safety		14,791	41,000	750	1,170	1,600	(430)	-27%	41,000
Housing		829,300	537,704	145,489	187,528	182,747	4,781	3%	537,704
Health		85,207	22,200	8,313	10,396	11,543	(1,147)	-10%	22,200
<b>Economic and environmental services</b>		<b>1,455,794</b>	<b>1,343,506</b>	<b>73,597</b>	<b>216,185</b>	<b>414,339</b>	<b>(198,154)</b>	<b>-48%</b>	<b>1,343,506</b>
Planning and development		24,789	115,400	5,079	9,409	11,505	(2,096)	-18%	115,400
Road transport		1,428,678	1,225,106	68,519	206,776	402,534	(195,758)	-49%	1,225,106
Environmental protection		2,326	3,000	–	–	300	(300)	-100%	3,000
<b>Trading services</b>		<b>1,089,358</b>	<b>2,024,615</b>	<b>119,568</b>	<b>160,611</b>	<b>628,513</b>	<b>(467,902)</b>	<b>-74%</b>	<b>2,024,615</b>
Electricity		430,984	1,620,115	30,119	68,716	467,823	(399,107)	-85%	1,620,115
Water		97,526	100,500	5,434	5,434	30,128	(24,694)	-82%	100,500
Waste water management		543,853	283,000	84,014	86,461	123,569	(37,108)	-30%	283,000
Waste management		16,994	21,000	–	–	6,993	(6,993)	-100%	21,000
<b>Other</b>		<b>29,978</b>	<b>32,500</b>	<b>765</b>	<b>765</b>	<b>9,114</b>	<b>(8,348)</b>	<b>-92%</b>	<b>32,500</b>
<b>Total Capital Expenditure - Standard Classification</b>	3	<b>3,968,594</b>	<b>4,465,209</b>	<b>352,182</b>	<b>632,937</b>	<b>1,413,832</b>	<b>(780,895)</b>	<b>-55%</b>	<b>4,465,209</b>
<b>Funded by:</b>									
National Government		2,405,478	2,331,654	299,942	515,406	757,240	(241,835)	-32%	2,331,654
Provincial Government		44,959	38,355	7,304	9,122	13,285	(4,163)	-31%	38,355
Other transfers and grants		1,773	200	–	–	200	(200)	-100%	200
<b>Transfers recognised - capital</b>		<b>2,452,210</b>	<b>2,370,209</b>	<b>307,246</b>	<b>524,528</b>	<b>770,725</b>	<b>(246,198)</b>	<b>-32%</b>	<b>2,370,209</b>
<b>Public contributions &amp; donations</b>	5	<b>155,127</b>	<b>110,000</b>	<b>9,688</b>	<b>14,046</b>	<b>28,158</b>	<b>(14,112)</b>	<b>-50%</b>	<b>110,000</b>
<b>Borrowing</b>	6	<b>1,194,839</b>	<b>1,000,000</b>	<b>35,262</b>	<b>94,041</b>	<b>288,949</b>	<b>(194,909)</b>	<b>-67%</b>	<b>1,000,000</b>
<b>Internally generated funds</b>		<b>166,418</b>	<b>985,000</b>	<b>(13)</b>	<b>323</b>	<b>326,000</b>	<b>(325,677)</b>	<b>-100%</b>	<b>985,000</b>
<b>Total Capital Funding</b>		<b>3,968,594</b>	<b>4,465,209</b>	<b>352,182</b>	<b>632,937</b>	<b>1,413,832</b>	<b>(780,895)</b>	<b>-55%</b>	<b>4,465,209</b>

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

TSH City Of Tshwane - Table C6 Consolidated Monthly Budget Statement - Financial Position - M04 October

Description	Ref	2015/16	Budget Year 2016/17		
		Unaudited Outcome	Original Budget	YearTD actual	Full Year Forecast
R thousands	1				
<b>ASSETS</b>					
<b>Current assets</b>					
Cash		95,219	142,717	200,815	142,717
Call investment deposits		1,090,830	2,986,935	1,248,371	2,986,935
Consumer debtors		2,603,597	2,698,589	1,926,385	2,698,589
Other debtors		1,048,255	1,068,301	922,183	1,068,301
Current portion of long-term receivables		96,072	236,599	95,249	236,599
Inventory		576,918	587,849	691,060	587,849
<b>Total current assets</b>		<b>5,510,890</b>	<b>7,720,990</b>	<b>5,084,063</b>	<b>7,720,990</b>
<b>Non current assets</b>					
Long-term receivables		20,526	90,799	19,385	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	31,959,162	39,494,466
Agricultural		–	–	–	–
Biological assets		–	–	–	–
Intangible assets		343,691	153,871	247,013	153,871
Other non-current assets		3,788,943	–	3,759,039	–
<b>Total non current assets</b>		<b>36,565,903</b>	<b>41,070,534</b>	<b>36,733,036</b>	<b>41,070,534</b>
<b>TOTAL ASSETS</b>		<b>42,076,793</b>	<b>48,791,524</b>	<b>41,817,099</b>	<b>48,791,524</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft		–	–	–	–
Borrowing		733,243	847,270	732,530	847,270
Consumer deposits		379,916	369,977	387,061	369,977
Trade and other payables		7,878,744	5,636,868	4,656,502	5,636,868
Provisions		–	11,825	–	11,825
<b>Total current liabilities</b>		<b>8,991,902</b>	<b>6,865,941</b>	<b>5,776,093</b>	<b>6,865,941</b>
<b>Non current liabilities</b>					
Borrowing		10,503,099	12,077,516	11,386,162	12,077,516
Provisions		3,714,285	3,440,975	3,714,275	3,440,975
<b>Total non current liabilities</b>		<b>14,217,384</b>	<b>15,518,491</b>	<b>15,100,437</b>	<b>15,518,491</b>
<b>TOTAL LIABILITIES</b>		<b>23,209,286</b>	<b>22,384,432</b>	<b>20,876,531</b>	<b>22,384,432</b>
<b>NET ASSETS</b>	2	<b>18,867,507</b>	<b>26,407,092</b>	<b>20,940,569</b>	<b>26,407,092</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)		18,610,498	26,128,803	20,683,560	26,128,803
Reserves		257,009	278,289	257,009	278,289
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>18,867,507</b>	<b>26,407,092</b>	<b>20,940,569</b>	<b>26,407,092</b>



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

TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M04 October

Description	Ref	2015/16	Budget Year 2016/17					
		Unaudited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands	1							
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>								
<b>Receipts</b>								
Property rates, penalties & collection charges		5,360,554	5,533,559	445,600	1,921,560	1,798,308	123,252	7%
Service charges		14,601,285	17,011,229	1,189,108	6,269,023	5,841,996	427,026	7%
Other revenue		1,094,670	2,187,493	82,138	353,899	727,187	(373,288)	-51%
Government - operating		3,516,826	4,240,323	5,060	1,785,823	1,531,440	254,384	17%
Government - capital		2,452,489	2,370,209	243,222	574,196	790,070	(215,874)	-27%
Interest		463,281	246,631	48,251	199,760	82,210	117,550	143%
<b>Payments</b>								
Suppliers and employees		(23,175,168)	(24,550,779)	(1,661,191)	(11,834,369)	(8,493,450)	3,340,919	-39%
Finance charges		(1,137,968)	(1,057,999)	(69,493)	(193,579)	(338,436)	(144,858)	43%
Transfers and Grants		—	(288,055)	(4,986)	(320,430)	(96,018)	224,412	-234%
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>3,175,968</b>	<b>5,692,612</b>	<b>277,708</b>	<b>(1,244,118)</b>	<b>1,843,305</b>	<b>3,087,423</b>	<b>167%</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>								
<b>Receipts</b>								
Proceeds on disposal of PPE		592,462	—	11,689	40,780	—	40,780	—
Decrease (Increase) in non-current debtors		(66,503)	(241,572)	42,053	556,993	(80,524)	637,517	-792%
Decrease (increase) other non-current receivables		140,433	2,759	12,740	636,374	920	635,455	69103%
Decrease (increase) in non-current investments		5,097	(302,991)	1,041	466	(100,997)	101,463	-100%
<b>Payments</b>								
Capital assets		(3,968,594)	(4,339,234)	(352,182)	(632,937)	(1,444,733)	(811,796)	56%
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(3,297,106)</b>	<b>(4,881,039)</b>	<b>(284,660)</b>	<b>601,676</b>	<b>(1,625,334)</b>	<b>(2,227,011)</b>	<b>137%</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>								
<b>Receipts</b>								
Short term loans		—	—	—	—	—	—	—
Borrowing long term/refinancing		1,200,000	1,000,000	—	—	283,728	(283,728)	-100%
Increase (decrease) in consumer deposits		24,900	7,366	5,402	11,112	2,449	8,663	354%
<b>Payments</b>								
Repayment of borrowing		(518,231)	(702,083)	25,000	894,467	(234,028)	(1,128,495)	482%
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>706,669</b>	<b>305,283</b>	<b>30,402</b>	<b>905,579</b>	<b>52,149</b>	<b>(853,430)</b>	<b>-1637%</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>585,531</b>	<b>1,116,856</b>	<b>23,450</b>	<b>263,137</b>	<b>270,120</b>		
Cash/cash equivalents at beginning:		600,518	2,012,796		1,186,049	2,012,796		
Cash/cash equivalents at month/year end:		1,186,049	3,129,652		1,449,186	2,282,916		

