

F1/5/2  
 Umar Banda (012 358 8110)  
 MAYORAL COMMITTEE: JANUARY 2019

From: The City Manager  
 To: The Executive Mayor

GROUP FINANCIAL SERVICES DEPARTMENT  
 MUNICIPAL FINANCE MANAGEMENT ACT (MFMA)

- (1) IN-YEAR FINANCIAL REPORT (MONTHLY AND SECOND QUARTER BUDGET STATEMENT) FOR THE PERIOD ENDING 31 DECEMBER 2018;  
 AND
- (2) MID-YEAR BUDGET ASSESSMENT

## 1. PURPOSE

This report sets out the progress on the financial performance of the City of Tshwane against the budget for the period ended 31 December 2018, in compliance with sections 52(d), 71 and 72 of the Municipal Finance Management Act, 2003 (Act 56 of 2003) (MFMA).

## 2. STRATEGIC PILLARS

- A city that facilitates economic growth and job creation
- A city that cares for its residents and promotes inclusivity
- A city that delivers excellent services and protects the environment
- A city that keeps residents safe
- A city that is open, honest and responsive

## 3. BACKGROUND

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

Section 71(1) of the MFMA further stipulates: “The accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant treasury a statement in the prescribed format on the state of the municipality’s budget.”

For the reporting period ended 31 December 2018, the ten working days within which to report end on **15 January 2019**.

In addition, section 72 of the MFMA requires that the accounting officer of a municipality must submit a report by 25 January of each year to the executive mayor, the National and the Provincial Treasury, which report assesses the performance of the municipality during the first half of the financial year and, as part of the review, makes recommendations as to whether an adjustment budget is necessary, and also recommends revised projections for revenue and expenditure to the extent that it may be necessary.

#### 4. DISCUSSION

On 31 May 2018, Council approved the 2018/19 Medium-term Revenue and Expenditure Framework for the City of Tshwane.

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

The following table summarises the financial performance as at 31 December 2018:

| CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 31 DECEMBER 2018 |                 |                  |                    |                  |              |
|---|-----------------|------------------|--------------------|------------------|--------------|
| Description   | Original Budget | YTD actual       | YTD budget         | YTD variance     | YTD variance |
|   | R'000           | R'000            | R'000              | R'000            | %            |
| Total Revenue(Excluding Capital Transfers)                                | 32,530,207      | 16,734,573       | 16,546,545         | 188,028          | 1%           |
| Total Expenditure   | 32,416,977      | 15,299,455       | 17,600,803         | (2,301,348)      | -13%         |
| <b>Surplus /Deficit</b>   | <b>113,230</b>  | <b>1,435,118</b> | <b>(1,054,258)</b> | <b>2,489,376</b> |              |

The following table shows expenditure of the previous financial year, 2017/18:

| CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 31 DECEMBER 2017 |                 |                |                  |                  |              |
|---|-----------------|----------------|------------------|------------------|--------------|
| Description   | Original Budget | YTD actual     | YTD budget       | YTD variance     | YTD variance |
|   | R'000           | R'000          | R'000            | R'000            | %            |
| Total Revenue(Excluding Capital Transfers)                                | 30,226,013      | 14,975,154     | 15,914,494       | (939,340)        | -6%          |
| Total Expenditure   | 29,994,829      | 14,713,384     | 16,787,501       | (2,074,117)      | -12%         |
| <b>Surplus /Deficit</b>   | <b>231,184</b>  | <b>261,769</b> | <b>(873,007)</b> | <b>1,134,777</b> |              |

The actual operating revenue realised, excluding capital transfers and contributions, reflects a favourable variance of R188 million against the year-to-date (YTD) budget for the period ended 31 December 2018.

The operating expenditure is underspent by R2,3 billion, which is 13% less than the YTD expenditure projection.

The total approved capital budget allocation amounts to R4 billion. The expenditure for the period, including that of the municipal entities, amounts to R893 million, representing 22% of the total approved budget.

Cash and cash equivalents as at 31 December 2018 amount to R2,9 billion.