## PART 2: —SUPPORTING DOCUMENTATION

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(a) Table SC1: Material variance explanations

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M04 October				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	<b>R thousands</b>			
	<b>Revenue By Source</b>			
	Property rates	48,322	Positive impact due to follow-up of exception reports being intensified.	On-going monitoring and rectification.
	Service charges - electricity revenue	479,555	An increase in revenue for prepaid against projection.	On-going monitoring and attending to challenges.
	Service charges - water revenue	(250,602)	A decline in revenue due to current water restrictions.	Review during Adjustments Budget process.
	Service charges - sanitation revenue	(39,518)	A decline in revenue due to current water restrictions.	Review during Adjustments Budget process.
	Service charges - refuse revenue	14,611	Revenue better than projected for "Solid Waste Removal Fees".	On-going monitoring and rectification.
	Service charges - other	22,845	Revenue better than projected mainly on the line-item "Reconnection Fees".	Regular reconciliations.
	Rental of facilities and equipment	(8,497)	"Rental: Businesses" is the main contributor. Variance mainly due to the lag in the processing of receipts from Property Management.	
	Interest earned - external investments	12,754	"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	92,758	"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	(7,092)	"AARTO" is the main contributor. Delay in the capturing of information onto the accounting system due to current administrative processes between Metro Police Department and Road Traffic Infringement Agency.	Channels with Road Traffic Infringement Agency will be improved to ensure immediate capture of information.
	Licences and permits	(6,719)	"Drivers Licenses" is the main contributor due to a decline in applications and budget not adjusted downward during planning phase.	Revenue to be adjusted downwards during Adjustment Budget process.
	Agency services	(4,649)	No revenue generated by entity "TEDA" to-date.	Entity to improve collection rate.
	Transfers recognised - operational	(40,681)	"PTNOG GRANT" is the main contributor due to expenditure not as projected.	Departments to ensure expenditure is aligned to SDBIP plan and the adherence to the conditions of the grant.
	Other revenue	(328,069)	Most line-items in this group are not pro-rata revenue items.	Departments to ensure revenue is collected as planned.
2	<b>Expenditure By Type</b>			
	Employee related costs	139,719	"Service Bonus", and "Overtime-Salaries" are the main contributors. Implementation of GRAP 25 for Bonus Provision and insufficient provision of overtime by Departments.	Departments to implement corrective measures in terms of Budget Policy.
	Remuneration of councillors	(3,967)	Payment in terms of the Public Office Bearers Act.	None.
	Debt impairment	29,741	Due to increase in expenditure by entity "SWA".	Entity to improve collection rate.
	Depreciation & asset impairment	11,747	Depreciation is calculated in-line with the asset verification and purification process.	Will be monitored.
	Finance charges	(144,852)	Costs are allocated according to all asset classifications systematically.	Will be monitored.
	Bulk purchases	(72,368)	"Water: Rand Water" is the main contributor due a decline in purchases against projection.	Will be monitored.
	Other materials	(48,824)	"Petrol And Diesel Fuel" is the main contributor due to a lag in processing of documentation.	Relevant department to ensure documentation is captured.
	Contracted services	(271,901)	Delays in the recording of purchase orders due to implementation of new control measures.	Ensure service providers register with NT central supplier database.
	Transfers and grants	(334,787)	"Municipal Entities" is the main contributor due to year-end accrual reversal.	On-going monitoring.
	Other expenditure	(555,432)	Delays in the recording of purchase orders due to implementation of new control measures on "Accounting System".	Ensure service providers register with NT central supplier database.
	Loss on disposal of PPE	1,426	"Scrapping of Assets" is the main contributor.	To be addressed during Adjustments Budget process.
	<b>Capital Expenditure</b>			
3	Vote 1 - City Planning & Development	(16,667)	"Redevelopment of Caledonian" project is the main contributor. Project under executive review.	Await outcome of the executive review.
	Vote 2 - Corporate & Shared Services	(5,000)	"Tshwane Leadership and Management Academy" project is the main contributor. Delay resulted with implementation of E-procurement.	Department engaging SCM on tender and quotation approval.
	Vote 3 - Economic Development	(2,096)	"Informal Trade Market (Inner City)" project is the main contributor due to panel for construction companies having expired. SCM is currently engaged in a process of appointing another panel.	Alternative parking completed. Old parking shades relocated to alternative parking. Drawings submitted for approval. Bill of Quantities submitted by the Engineers.
	Vote 4 - Emergency Services	(430)	"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.

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

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TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M04 October				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
3	<b>R thousands</b>			
	<b>Capital Expenditure</b>			
	Vote 5 - Energy & Electricity Department	(399,107)	"AMVI Infrastructure (Smart Meter Project)" is the main contributor due to change of project scope.	The following new tenders are still in the supply chain processes: Installations of Meters, Third party vending, supply of meters, Test Benches and vending management system. Invoices for R4,8 million in process.
	Vote 6 - Environmental Management	(11,140)	"240 Litre Containers" project is the main contributor. Planned rollout of 240L bins was temporarily suspended due to fear of community unrest related to the community being discontent with the 240L waste bin tariffs.	
	Vote 7 - Group Financial Services	149	"Automation of Supply Chain" project ahead of schedule.	Only maintenance payments will be effected henceforth.
	Vote 8 - Group Information & Communication Technology	(61,572)	"BPC and SCOA" and "Upgrade of IT Infrastructure" projects are the main contributors due to delays in the creation of WBS.	Costs will be monitored.
	Vote 9 - Housing & Human Settlement	4,781	"Roads and Stormwater - Low Cost Housing - Project Linked Housing" is the main contributor. Due to payments of previous months processed in October 2016.	Departments to ensure alignment with SDBIP plan.
	Vote 10 - Metro Police Services	-	No deviation.	
	Vote 11 - Office of the City Manager	(74,542)	"RE-AGA-Tshwane" project is the main contributor. Delays in appointments, capturing of contracts and sessions on e-Procurement.	Departments to ensure alignment with SDBIP plan.
	Vote 13 - Transport	(202,159)	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	(10,093)	"Reservoir Extensions" project is the main contributor. Payments could not be processed due to the delays in the creation of WBS Elements on SAP and the implementation of the E-Procurement system.	Invoices have been received and are being processed.
	Vote 15 - Other Votes	(3,019)	"Insurance Replacements (CTMM Contribution)" project is the main contributor. Due to the E-procurement process not being functional no procurement / replacement has taken place.	WBS numbers provided to Corporate and Shared Services: Corporate Fleet Management. Procurement to take place as once the E-Procurement process is functional.
4	<b>Financial Position</b>			
	Current assets	(2,636,926)	A decrease in non current assets against projection with the exception of "Cash" and "Inventory".	
	Non current assets	(4,337,498)	A decrease in non current assets against projection with the exception of "Intangible Assets" and "Other non-current assets".	
	Current liabilities	(1,089,848)	A decrease in current liabilities against projections except "Consumer Deposits".	
	Non current liabilities	(418,053)	A decrease in non current liabilities items against projections except "Provisions".	
5	<b>Cash Flow</b>			
	Transfer receipts - capital	45,705	More transfers recognised against projection.	
	Contributions & Contributed assets	13,828	No budget projection for the month.	
	Proceeds on disposal of PPE	(2,139)	No budget projection for the month.	
	Short term loans	800,000	No budget projection for the month.	
	Borrowing long term/refinancing	(58,821)	Long terms borrowings planned for later part of the financial year.	
	Increase in consumer deposits	4,785	An increase in consumer deposits against projection.	
	Receipt of non-current debtors	62,184	An increase in non-current debtors against projection.	
	Receipt of non-current receivables	12,510	An increase in non-current receivables against projection.	
	Change in non-current investments	26,290	A decrease in non-current receivables against projection.	
	Capital assets	(9,056)	Actual lower than projected.	
	Repayment of borrowing	716,493	Linked to repayment of short term loans.	
7	<b>Municipal Entities</b>			
	<b>Revenue</b>			
	Housing Company Tshwane	(4,794)	Transfers recognised - operational is the main contributor due to lesser claims submitted than projected.	Due to challenges faced with the transfers, the buildings will be removed during the adjustment budget process and will be budgeted for in the 2017/2018 financial year.
	Sandspruit Works Association	(665)	Water service charge billed below budget due to lower demand.	
	Tshwane Economic Development Agency	(18,665)	Revenue for "Transfers recognised: Operational" is the main contributor. Fewer claims submitted.	
	<b>Expenditure</b>			
	Housing Company Tshwane	(19,239)	"Contracted Services" is the main contributor. Delay in the appointment supplier for Timberlands projects.	Going forward, the Supplier/ Contractor for feasibility studies will be appointed for both phase one and phase two to avoid delay.
	Sandspruit Works Association	1,014	Attributed to the collection rates which are below the budgeted amount. This resulted in excess debtors impairment above the	Debt collection strategy has being developed and further credit control process is been undertaken to improve collection rate.
	Tshwane Economic Development Agency	(10,169)	"Other expenditure" is the main contributor. Expenditure less than projected.	
	<b>Capital Expenditure</b>			
	Housing Company Tshwane	(726)	Delays in the starting of construction on Townlands project.	
	Sandspruit Works Association	(797)	Expenditure on "Other Buildings" 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 - M04 October