#### 5. INTERDEPARTMENTAL AND CLUSTER IMPACT

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

## 6. COMMENTS FROM DEPARTMENTS

### 6.1 THE GROUP LEGAL COUNSEL

(Unaltered)

This report provides progress on the financial performance of the City of Tshwane against the budget for the period ended 31 December 2018, in compliance with section 52(d), 71 and 72 of the Municipal Finance Management Act (MFMA).

Section 11(3) (a) (k) and (n) of the Local Government: Municipal Systems Act, 2000 (Act 32 of 2000) (hereafter referred to as the “MSA”) provides that, a municipality exercises its legislative or executive authority by developing and adopting policies, plans, strategies and programmes, including setting targets for delivery, establishing and implementing performance management systems and also by doing anything else within its legislative and executive competence.

In terms of Section 71 (1) of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) (hereafter referred to as “MFMA”), 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 provincial treasury a statement in the prescribed format on the state of the municipality’s budget reflecting all the required particulars for that month and for the financial year up to the end of that month.

This report is in compliance with the provisions of Regulation 13 of the Local Government: Municipal Planning and Performance Management Regulations, 2001 published in terms of the “MSA” and the Performance Management Policy and Procedure developed by the City of Tshwane (dated 28 August 2008), whereby the purpose of reporting or giving feedback is to assist in monitoring, which aims to provide Managers, decision-makers and other stakeholders with a regular feedback on the progress made with implementation so that corrective measures may be put in place, where necessary.

Having taken regard to the aforesaid and with specific reference to the contents of the report, the **Group Legal and Secretariat Services Department** supports the approval of the report and the recommendations.

### 6.2 THE CHIEF FINANCIAL OFFICER

(Unaltered)

Cognisance is taken of the contents of the report.

There are no financial implications emanating as a result of this report for the City of Tshwane as the purpose of this report is to provide progress on the financial performance of the City of Tshwane against the budget for the period ended 31 December 2018, in compliance with section 71 and 72 of the Municipal Finance Management Act (MFMA).

## 7. IMPLICATIONS

### 7.1 HUMAN RESOURCES

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

## 7.2 FINANCE

### Budget and value for money

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

## 7.3 CONSTITUTIONAL AND LEGAL FACTORS

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

## 7.4 COMMUNICATION

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

## 7.5 PREVIOUS MAYORAL COMMITTEE RESOLUTIONS

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

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

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

The City does not have an mSCOA system for transacting; however, the City is still required to submit financial information to the National Treasury in terms of the seven mSCOA segments, and the project team is currently developing an interim reporting solution. The month-06 mSCOA data strings will be submitted to the National Treasury on 15 January 2019.

## 9. CONCLUSION

This report meets the MFMA requirement for the Executive Mayor to receive a section 71 "monthly budget statement" within ten working days after the end of the month and compliance with sections 52(d), 71 and 72 of the MFMA.

### Mid-term budget and performance and assessment

In terms of section 72 of the MFMA, the accounting officer of a municipality must by 25 January of each year assess the performance of the municipality during the first half of the financial year and as part of the review –

- (a) make recommendations as to whether an adjustment budget is necessary; and
- (b) recommend revised projections for revenue and expenditure to the extent that this may be necessary.

Taking into account the mid-term performance as discussed above, the adjustment budget is necessary mainly for the following:

- To address the impending shortfall on the services charges revenue
- To address possible overspending in certain line items
- To appropriate roll-over grants that were approved during the financial year
- To appropriate additional grant funding that have been received
- To adjust expenditure in line with anticipated revenue to be realised
- To correct budget and mapping errors that occurred during the annual budget process

The operating revenue that was realised, excluding capital transfers and contributions, reflects a favourable variance of R188 million against the YTD budget for the period ended 31 December 2018.

However, the following revenue sources are under budget:

- Service charges: Water (R149 million unfavourable) and sanitation (R9 million unfavourable): The budget for water is based on statistical trends and is demand-driven. Estimating accounts instead of capturing actual readings also contributes to the under-recovery.
  - The total kilolitres sold as at December 2018 is 99 849 731 against purchases of 179 884 154 kilolitres. In the previous year, the total kilolitres sold was at 102 761 891 against purchases of 144 062 345 kilolitres.
  - The proposed water revenue reduction is R319 million and R1,7 million for sanitation.
- Rental of facilities and equipment (R32 million unfavourable): Mainly on housing and business rental. The lease for rental of business facilities has expired. A lease renewal report is awaiting approval to regulate the expired agreements. The proposed revenue reduction is R21 million.
- Fines, penalties and forfeits (R8,6 million unfavourable): Under-recovery is mainly on AARTO and towing revenue.
- Licences and permits (R6,7 million unfavourable): Due to under-recovery, mainly on driver's licences. The proposed revenue reduction is R5 million.
- Other revenue (R157 million unfavourable): Mainly due to under-recovery on the following items:
  - VAT correction (R35 million under budget): Due to the delay in the appointment of the service provider. The tender document has been finalised and will be submitted to Bid Specification Committee (BSC). The income will only be realised when the service provider has identified additional income, around April 2019. The proposed revenue reduction is R3,7 million due to the changes in legislation on VAT claimable, which has been reduced by 5,31%.

- Township development contributions on rezoning (R29 million under budget) and electricity (R20 million under budget): Revenue is dependent on the number of applications received, paid for and accepted by the client.
- Reminder fees (R23 million under budget): Delay in loading fees on SAP system after delivery of reminder notice.
- Market fees (R6 million under budget): Revenue lower than projected.
- Sundry fees (R29 million under-recovery): Due to incorrect budget allocation from SWA. The allocation will be corrected during the adjustment budget.

The operating expenditure is underspent by R2,3 billion, which is 13% less than the YTD expenditure projection.

The total capital budget allocation amounts to R4 billion. The expenditure for the period, including that of the municipal entities, amounts to R893 million, which represents 22% spending against the total approved budget.

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

## ANNEXURE

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

### RECOMMENDED:

That it be recommended to the Mayoral Committee:

1. That the content of the report with attached Annexure A be noted.
2. That the report be noted, in compliance with sections 52(d) and 71 of the MFMA as well as the municipal budget and reporting regulations.
3. That, in compliance with section 72 of the MFMA, the mid-term budget and performance and assessment report be noted.
4. That this statement be submitted to the National and the Provincial Treasury in both signed-document and electronic format.
5. That, based on the mid-term performance, an adjustment budget for the 2018/19 financial year is necessary and should be tabled in Council in February 2019.

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

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

REPORT CHECKED AND PASSED FOR SUBMISSION TO:

|  | Comments, if any, on the report |
|--|---------------------------------|
| Divisional Head: <b>Budget Office</b><br><b>NM Mokete</b><br><br>SIGNATURE: .....<br>DATE: .....                     |                                 |
| Divisional Head: <b>Financial Reporting and Assets</b><br><b>KE Mokgokong</b><br><br>SIGNATURE: .....<br>DATE: ..... |                                 |
| Divisional Head: <b>Treasury Office</b><br><b>KC Thipe</b><br><br>SIGNATURE: .....<br>DATE: .....                    |                                 |
| Divisional Head: <b>Revenue Management</b><br><b>R Shilenge</b><br><br>SIGNATURE: .....<br>DATE: .....               |                                 |
| Chief Financial Officer<br><b>U Banda</b><br><br>SIGNATURE: .....<br>DATE: .....                                     |                                 |
| MMC: Finance<br><b>Mare-Lise Fourie</b><br><br>SIGNATURE: .....<br>DATE: .....                                       |                                 |

## ANNEXURE A



# **IN-YEAR REPORT**

**BUDGET YEAR: 2018/19**

**REPORTING PERIOD: M06 DECEMBER 2018**



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## PART 1: IN-YEAR REPORT

### 1.1 Mayor's report

On 31 May 2018, Council approved the 2018/19 Medium-term Revenue and Expenditure Framework (MTREF) for the City of Tshwane. This gives effect to the financial plan of the City of Tshwane, which includes the two municipal entities.