Description of financial indicator	Basis of calculation	Ref	2015/16	Budget Year 2016/17		
			Unaudited Outcome	Original Budget	YearTD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		2.2%	8.2%	7.4%	8.2%
Borrowed funding of 'own n' capital expenditure	Borrowings/Capital expenditure ex cl. transfers and grants		78.8%	47.7%	86.7%	47.7%
<b><u>Safety of Capital</u></b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		101.3%	70.3%	80.1%	70.3%
Gearing	Long Term Borrowing/ Funds & Reserves		4086.7%	4339.9%	4430.3%	4339.9%
<b><u>Liquidity</u></b>						
Current Ratio	Current assets/current liabilities	1	0.6%	1.1%	0.9%	1.1%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.1%	0.5%	0.3%	0.5%
<b><u>Revenue Management</u></b>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing		86.1%	95.3%	97.6%	95.3%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		14.8%	13.6%	29.0%	13.6%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100.0%	100.0%	100.0%	100.0%
<b><u>Funding of Provisions</u></b>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<b><u>Other Indicators</u></b>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2	20.7%	9.0%	20.7%	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%	21.4%	22.6%
Employee costs	Employee costs/Total Revenue - capital revenue		28.9%	25.2%	25.2%	25.2%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		5.5%	4.9%	0.9%	4.9%
Interest & Depreciation	I&D/Total Revenue - capital revenue		10.0%	7.7%	6.1%	7.7%
<b><u>IDP regulation financial viability indicators</u></b>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		13.3	14.8	-12.5	14.8
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		10.2%	8.9%	18.8%	8.9%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		0.04	0.13	0.62	0.13

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

TSH City Of Tshwane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October														
Description		Budget Year 2016/17										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.L.o Council Policy	
R thousands	NT Code	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	Total over 90 days			
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	302,448	55,163	81,162	61,608	40,651	54,251	259,124	903,966	1,758,372	1,319,599	1,642	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	253,194	28,975	31,907	19,246	13,807	9,842	93,444	548,712	999,127	685,051	505	-	
Receivables from Non-exchange Transactions - Property Rates	1400	519,067	99,246	80,520	62,423	46,229	43,054	228,647	1,126,407	2,205,592	1,506,759	440	-	
Receivables from Exchange Transactions - Waste Water Management	1500	63,732	6,949	8,476	7,069	7,565	3,834	35,183	141,124	273,931	194,774	420	-	
Receivables from Exchange Transactions - Waste Management	1600	105,346	14,610	13,903	13,701	13,340	9,978	67,866	266,061	504,805	370,946	616	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	10,049	1,797	1,043	816	620	187,972	211	39,685	242,194	229,305	-	-	
Interest on Arrear Debtor Accounts	1810	108,015	39,379	33,902	36,940	37,395	27,262	184,806	902,311	1,370,010	1,188,714	1,105	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	48,825	10,471	33,366	2,251	17,284	15,455	71,619	570,205	769,476	676,814	1,173	-	
Total By Income Source	2000	1,410,675	256,590	284,280	204,053	176,890	351,649	940,899	4,498,470	8,123,596	6,171,962	5,901	-	
2015/16 - totals only		1,444,105	166,859	230,326	181,007	173,514	334,194	949,865	3,821,488	7,301,358	5,460,068	6,210	0	
Debtors Age Analysis By Customer Group														
Organs of State	2200	-	-	-	-	-	-	-	-	-	-	-	-	
Commercial	2300	444,723	71,043	81,044	52,603	41,615	119,882	202,206	1,035,881	2,048,987	1,452,188	-	-	
Households	2400	758,935	140,796	135,263	139,645	126,825	85,936	610,267	2,704,567	4,712,233	3,667,239	5,114	-	
Other	2500	197,017	44,751	67,973	11,805	8,450	145,831	128,426	758,022	1,362,276	1,052,535	787	-	
Total By Customer Group	2600	1,410,675	256,590	284,280	204,053	176,890	351,649	940,899	4,498,470	8,123,596	6,171,962	5,901	-	

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

TSH City Of Tshwane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description	NT Code	Budget Year 2016/17									Prior year
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	totals for chart (same period)
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	612,794								612,794	567,318
Bulk Water	0200	196,388								196,388	180,008
PAYE deductions	0300	89,304								89,304	103,451
VAT (output less input)	0400	(89,436)								(89,436)	(111,094)
Pensions / Retirement deductions	0500	104,214								104,214	110,797
Loan repayments	0600	775,000								775,000	733
Trade Creditors	0700	298,546								298,546	617,738
Auditor General	0800	8,748								8,748	2,869
Other	0900	1,427,524								1,427,524	2,376,276
Total By Customer Type	1000	3,423,081	-	-	-	-	-	-	-	3,423,081	3,848,096

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

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TSH City Of Tshwane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M04 October

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							
<b>Municipality</b>									
Call Investment deposits < 90 days									
Knysna Stocks	24	15y	Stock	31.12.2018	0	0.0%	715	–	715
Sanlam	26	14y	Insurance policy	07.12.2015	–	3.0%	–	–	–
Sanlam	27	14y	Insurance policy	01.01.2016	–	3.0%	–	–	–
Capital Alliance	28	8y	Insurance policy	On selling date	1	2.0%	622	(623)	0
Capital Alliance	29	9y	Insurance policy	On selling date	5	3.0%	1,969	(1,974)	–
ABSA	32	On Call	Money Market	On call	130	5.2%	29,331	–	29,461
ABSA	33	On Call	Money Market	On call	45	5.2%	10,279	–	10,324
ABSA	34	On Call	Money Market	On call	34	5.2%	7,699	–	7,733
ABSA	35	On Call	Money Market	On call	1	5.2%	170	–	170
Investec Bank	37	On Call	Money Market	On call	114	5.2%	25,758	–	25,872
Investec Bank	38	On Call	Money Market	On call	36	5.2%	8,233	–	8,270
Investec Bank	39	On Call	Money Market	On call	5	5.2%	1,103	–	1,108
Standard Bank	40	On Call	Money Market	On call	411	5.2%	93,159	–	93,570
Standard Bank	41	On Call	Money Market	On call	13	5.2%	2,892	–	2,905
Investec Bank	108	On Call	Money Market	On call	151	6.0%	29,729	–	29,881
RMB	237	On Call	Money Market	31.10.2011	–	0.0%	–	–	–
STANLIB	106	On Call	Money Market	On call	–	0.4%	8,152	–	8,152
ABSA	338	On Call	Short Term	On call	–	0.0%	77,345	(62,291)	15,054
Nedbank	341	On Call	Short Term	On call	–	0.0%	51,048	(51,048)	–
Standard Bank	340	On Call	Short Term	On call	–	5.8%	51,067	(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%	889,125	51,072	940,197
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	290	5.0%	68,333	–	68,624
<b>Municipality sub-total</b>					1,237		1,356,728	(115,931)	1,242,034
<b>TOTAL INVESTMENTS AND INTEREST</b>	2				1,237		1,356,728	(115,931)	1,242,034