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

### 1.2 Recommended

That it be recommended to the Mayoral Committee:

1. That the content of the report with attached annexures be noted.
2. That the report be noted, in compliance with sections 52(d) and 71 of the MFMA as well as the municipal budget and reporting regulations.
3. That, in compliance with section 72 of the MFMA, the mid-term budget and performance and assessment report be noted.
4. That this statement be submitted to the National and the Provincial Treasury in both signed-document and electronic format.
5. That, based on the mid-term performance, an adjustment budget for the 2018/19 financial year is necessary and should be tabled in Council in February 2019.

### 1.3 Executive summary

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

#### Consolidated monthly budget statement – summary

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

- Revenue by source
- Expenditure by type
- Transfers recognised

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

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

**Table C4: Consolidated monthly budget statement – financial performance (revenue and expenditure)**

| TSH City Of Tshwane - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December  |                   |                     |                  |                   |                    |                    |                |                    |
|--|-------------------|---------------------|------------------|-------------------|--------------------|--------------------|----------------|--------------------|
| Description  | 2017/18           | Budget Year 2018/19 |                  |                   |                    |                    |                |                    |
|  | Unaudited Outcome | Original Budget     | Monthly actual   | YearTD actual     | YearTD budget      | YTD variance       | YTD variance % | Full Year Forecast |
| <b>R thousands</b>   |                   |                     |                  |                   |                    |                    |                |                    |
| <b>Revenue By Source</b>   |                   |                     |                  |                   |                    |                    |                |                    |
| Property rates   | 6,761,347         | 6,980,636           | 445,922          | 3,374,446         | 3,390,902          | (16,456)           | 0%             | 6,980,636          |
| Service charges - electricity revenue  | 11,265,288        | 11,946,456          | 908,165          | 5,992,105         | 5,891,284          | 100,821            | 2%             | 11,946,456         |
| Service charges - water revenue  | 3,221,623         | 4,283,959           | 272,360          | 1,818,429         | 1,967,783          | (149,354)          | -8%            | 4,283,959          |
| Service charges - sanitation revenue   | 952,050           | 1,063,982           | 77,098           | 525,798           | 535,140            | (9,342)            | -2%            | 1,063,982          |
| Service charges - refuse revenue   | 1,482,086         | 1,494,163           | 113,056          | 803,005           | 729,287            | 73,719             | 10%            | 1,494,163          |
| Service charges - other  | -                 | -                   | -                | -                 | -                  | -                  | -              | -                  |
| Rental of facilities and equipment   | 143,100           | 152,593             | 3,247            | 58,628            | 91,033             | (32,405)           | -36%           | 152,593            |
| Interest earned - external investments   | 210,976           | 133,342             | 40,094           | 101,403           | 51,932             | 49,471             | 95%            | 133,342            |
| Interest earned - outstanding debtors  | 731,938           | 575,401             | 83,083           | 439,437           | 277,931            | 161,506            | 58%            | 575,401            |
| Dividends received   | -                 | -                   | -                | -                 | -                  | -                  | -              | -                  |
| Fines, penalties and forfeits  | 228,148           | 368,755             | 32,153           | 147,678           | 156,287            | (8,609)            | -6%            | 368,755            |
| Licences and permits   | 52,325            | 59,551              | 4,332            | 22,366            | 29,069             | (6,703)            | -23%           | 59,551             |
| Agency services  | -                 | 6,980               | -                | -                 | -                  | -                  | -              | 6,980              |
| Transfers and subsidies  | 4,362,302         | 4,440,081           | 1,383,544        | 3,103,449         | 2,921,189          | 182,260            | 6%             | 4,440,081          |
| Other revenue  | 885,245           | 1,023,065           | 56,048           | 347,828           | 504,708            | (156,880)          | -31%           | 1,023,065          |