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

TSH City Of Tshwane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October

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		–	–	–	–	–	–		–
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	5,060	245,822	242,450	3,372	1.4%	329,573
Emergency Medical Services		59,687	62,850	–	25,140	43,995	(18,855)	-42.9%	62,850
HIV and Aids Grant		11,948	12,649	5,060	12,649	12,649	–		12,649
HSDG (Top Structure)		86,656	203,033	–	203,033	149,778	53,255	35.6%	203,033
Primary Health Care		42,085	44,325	–	–	31,028	(31,028)	-100.0%	44,325
Research & Technology Development Services		893	–	–	–	–	–		–
Sport & Recreation: Community Libraries		5,625	6,716	–	5,000	5,000	–		6,716
Other grant providers:		359,222	263,847	25,651	118,613	91,827	26,786	29.2%	263,847
Broadband/Wifi DTPS		8,850	–	–	–	–	–		–
Housing Company Tshwane		19,761	36,757	1,482	5,126	9,091	(3,965)	-43.6%	36,757
LG SETA Discretionary Grant		–	–	–	–	–	–		–
Sandspruit		270,575	172,940	24,168	99,951	58,894	41,056	69.7%	172,940
TEDA		60,036	54,150	–	13,537	23,841	(10,304)	-43.2%	54,150
Total Operating Transfers and Grants	5	3,864,956	4,240,323	30,710	1,904,436	1,874,278	30,158	1.6%	4,240,323
Capital Transfers and Grants									
National Government:		2,378,161	2,331,654	243,222	564,526	564,526	–		2,331,654
Energy Efficiency & Demand Side Management		7,000	–	–	–	–	–		–
Finance Management		250	–	–	–	–	–		–
Integrated National Electricity Programme		37,000	40,000	5,720	14,043	14,043	–		40,000
Neighbourhood Development Partnership		62,619	48,500	–	13,800	13,800	–		48,500
Public Transport Network Operations Grant		770,609	750,000	237,502	274,996	274,996	–		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	16,670	(7,000)	-42.0%	26,284
Gautrans		–	–	–	–	–	–		–
Social Infrastructure Grant		23,000	21,000	–	5,670	12,670	(7,000)	-55.2%	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	243,222	574,196	581,196	(7,000)	-1.2%	2,358,138
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	6,275,056	6,598,461	273,932	2,478,632	2,455,474	23,158	0.9%	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 - M04 October

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	7,468	1,310,888	1,259,428	51,460	4.1%	3,646,903
EPWP Incentive		31,143	50,247	—	12,561	20,099	(7,538)	-37.5%	50,247
Finance Management		3,902	2,875	491	1,687	958	729	76.0%	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	5,799	5,799	21,326	(15,527)	-72.8%	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	1,178	24,557	100,006	(75,449)	-75.4%	200,011
Urban Settlement Development Grant		—	46,180	—	9,236	15,393	(6,157)	-40.0%	46,180
Provincial Government:		192,289	329,573	15,527	52,924	159,379	(106,454)	-66.8%	329,573
Emergency Medical Services		59,687	62,850	—	25,140	43,995	(18,855)	-42.9%	62,850
HIV and Aids Grant		11,948	12,649	1,485	4,272	12,649	(8,377)	-66.2%	12,649
HSDG (Top Structure)		73,772	203,033	13,796	22,826	67,678	(44,852)	-66.3%	203,033
Primary Health Care		42,085	44,325	—	—	31,027	(31,027)	-100.0%	44,325
Research & Technology Development Services		369	—	—	—	—	—	—	—
Sport & Recreation: Community Libraries		4,429	6,716	246	687	4,030	(3,343)	-83.0%	6,716
Other grant providers:		358,135	263,847	25,651	119,700	91,827	27,873	30.4%	263,847
Broadband/Wifi DTPS		7,763	—	—	1,087	—	1,087	#DIV/0!	—
Housing Company Tshwane		19,761	36,757	1,482	5,126	9,091	(3,965)	-43.6%	36,757
LG SETA Discretionary Grant		—	—	—	—	—	—	—	—
Sandspruit		270,575	172,940	24,168	99,951	58,894	41,056	69.7%	172,940
TEDA		60,036	54,150	—	13,537	23,841	(10,304)	-43.2%	54,150
Total operating expenditure of Transfers and Grants:		3,810,593	4,240,323	48,645	1,483,512	1,510,634	(27,121)	-1.8%	4,240,323
Capital expenditure of Transfers and Grants									
National Government:		2,194,753	2,331,654	299,942	515,406	758,266	(242,860)	-32.0%	2,331,654
Energy Efficiency & Demand Side Management		—	—	—	—	—	—	—	—
Finance Management		157	—	—	—	—	—	—	—
Integrated National Electricity Programme		36,801	40,000	4,340	7,976	13,333	(5,358)	-40.2%	40,000
Neighbourhood Development Partnership		62,619	48,500	—	—	16,167	(16,167)	-100.0%	48,500
Public Transport Network Operations Grant		471,556	750,000	32,921	82,032	246,863	(164,831)	-66.8%	750,000
Urban Settlement Development Grant		1,623,621	1,493,154	262,680	425,398	481,903	(56,505)	-11.7%	1,493,154
Provincial Government:		39,273	38,355	7,304	9,122	13,285	(4,163)	-31.3%	38,355
Gautrans		—	12,071	—	—	4,024	(4,024)	-100.0%	12,071
Social Infrastructure Grant		33,000	21,000	7,304	9,122	8,680	442	5.1%	21,000
Sport and Recreation: Community Libraries		6,273	5,284	—	—	581	(581)	-100.0%	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	307,246	524,528	771,751	(247,223)	-32.0%	2,370,209
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		6,046,393	6,610,532	355,891	2,008,040	2,282,385	(274,345)	-12.0%	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 - M04 October

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

**Note:** Rollovers granted will be incorporated during the Adjustments Budget Process.

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

TSH City Of Tshwane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October

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 %
R thousands								
	1	A	B					D
<b>Councillors (Political Office Bearers plus Other)</b>								
Basic Salaries and Wages		109,968	117,967	9,457	36,498	39,322	(2,825)	-7%
Other benefits and allowances		2,475	2,500	–	–	833	(833)	-100%
<b>Sub Total - Councillors</b>		<b>112,443</b>	<b>120,467</b>	<b>9,457</b>	<b>36,498</b>	<b>40,156</b>	<b>(3,658)</b>	<b>-9%</b>
% increase	4		7.1%					7.1%
<b>Senior Managers of the Municipality</b>								
Basic Salaries and Wages		53,595	59,748	3,073	14,423	19,916	(5,493)	-28%
Cellphone Allowance		601	732	35	165	244	(80)	-33%
<b>Sub Total - Senior Managers of Municipality</b>		<b>54,196</b>	<b>60,480</b>	<b>3,109</b>	<b>14,588</b>	<b>20,160</b>	<b>(5,572)</b>	<b>-28%</b>
% increase	4		11.6%					11.6%
<b>Other Municipal Staff</b>								
Basic Salaries and Wages		4,501,526	4,894,527	405,665	1,635,160	1,515,001	120,159	8%
Pension and UIF Contributions		1,239,963	1,171,204	92,864	371,385	389,726	(18,341)	-5%
Medical Aid Contributions		415,154	417,710	36,977	148,236	139,429	8,807	6%
Overtime		371,580	212,189	30,996	129,237	83,010	46,227	56%
Performance Bonus		313	419	6	107	140	(32)	-23%
Motor Vehicle Allowance		303,286	334,721	25,629	102,505	111,742	(9,237)	-8%
Cellphone Allowance		17,782	22,946	1,366	5,525	7,533	(2,008)	-27%
Housing Allowances		35,179	26,129	3,231	13,401	9,618	3,783	39%
Other benefits and allowances		317,097	342,493	30,297	118,122	116,415	1,707	1%
Post-retirement benefit obligations		–	203,073	–	–	65,024	(65,024)	-100%
<b>Sub Total - Other Municipal Staff</b>		<b>7,201,879</b>	<b>7,625,411</b>	<b>627,031</b>	<b>2,523,679</b>	<b>2,437,639</b>	<b>86,039</b>	<b>4%</b>
% increase	4		5.9%					5.9%
<b>Total Parent Municipality</b>		<b>7,368,518</b>	<b>7,806,358</b>	<b>639,597</b>	<b>2,574,764</b>	<b>2,497,955</b>	<b>76,809</b>	<b>3%</b>
<b>Unpaid salary, allowances &amp; benefits in arrears:</b>								
<b>Board Members of Entities</b>								
Board Fees		4,199	5,368	230	1,359	1,667	(309)	-19%
<b>Sub Total - Board Members of Entities</b>		<b>4,199</b>	<b>5,368</b>	<b>230</b>	<b>1,359</b>	<b>1,667</b>	<b>(309)</b>	<b>-19%</b>
% increase	4		27.8%					27.8%
<b>Senior Managers of Entities</b>								
Basic Salaries and Wages		23,282	27,353	2,076	8,375	6,752	1,623	24%
Pension and UIF Contributions		2,094	1,934	112	452	646	(194)	-30%
Medical Aid Contributions		942	1,233	79	304	413	(109)	-26%
Performance Bonus		129	643	–	–	214	(214)	-100%
Motor Vehicle Allowance		2,471	3,713	213	834	1,242	(409)	-33%
Cellphone Allowance		338	214	33	130	71	58	81%
Housing Allowances		317	360	21	87	120	(33)	-28%
Other benefits and allowances		446	601	43	88	203	(115)	-56%
<b>Sub Total - Senior Managers of Entities</b>		<b>30,019</b>	<b>36,052</b>	<b>2,577</b>	<b>10,270</b>	<b>9,662</b>	<b>608</b>	<b>6%</b>
% increase	4		20.1%					20.1%
<b>Other Staff of Entities</b>								
Basic Salaries and Wages		66,535	82,127	5,895	23,692	26,200	(2,508)	-10%
Pension and UIF Contributions		9,953	13,760	982	3,945	4,590	(644)	-14%
Medical Aid Contributions		8,993	10,714	775	3,130	3,574	(444)	-12%
Overtime		2,380	2,484	234	1,217	826	390	47%
Performance Bonus		–	4,875	–	–	1,622	(1,622)	-100%
Motor Vehicle Allowance		6,057	6,606	539	2,143	2,198	(55)	-2%
Cellphone Allowance		480	426	41	168	142	26	18%
Housing Allowances		2,967	3,527	292	1,166	1,174	(8)	-1%
Other benefits and allowances		2,237	2,385	82	897	797	100	13%
<b>Sub Total - Other Staff of Entities</b>		<b>99,603</b>	<b>126,903</b>	<b>8,839</b>	<b>36,358</b>	<b>41,123</b>	<b>(4,765)</b>	<b>-12%</b>
% increase	4		27.4%					27.4%
<b>Total Municipal Entities</b>		<b>133,821</b>	<b>168,323</b>	<b>11,646</b>	<b>47,987</b>	<b>52,453</b>	<b>(4,466)</b>	<b>-9%</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>		<b>7,502,339</b>	<b>7,974,681</b>	<b>651,243</b>	<b>2,622,751</b>	<b>2,550,408</b>	<b>72,343</b>	<b>3%</b>
% increase	4		6.3%					6.3%
<b>TOTAL MANAGERS AND STAFF</b>		<b>7,385,697</b>	<b>7,848,847</b>	<b>641,556</b>	<b>2,584,895</b>	<b>2,508,585</b>	<b>76,310</b>	<b>3%</b>

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

TSH City Of Tshwane - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M04 October

Description	Ref	Budget Year 2016/17			2016/17 Medium Term Revenue & Expenditure Framework		
		October Outcome	October Actual	October Variance	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
<b>R thousands</b>	<b>1</b>						
<b>Cash Receipts By Source</b>							
Property rates		467,829	445,600	(22,229)	5,533,559	6,032,645	6,516,106
Service charges - electricity revenue		925,840	768,133	(157,707)	10,905,836	11,832,832	12,720,295
Service charges - water revenue		374,779	258,086	(116,693)	3,835,403	4,262,897	4,695,908
Service charges - sanitation revenue		83,776	63,449	(20,327)	911,637	1,012,764	1,115,309
Service charges - refuse		99,511	99,441	(71)	1,157,175	1,262,165	1,363,811
Service charges - other		18,190	–	(18,190)	201,177	213,650	226,256
Rental of facilities and equipment		10,713	9,449	(1,263)	129,430	143,487	160,846
Interest earned - external investments		3,535	7,217	3,683	42,417	45,020	40,194
Interest earned - outstanding debtors		17,018	41,034	24,016	204,214	217,550	231,141
Fines		16,555	133	(16,422)	198,658	210,975	223,423
Licences and permits		5,047	4,548	(499)	60,564	64,319	68,114
Agency services		–	–	–	2,878	12,502	24,500
Transfer receipts - operating		136,171	5,060	(131,112)	4,240,323	4,338,748	4,687,079
Other revenue		149,484	68,008	(81,476)	1,795,964	953,970	1,043,691
<b>Cash Receipts by Source</b>		<b>2,308,447</b>	<b>1,770,156</b>	<b>(538,292)</b>	<b>29,219,235</b>	<b>30,603,525</b>	<b>33,116,670</b>
<b>Other Cash Flows by Source</b>							
Transfer receipts - capital		197,517	243,222	45,705	2,370,209	2,449,064	2,532,510
Contributions & Contributed assets		–	13,828	13,828	–	–	–
Proceeds on disposal of PPE		–	(2,139)	(2,139)	–	–	–
Short term loans		–	800,000	800,000	–	–	–
Borrowing long term/refinancing		58,821	–	(58,821)	1,000,000	1,000,000	1,000,000
Increase in consumer deposits		617	5,402	4,785	7,366	7,509	7,655
Receipt of non-current debtors		(20,131)	42,053	62,184	(241,572)	(251,558)	(262,137)
Receipt of non-current receivables		230	12,740	12,510	2,759	(4,922)	(5,303)
Change in non-current investments		(25,249)	1,041	26,290	(302,991)	(31,376)	28,328
<b>Total Cash Receipts by Source</b>		<b>2,520,252</b>	<b>2,886,302</b>	<b>366,049</b>	<b>32,055,005</b>	<b>33,772,242</b>	<b>36,417,722</b>
<b>Cash Payments by Type</b>							
Employee related costs		605,200	640,155	34,955	7,614,468	8,073,533	8,565,420
Remuneration of councillors		10,420	9,687	(733)	125,328	133,060	141,390
Interest paid		84,609	69,493	(15,116)	1,057,999	1,114,849	1,088,808
Bulk purchases - Electricity		624,618	535,390	(89,229)	7,495,422	8,132,114	8,741,714
Bulk purchases - Water & Sewer		221,388	196,493	(24,894)	2,461,604	2,731,800	3,001,741
Other materials		21,943	18,800	(3,143)	283,962	301,535	320,296
Contracted services		214,295	178,305	(35,990)	2,657,237	2,926,415	3,168,402
Grants and subsidies paid - other		24,005	4,986	(19,019)	288,055	284,074	290,591
General expenses		361,962	82,362	(279,600)	3,912,758	3,898,474	4,097,336
<b>Cash Payments by Type</b>		<b>2,168,440</b>	<b>1,735,670</b>	<b>(432,770)</b>	<b>25,896,832</b>	<b>27,595,853</b>	<b>29,415,698</b>
<b>Other Cash Flows/Payments by Type</b>							
Capital assets		361,238	352,182	(9,056)	4,339,234	3,598,863	3,872,759
Repayment of borrowing		58,507	775,000	716,493	702,083	815,838	815,838
<b>Total Cash Payments by Type</b>		<b>2,588,184</b>	<b>2,862,852</b>	<b>274,668</b>	<b>30,938,150</b>	<b>32,010,555</b>	<b>34,104,295</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		<b>(67,932)</b>	<b>23,450</b>	<b>91,382</b>	<b>1,116,856</b>	<b>1,761,688</b>	<b>2,313,426</b>
Cash/cash equivalents at the month/year beginning:		2,350,848	1,425,736		2,012,796	3,129,652	4,891,340
Cash/cash equivalents at the month/year end:		2,282,916	1,449,186	91,382	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) - M04 October