| Gains on disposal of PPE   | 4,809             | 1,242               | -                | -                 | -                  | -                  | -              | 1,242              |
| <b>Total Revenue (excluding capital transfers and contributions)</b>   | <b>30,301,235</b> | <b>32,530,207</b>   | <b>3,419,103</b> | <b>16,734,573</b> | <b>16,546,545</b>  | <b>188,028</b>     | <b>1%</b>      | <b>32,530,207</b>  |
| <b>Expenditure By Type</b>   |                   |                     |                  |                   |                    |                    |                |                    |
| Employee related costs   | 8,161,872         | 9,602,946           | 712,000          | 4,359,417         | 5,038,371          | (678,955)          | -13%           | 9,602,946          |
| Remuneration of councillors  | 123,786           | 132,797             | 10,229           | 61,189            | 66,399             | (5,210)            | -8%            | 132,797            |
| Debt impairment  | 1,713,978         | 1,514,427           | 126,287          | 757,298           | 757,298            | (0)                | 0%             | 1,514,427          |
| Depreciation & asset impairment  | 2,043,701         | 1,957,156           | 122,546          | 734,407           | 978,578            | (244,172)          | -25%           | 1,957,156          |
| Finance charges  | 1,686,623         | 1,390,948           | 147,808          | 444,521           | 704,974            | (260,453)          | -37%           | 1,390,948          |
| Bulk purchases   | 9,723,858         | 10,727,870          | 807,404          | 6,036,010         | 6,049,095          | (13,085)           | 0%             | 10,727,870         |
| Other materials  | 499,788           | 765,218             | 40,429           | 271,083           | 492,491            | (221,408)          | -45%           | 765,218            |
| Contracted services  | 3,040,943         | 3,320,884           | 254,320          | 1,187,126         | 1,853,997          | (666,871)          | -36%           | 3,320,884          |
| Transfers and subsidies  | 44,526            | 52,495              | 2,010            | 40,306            | 71,324             | (31,017)           | -43%           | 52,495             |
| Other expenditure  | 2,841,280         | 2,952,234           | 244,934          | 1,408,099         | 1,588,275          | (180,176)          | -11%           | 2,952,234          |
| Loss on disposal of PPE  | 84,749            | 1                   | -                | -                 | 1                  | (1)                | -100%          | 1                  |
| <b>Total Expenditure</b>   | <b>29,965,104</b> | <b>32,416,977</b>   | <b>2,467,968</b> | <b>15,299,455</b> | <b>17,600,803</b>  | <b>(2,301,348)</b> | <b>-13%</b>    | <b>32,416,977</b>  |
| <b>Surplus/(Deficit)</b>   | <b>336,131</b>    | <b>113,230</b>      | <b>951,136</b>   | <b>1,435,118</b>  | <b>(1,054,258)</b> | <b>2,489,376</b>   |                | <b>113,230</b>     |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)  | 2,104,326         | 2,198,735           | 246,312          | 608,658           | 1,083,793          | (475,135)          | -44%           | 2,198,735          |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) | 940               | 8,000               | -                | -                 | 4,000              | (4,000)            | -100%          | 8,000              |
| Transfers and subsidies - capital (in-kind - all)  | -                 | -                   | -                | -                 | -                  | -                  | -              | -                  |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b>   | <b>2,441,398</b>  | <b>2,319,965</b>    | <b>1,197,448</b> | <b>2,043,776</b>  | <b>33,535</b>      |                    |                | <b>2,319,965</b>   |
| Taxation   | 2,920             | 535                 | 2,776            | 2,776             | 268                | 2,508              |                | 535                |
| <b>Surplus/(Deficit) after taxation</b>  | <b>2,438,477</b>  | <b>2,319,430</b>    | <b>1,194,673</b> | <b>2,041,001</b>  | <b>33,268</b>      |                    |                | <b>2,319,430</b>   |
| Attributable to minorities   | -                 | -                   | -                | -                 | -                  |                    |                | -                  |
| <b>Surplus/(Deficit) attributable to municipality</b>  | <b>2,438,477</b>  | <b>2,319,430</b>    | <b>1,194,673</b> | <b>2,041,001</b>  | <b>33,268</b>      |                    |                | <b>2,319,430</b>   |
| Share of surplus/ (deficit) of associate   | -                 | -                   | -                | -                 | -                  |                    |                | -                  |
| <b>Surplus/ (Deficit) for the year</b>   | <b>2,438,477</b>  | <b>2,319,430</b>    | <b>1,194,673</b> | <b>2,041,001</b>  | <b>33,268</b>      |                    |                | <b>2,319,430</b>   |

The YTD actual revenue amounts to R16,7 billion and reflects a favourable variance of R188 million against the YTD budget.

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

- Property rates (R16,5 million unfavourable): Due to properties that were not interfaced with SAP billing system during the festive holidays.
- Service charges: Electricity revenue (R101 million favourable): The demand for electricity increased above the projection.
- Service charges: Water (R149 million unfavourable) and sanitation (R9 million unfavourable): The budget for water is based on statistical trends and is

demand-driven. Estimating accounts instead of capturing actual readings contributes to the under-recovery. The tariff between Rand Water and the City of Tshwane system must be aligned.

The total kilolitres sold as at December 2018 is 99 849 731 against purchases of 179 884 154 kilolitres. In the previous year, the total kilolitres sold was at 102 761 891 against purchases of 144 062 345 kilolitres. The proposed water revenue reduction is R319 million and R1,7 million for sanitation.

- Service charges: Refuse (R73,7 million favourable): Mainly on solid waste removal and landfill sites; actual income received was higher than the projected figures.
- Rental facilities and equipment (R32,4 million unfavourable): Due to expiry of leases for rental: business. The lease for rental of business facilities has expired. A lease renewal report is awaiting approval to regulate the expired agreements. The proposed revenue reduction is R21 million.
- Interest earned on external investments (R49,5 million favourable): Interest was higher due to positive cash and investment.
- Interest earned on outstanding debtors (R161,5 million favourable): As a result of an increase in outstanding debtors.
- Fines, penalties and forfeits (R8,6 million unfavourable): Under-recovery is mainly on AARTO and towing revenue. The under-recovery on AARTO revenue is due to the delay in calibration of speed cameras; the cameras were deployed in August 2018.
- Licences and permits (R6,7 million unfavourable): Due to under-recovery, mainly on driver's licences. The proposed revenue reduction is R5 million.
- Transfers and subsidies (R182 million favourable): Mainly due to the transfer of the equitable share.
- Other revenue (R157 million unfavourable): Mainly due to under-recovery on the following line items:
  - Reminder fees (R23 million under recovery): Delay in loading fees on SAP system after delivery of reminder notice.
  - VAT correction: Direct income (R35 million under recovery): Due to the delay in the appointment of the service provider. The tender document has been finalised and will be submitted to Bid Specification Committee (BSC). The income will only be realised when the service provider has identified additional income, around April 2019.
  - Township development contributions - rezoning (R29 million under recovery) and on electricity (R20 million under recovery): Revenue is dependent on the number of applications received, paid for and accepted by clients.
  - Sundry fees (R29 million under recovery): Due to incorrect budget allocation from SWA. The allocation will be corrected during the adjustment budget.

The YTD actual expenditure amounts to R15,3 billion and indicates an underspending variance of R2,3 billion or 13% against the YTD budget of R17,6 billion.