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
<b>R thousands</b>	<b>1</b>								
<b>Revenue By Source</b>									
Property rates		5,384,019	5,764,124	445,600	1,921,560	1,873,237	48,322	3%	5,764,124
Service charges - electricity revenue		9,340,209	11,360,246	760,529	4,437,255	3,957,699	479,555	12%	11,360,246
Service charges - water revenue		3,226,514	3,815,498	237,677	1,015,555	1,246,209	(230,654)	-19%	3,815,498
Service charges - sanitation revenue		760,693	894,777	59,948	260,671	297,209	(36,538)	-12%	894,777
Service charges - refuse revenue		1,128,046	1,205,390	95,918	408,756	394,145	14,611	4%	1,205,390
Service charges - other		232,687	209,560	19,168	91,543	68,698	22,845	33%	209,560
Rental of facilities and equipment		131,388	127,397	9,002	34,866	42,466	(7,599)	-18%	127,397
Interest earned - external investments		56,000	41,895	7,166	26,999	13,965	13,034	93%	41,895
Interest earned - outstanding debtors		361,055	187,512	35,886	152,681	62,504	90,178	144%	187,512
Fines		160,585	198,658	133	59,127	66,219	(7,092)	-11%	198,658
Licences and permits		48,743	60,564	4,548	13,469	20,188	(6,719)	-33%	60,564
Transfers recognised - operational		3,516,826	3,976,476	21,908	1,354,576	1,418,807	(64,231)	-5%	3,976,476
Other revenue		755,809	1,736,142	64,408	250,107	556,678	(306,572)	-55%	1,736,142
Gains on disposal of PPE		165,263	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contribution)</b>		<b>25,267,839</b>	<b>29,578,240</b>	<b>1,761,891</b>	<b>10,027,167</b>	<b>10,018,025</b>	<b>9,142</b>	<b>0%</b>	<b>29,578,240</b>
<b>Expenditure By Type</b>									
Employee related costs		7,240,936	7,459,140	628,176	2,530,755	2,384,250	146,505	6%	7,459,140
Remuneration of councillors		112,443	120,467	9,457	36,498	40,156	(3,658)	-9%	120,467
Debt impairment		987,510	849,492	70,791	283,164	283,164	(0)	0%	849,492
Depreciation & asset impairment		1,416,448	1,254,567	108,532	430,473	418,189	12,284	3%	1,254,567
Finance charges		1,136,967	1,057,638	69,463	193,456	338,310	(144,854)	-43%	1,057,638
Bulk purchases		8,808,849	9,748,736	714,537	3,185,320	3,261,118	(75,798)	-2%	9,748,736
Other materials		228,674	272,961	18,546	58,170	104,604	(46,434)	-44%	272,961
Contracted services		3,119,283	2,673,690	325,243	790,674	1,040,490	(249,815)	-24%	2,673,690
Transfers and grants		394,349	288,055	4,986	(238,769)	96,018	(334,787)	-349%	288,055
Other expenditure		3,844,269	3,922,825	350,743	1,034,911	1,560,885	(525,974)	-34%	3,922,825
Loss on disposal of PPE		13,098	1	2,112	1,426	0	1,426	429536%	1
<b>Total Expenditure</b>		<b>27,302,826</b>	<b>27,647,570</b>	<b>2,302,587</b>	<b>8,306,080</b>	<b>9,527,184</b>	<b>(1,221,104)</b>	<b>-13%</b>	<b>27,647,570</b>
<b>Surplus/(Deficit)</b>		<b>(2,034,987)</b>	<b>1,930,670</b>	<b>(540,696)</b>	<b>1,721,087</b>	<b>490,841</b>	<b>1,230,246</b>	<b>251%</b>	<b>1,930,670</b>
Transfers recognised - capital		2,452,210	2,370,209	176,301	392,606	790,070	(397,463)	-50%	2,370,209
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>417,223</b>	<b>4,300,879</b>	<b>(364,395)</b>	<b>2,113,693</b>	<b>1,280,910</b>	<b>832,783</b>	<b>65%</b>	<b>4,300,879</b>
<b>Surplus/(Deficit) after taxation</b>		<b>417,223</b>	<b>4,300,879</b>	<b>(364,395)</b>	<b>2,113,693</b>	<b>1,280,910</b>	<b>832,783</b>	<b>65%</b>	<b>4,300,879</b>

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

TSH City Of Tshwane - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M04 October

Description	Ref	2015/16	Budget Year 2016/17						
		Unaudited Outcome	Original Budget	Monthly actual	Year TD actual	Year TD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<u>Revenue By Municipal Entity</u>									
Housing Company Tshwane		23,906	45,863	1,952	7,041	11,835	(4,794)	-41%	45,863
Sandspruit Works Association		593,037	521,135	45,181	175,122	175,787	(665)	0%	521,135
Tshwane Economic Development Agency		65,937	64,631	31	13,649	32,314	(18,665)	-58%	64,631
Total Operating Revenue	1	682,880	631,629	47,165	195,811	219,936	(24,124)	-11%	631,629
<u>Expenditure By Municipal Entity</u>									
Housing Company Tshwane		37,416	49,114	1,469	5,072	24,311	(19,239)	-79%	49,114
Sandspruit Works Association		588,270	521,135	47,187	173,690	172,676	1,014	1%	521,135
Tshwane Economic Development Agency		61,210	64,131	2,999	13,414	23,583	(10,169)	-43%	64,131
Total Operating Expenditure	2	686,896	634,380	51,656	192,177	220,570	(28,394)	-13%	634,380
Surplus/ (Deficit) for the yr/period		(4,016)	(2,751)	(4,491)	3,635	(635)	(52,518)	8275%	(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	850	(797)	-94%	7,300
Tshwane Economic Development Agency		470	5,923	–	–	–	–	–	5,923
Total Capital Expenditure	3	1,984	54,528	–	257	1,780	(1,523)	-86%	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 - M04 October

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								
<b>Monthly expenditure performance trend</b>								
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%	3%
September	216,442	416,994	152,136	280,755	1,046,842	766,087	73.2%	6%
October	281,690	366,991	352,182	632,937	1,413,832	780,895	55.2%	14%
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	–		
<b>Total Capital expenditure</b>	<b>3,968,594</b>	<b>4,465,209</b>	<b>632,937</b>					

(n) Table SC13a: Consolidated **M**onthly **B**udget **S**tatement – **C**apital 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 - M04 October

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								
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>		<b>1,680,103</b>	<b>2,655,486</b>	<b>99,986</b>	<b>236,987</b>	<b>883,713</b>	<b>646,727</b>	<b>73.2%</b>	<b>2,655,486</b>
Infrastructure - Road transport		1,347,676	1,155,536	68,519	205,520	379,344	173,824	45.8%	1,155,536
Roads, Pavements & Bridges		901,901	769,450	33,667	99,206	253,346	154,140	60.8%	769,450
Storm water		445,776	386,086	34,852	106,313	125,998	19,684	15.6%	386,086
Infrastructure - Electricity		100,016	1,126,000	19,867	19,867	370,677	350,810	94.6%	1,126,000
Generation		99,069	176,000	19,867	19,867	54,010	34,143	63.2%	176,000
Transmission & Reticulation		948	950,000	–	–	316,667	316,667	100.0%	950,000
Infrastructure - Water		39,032	68,000	2,532	2,532	19,950	17,418	87.3%	68,000
Dams & Reservoirs		39,032	66,000	2,532	2,532	19,283	16,751	86.9%	66,000
Reticulation		–	2,000	–	–	667	667	100.0%	2,000
Infrastructure - Other		193,378	305,950	9,068	9,068	113,743	104,675	92.0%	305,950
Waste Management		4,998	–	–	–	–	–	–	–
Transportation		2,598	16,500	–	–	5,500	5,500	100.0%	16,500
Other		185,782	289,450	9,068	9,068	108,243	99,175	91.6%	289,450
<b>Community</b>		<b>172,432</b>	<b>195,400</b>	<b>11,039</b>	<b>36,810</b>	<b>54,081</b>	<b>17,271</b>	<b>31.9%</b>	<b>195,400</b>
Sportsfields & stadia		38,946	103,000	1,724	18,839	35,267	16,428	46.6%	103,000
Libraries		8,954	10,000	614	4,896	4,000	(896)	-22.4%	10,000
Recreational facilities		9,844	–	–	–	–	–	–	–
Security and policing		8,852	30,000	–	–	–	–	–	30,000
Clinics		83,526	50,900	8,701	13,074	13,314	240	1.8%	50,900
Cemeteries		22,310	1,500	–	–	1,500	1,500	100.0%	1,500
<b>Investment properties</b>		<b>8,937</b>	<b>64,259</b>	<b>5,079</b>	<b>9,409</b>	<b>10,251</b>	<b>842</b>	<b>8.2%</b>	<b>64,259</b>
Housing development		–	10,259	–	–	1,026	1,026	100.0%	10,259
Other		8,937	54,000	5,079	9,409	9,225	(184)	-2.0%	54,000
<b>Other assets</b>		<b>24,500</b>	<b>15,784</b>	<b>(13)</b>	<b>323</b>	<b>2,077</b>	<b>1,755</b>	<b>84.5%</b>	<b>15,784</b>
General vehicles		–	–	–	–	–	–	–	–
Specialised vehicles		–	–	–	–	–	–	–	–
Furniture and other office equipment		16,472	10,284	(13)	323	581	259	44.5%	10,284
Markets		5,344	5,500	–	–	1,496	1,496	100.0%	5,500
Other		2,684	–	–	–	–	–	–	–
<b>Intangibles</b>		<b>129,907</b>	<b>50,200</b>	<b>–</b>	<b>15,570</b>	<b>10,200</b>	<b>(5,370)</b>	<b>-52.6%</b>	<b>50,200</b>
Computers - software & programming		129,907	50,200	–	15,570	10,200	(5,370)	-52.6%	50,200
<b>Total Capital Expenditure on new assets</b>	<b>1</b>	<b>2,015,879</b>	<b>2,981,128</b>	<b>116,090</b>	<b>299,098</b>	<b>960,322</b>	<b>661,224</b>	<b>68.9%</b>	<b>2,981,128</b>
<b>Specialised vehicles</b>		–	–	–	–	–	–	–	–
Refuse		–	–	–	–	–	–	–	–
Ambulances		–	–	–	–	–	–	–	–



(o) Table SC13b: Consolidated ~~M~~monthly ~~B~~udget ~~s~~Statement – ~~C~~capital expenditure on the 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 - M04 October

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								
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>		<b>894,869</b>	<b>743,735</b>	<b>88,867</b>	<b>131,166</b>	<b>216,966</b>	<b>85,801</b>	<b>39.5%</b>	<b>743,735</b>
Infrastructure - Road transport		63,502	15,473	–	–	5,158	5,158	100.0%	15,473
Roads, Pavements & Bridges		62,519	12,071	–	–	4,024	4,024	100.0%	12,071
Storm water		984	3,402	–	–	1,134	1,134	100.0%	3,402
Infrastructure - Electricity		330,968	302,665	10,253	48,849	97,146	48,297	49.7%	302,665
Generation		220,540	241,665	5,494	39,732	77,988	38,256	49.1%	241,665
Transmission & Reticulation		42,835	61,000	4,758	9,116	19,158	10,041	52.4%	61,000
Street Lighting		67,593	–	–	–	–	–	–	–
Infrastructure - Water		402,166	255,500	75,053	77,500	68,603	(8,897)	-13.0%	255,500
Reticulation		402,166	255,500	75,053	77,500	68,603	(8,897)	-13.0%	255,500
Infrastructure - Sanitation		51,202	60,000	2,796	2,796	4,368	1,572	36.0%	60,000
Reticulation		46,785	55,000	2,796	2,796	2,701	(94)	-3.5%	55,000
Sewerage purification		4,417	5,000	–	–	1,667	1,667	100.0%	5,000
Infrastructure - Other		47,032	110,097	765	2,022	41,692	39,671	95.2%	110,097
Waste Management		11,996	21,000	–	–	6,993	6,993	100.0%	21,000
Transportation		35,036	59,097	765	2,022	19,699	17,678	89.7%	59,097
Other		–	30,000	–	–	15,000	15,000	100.0%	30,000
<b>Community</b>		<b>108,646</b>	<b>55,500</b>	<b>750</b>	<b>1,170</b>	<b>16,767</b>	<b>15,597</b>	<b>93.0%</b>	<b>55,500</b>
Parks & gardens		34,499	–	–	–	–	–	–	–
Fire, safety & emergency		1,940	5,000	750	1,170	200	(970)	–	5,000
Clinics		2,699	–	–	–	–	–	–	–
Cemeteries		6,890	2,000	–	–	400	400	100.0%	2,000
Other		62,619	48,500	–	–	16,167	16,167	100.0%	48,500
<b>Investment properties</b>		<b>834,290</b>	<b>534,845</b>	<b>145,489</b>	<b>187,528</b>	<b>183,201</b>	<b>(4,327)</b>	<b>-2.4%</b>	<b>534,845</b>
Housing development		829,300	527,445	145,489	187,528	181,721	(5,807)	-3.2%	527,445
Other		4,990	7,400	–	–	1,480	1,480	100.0%	7,400
<b>Other assets</b>		<b>114,910</b>	<b>150,000</b>	<b>987</b>	<b>13,975</b>	<b>36,576</b>	<b>22,601</b>	<b>61.8%</b>	<b>150,000</b>
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	–	–	3,333	3,333	100.0%	10,000
Other Buildings		28,217	61,500	993	7,542	17,518	9,975	56.9%	61,500
Other		34,778	55,500	(6)	4,201	13,425	9,224	–	55,500
<b>Intangibles</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Computers - software & programming		–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–
<b>Total Capital Expenditure on renewal of existing assets</b>	<b>1</b>	<b>1,952,715</b>	<b>1,484,080</b>	<b>236,092</b>	<b>333,839</b>	<b>453,510</b>	<b>119,671</b>	<b>26.4%</b>	<b>1,484,080</b>
<b>Specialised vehicles</b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Refuse		–	–	–	–	–	–	–	–
Ambulances		–	–	–	–	–	–	–	–

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

TSH City Of Tshwane - Supporting Table SC13c Consolidated Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M04 October

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								
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>									
<b>Infrastructure</b>		<b>747,581</b>	<b>777,813</b>	<b>51,215</b>	<b>169,997</b>	<b>343,041</b>	<b>173,045</b>	<b>50.4%</b>	<b>777,813</b>
Infrastructure - Road transport		125,594	131,316	1,358	8,517	99,561	91,043	91.4%	131,316
Roads, Pavements & Bridges		107,606	113,036	1,042	7,332	84,953	77,621	91.4%	113,036
Storm water		17,987	18,280	317	1,186	14,608	13,423	91.9%	18,280
Infrastructure - Electricity		406,974	365,514	20,991	92,510	148,229	55,719	37.6%	365,514
Generation		71,300	70,799	1,338	9,130	23,600	14,470	61.3%	70,799
Transmission & Reticulation		271,891	237,433	16,380	70,287	101,587	31,300	30.8%	237,433
Street Lighting		63,784	57,282	3,273	13,093	23,043	9,950	43.2%	57,282
Infrastructure - Water		135,957	207,798	24,984	58,368	70,921	12,553	17.7%	207,798
Dams & Reservoirs		8,053	8,380	1,569	2,800	2,295	(505)	-22.0%	8,380
Water purification		12,464	10,669	505	1,196	3,509	2,313	65.9%	10,669
Reticulation		115,441	188,749	22,909	54,373	65,117	10,744	16.5%	188,749
Infrastructure - Sanitation		60,651	55,141	3,120	6,918	16,585	9,667	58.3%	55,141
Reticulation		22,033	18,490	772	2,784	7,422	4,638	62.5%	18,490
Sewerage purification		38,619	36,652	2,349	4,134	9,163	5,028		36,652
Infrastructure - Other		18,404	18,044	761	3,683	7,746	4,063	52.5%	18,044
Waste Management		18,404	18,044	761	3,683	7,746	4,063	52.5%	18,044
<b>Community</b>		<b>236,631</b>	<b>188,375</b>	<b>5,928</b>	<b>14,750</b>	<b>86,492</b>	<b>71,742</b>	<b>82.9%</b>	<b>188,375</b>
Parks & gardens		29,396	33,412	1,454	3,950	13,798	9,848	71.4%	33,412
Sportsfields & stadia		26	198	-	-	22	22	100.0%	198
Recreational facilities		12,624	16,342	487	3,109	8,583	5,474	63.8%	16,342
Fire, safety & emergency		25,723	23,538	2,090	3,099	8,002	4,902	61.3%	23,538
Security and policing		33,695	33,466	502	1,391	26,194	24,804	94.7%	33,466
Buses		5,562	5,077	53	861	1,699	838	49.3%	5,077
Cemeteries		5,882	4,975	30	344	1,705	1,361	79.8%	4,975
Other		123,723	71,367	1,312	1,997	26,490	24,493	92.5%	71,367
<b>Other assets</b>		<b>354,711</b>	<b>438,919</b>	<b>18,312</b>	<b>50,417</b>	<b>198,487</b>	<b>148,071</b>	<b>74.6%</b>	<b>438,919</b>
General vehicles		106,794	157,644	10,406	26,019	52,548	26,530	50.5%	157,644
Specialised vehicles		-	-	-	-	-	-	-	-
Plant & equipment		35,987	44,647	632	3,016	18,755	15,739	83.9%	44,647
Computers - hardware/equipment		2,799	3,529	6	355	1,182	827	70.0%	3,529
Furniture and other office equipment		15,335	17,509	278	1,955	6,616	4,661	70.4%	17,509
Civic Land and Buildings		1,032	1,488	7	29	1,018	988	97.1%	1,488
Other Buildings		118,968	125,968	4,252	12,170	72,397	60,228	83.2%	125,968
Other Land		68,213	82,235	2,586	5,557	43,886	38,329	87.3%	82,235
Other		5,583	5,899	144	1,317	2,086	769	36.9%	5,899
<b>Intangibles</b>		<b>74,308</b>	<b>72,141</b>	<b>18,302</b>	<b>28,606</b>	<b>24,126</b>	<b>(4,480)</b>	<b>-18.6%</b>	<b>72,141</b>
Computers - software & programming		74,308	72,141	18,302	28,606	24,126	(4,480)	-18.6%	72,141
<b>Total Repairs and Maintenance Expenditure</b>		<b>1,413,231</b>	<b>1,477,248</b>	<b>93,756</b>	<b>263,770</b>	<b>652,147</b>	<b>388,377</b>	<b>59.6%</b>	<b>1,477,248</b>
<b>Specialised vehicles</b>		-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-
Ambulances		-	-	-	-	-	-	-	-

(q) Table SC13d: Consolidated ~~M~~monthly ~~B~~udget ~~S~~statement – ~~D~~depreciation by asset class

TSH City Of Tshwane - Supporting Table SC13d Consolidated Monthly Budget Statement - depreciation by asset class - M04 October

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
<b>R thousands</b>	<b>1</b>								
<b><u>Depreciation by Asset Class/Sub-class</u></b>									
<b><u>Infrastructure</u></b>		<b>920,334</b>	<b>957,834</b>	<b>58,284</b>	<b>250,760</b>	<b>326,480</b>	<b>75,720</b>	<b>23.2%</b>	<b>957,834</b>
Infrastructure - Road transport		504,377	329,967	21,146	139,986	114,050	(25,936)	-22.7%	329,967
Roads, Pavements & Bridges		344,698	220,217	10,390	67,573	76,340	8,768	11.5%	220,217
Storm water		159,679	109,750	10,756	72,413	37,709	(34,704)	-92.0%	109,750
Infrastructure - Electricity		154,040	402,570	9,295	46,804	138,764	91,960	66.3%	402,570
Generation		114,233	117,690	7,827	40,595	39,153	(1,442)	-3.7%	117,690
Transmission & Reticulation		15,649	284,880	1,469	6,209	99,611	93,402	93.8%	284,880
Street Lighting		24,159	–	–	–	–	–	–	–
Infrastructure - Water		157,691	91,156	23,944	54,512	26,266	(28,246)	-107.5%	91,156
Dams & Reservoirs		13,950	18,598	781	1,724	5,720	3,995	69.9%	18,598
Reticulation		143,740	72,558	23,163	52,788	20,547	(32,241)	-156.9%	72,558
Infrastructure - Sanitation		18,300	16,907	863	1,904	1,296	(609)	-47.0%	16,907
Reticulation		16,722	15,498	863	1,904	801	(1,103)	-137.7%	15,498
Sewerage purification		1,579	1,409	–	–	494	494	100.0%	1,409
Infrastructure - Other		85,926	117,234	3,035	7,554	46,105	38,551	83.6%	117,234
Waste Management		6,074	5,917	–	–	2,074	2,074	100.0%	5,917
Transportation		13,451	21,302	236	1,377	7,474	6,098	81.6%	21,302
Other		66,401	90,015	2,799	6,177	36,556	30,379	83.1%	90,015
<b><u>Community</u></b>		<b>100,462</b>	<b>70,699</b>	<b>3,638</b>	<b>25,869</b>	<b>21,014</b>	<b>(4,855)</b>	<b>-23.1%</b>	<b>70,699</b>
Parks & gardens		12,330	–	–	–	–	–	–	–
Sportsfields & stadia		13,920	29,023	532	12,832	10,461	(2,371)	-22.7%	29,023
Libraries		3,200	2,818	190	3,335	1,186	(2,149)	-181.1%	2,818
Recreational facilities		3,518	–	–	–	–	–	–	–
Fire, safety & emergency		693	1,409	231	797	59	(738)	-1243.4%	1,409
Security and policing		3,164	8,453	–	–	–	–	–	8,453
Clinics		30,818	14,343	2,685	8,905	3,949	(4,956)	-125.5%	14,343
Cemeteries		10,436	986	–	–	564	564	100.0%	986
Other		22,381	13,666	–	–	4,795	4,795	100.0%	13,666
<b><u>Investment properties</u></b>		<b>301,382</b>	<b>168,816</b>	<b>46,468</b>	<b>134,140</b>	<b>57,381</b>	<b>(76,758)</b>	<b>-133.8%</b>	<b>168,816</b>
Housing development		296,404	151,514	44,901	127,731	54,206	(73,525)	-135.6%	151,514
Other		4,978	17,301	1,567	6,409	3,175	(3,233)	-101.8%	17,301
<b><u>Other assets</u></b>		<b>49,827</b>	<b>46,715</b>	<b>300</b>	<b>9,739</b>	<b>11,465</b>	<b>1,726</b>	<b>15.1%</b>	<b>46,715</b>
General vehicles		6,503	–	–	–	–	–	–	–
Specialised vehicles		–	–	–	–	–	–	–	–
Plant & equipment		831	845	–	–	89	89	100.0%	845
Computers - hardware/equipment		5,292	5,636	–	1,520	593	(927)	-156.3%	5,636
Furniture and other office equipment		11,816	5,716	(4)	220	1,161	941	81.1%	5,716
Markets		1,910	1,550	–	–	444	444	100.0%	1,550
Other Buildings		10,085	17,329	306	5,137	5,196	59	1.1%	17,329
Other		13,389	15,639	(2)	2,861	3,982	1,121	28.1%	15,639
<b><u>Intangibles</u></b>		<b>46,431</b>	<b>14,145</b>	<b>–</b>	<b>10,605</b>	<b>3,025</b>	<b>(7,580)</b>	<b>-250.5%</b>	<b>14,145</b>
Computers - software & programming		46,431	14,145	–	10,605	3,025	(7,580)	-250.5%	14,145
Other		–	–	–	–	–	–	–	–
<b>Total Depreciation</b>		<b>1,418,436</b>	<b>1,258,208</b>	<b>108,690</b>	<b>431,113</b>	<b>419,366</b>	<b>(11,747)</b>	<b>-2.8%</b>	<b>1,258,208</b>
<b><u>Specialised vehicles</u></b>		<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Refuse		–	–	–	–	–	–	–	–
Ambulances		–	–	–	–	–	–	–	–

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

**QUALITY CERTIFICATE**

I, **Lindiwe Kwele**, the ~~a~~Acting City Manager of the City of Tshwane, hereby certify that ~~the~~  
☐ the monthly budget statement

~~F~~or the month of **October 2016** has been prepared in accordance with the Municipal  
Finance Management Act and ~~the~~ regulations made under that Act.

Print name: **Lindiwe Kwele**

Acting City Manager of the City of Tshwane (TSH)

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

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