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

- Employee-related costs (R679 million under budget): Mainly on salaries, service bonuses, and pension and provident funds.
- Depreciation (R244 million under budget): The calculation is aligned with the asset verification and purification process.
- Finance charges (R260 million under budget): Mainly on the interest on long-term loans. Interests ceded to the redemption fund are managed by the external fund managers; interest is paid only when it is due.
- Bulk purchases (R13 million under budget): The bulk electricity invoices from Eskom for December 2018 have not yet been processed for payment. The invoices will be processed in January 2019. The projections will be aligned during the adjustment budget.
- Other materials (R221 million under budget): Underspending mainly on the following line items:
  - Consumables (R9 million under budget): Awaiting invoices from the service provider for chemicals ordered.
  - Pump station (R21 million under budget): Expenditure is expected to increase in the third quarter. Consumables are purchased as and when required.
  - Water: Magalies Water (R45 million under budget): Funds are committed for payment of Magalies Water. The service entries for the monthly invoices have been done.
  - Electricity reticulation (R18 million under budget): A new tender is in process; spending will improve once the service provider is appointed.
  - Equipment (R14 million under budget): Repair and maintenance are done only when required.
  - Lights (R12 million under budget): A new tender is in process; spending will improve once the service provider is appointed.
  - Vehicles (R22 million under budget): Vehicles are only repaired when required.
- Contracted services (R667 million under budget): Due to underspending, mainly on the following:
  - Watchman services (R45 million under budget): The contract ended on 30 March 2018. The new tender has been submitted to the Bid Evaluation Committee.
  - Consultant: Civil engineering (R24 million under budget): The current contract has expired. The new tender closed on 30 July 2018. The appointment of a new service provider is awaited.
  - Household refuse removal (R33 million under budget): Funds are committed; expenditure will increase in the following months.
  - Municipal services: Other service providers (R52 million under budget): Funds have been committed for the payment of municipal services. The funds are mainly for the payment of electricity services by Eskom and for waste water treatment works and water reservoirs supplied to the following areas: Ekangala, Klipgat, Themba and Babelegi Waste Water Treatment Works.
  - Internal audit (R24 million under budget): Delays in the appointment of service providers and funds have been committed to and work is being carried out on all co-sourced assignments.

- Buildings (R27 million under budget): Service providers have been appointed; expenditure is expected to increase in Quarter 3 of the financial year.
  - Grounds (R29 million under budget): Due to the delay in approval of the tender for grass cutting.
  - Roads (R31 million under budget): The tender has been awarded and expenditure is expected to increase in the third quarter.
  - Waste water purification works (R34 million under budget): Due to late appointment of service providers. Tenders are still to be adjudicated and service providers to be appointed.
- Transfers and subsidies (R31 million under budget): Due to underspending on gratuities and payment to municipal entities.
  - Other expenditure (R180 million under budget): Mainly on the following line items:
    - Leased vehicles (R67 million under budget): The contract value has been exceeded on the current tender; waiting for Supply Chain Management to uplift the cap of the contract.
    - Wi-Fi (R24 million under budget): The service provider was only appointed in August 2018. Expenditure is expected in the third quarter.
    - Bulk water purchase, own plant (R20 million under budget): The full budget is committed. Expenditure is expected to increase in the next following months.

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

#### Summary of capital expenditure

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

The following table shows the total budget (including that of the municipal entities) of R4 billion. The actual expenditure for the period amounts to R893 million, which represents 22% of the budget.

#### Consolidated summary – capital expenditure, 31 December 2018

| CONSOLIDATED SUMMARY STATEMENT OF CAPITAL EXPENDITURE: 31 DECEMBER 2018 |                            |            |            |              |              |         |
|---|----------------------------|------------|------------|--------------|--------------|---------|
| Description   | Original Budget<br>2018/19 | YTD Budget | YTD Actual | YTD Variance | YTD Variance | % Spent |
|   | R'000                      | R'000      | R'000      | R'000        | %            | %       |
| TOTAL Capital Expenditure   | 4,023,015                  | 1,571,697  | 892,961    | (678,736)    | -43%         | 22%     |
| TOTAL Capital Financing   | 4,023,015                  | 1,571,697  | 892,961    | (678,736)    | -43%         | 22%     |

### Capital expenditure per funding source as at 31 December 2018

| Capital Expenditure for the CoT per Funding Source as at 31 December 2018 |                            |  |  |                                       |  |   |
|---|----------------------------|--|--|---------------------------------------|--|---|
| Funding Source  | Original Budget<br>2018/19 | YTD<br>Expenditure<br>Projections<br>31 December<br>2018 | YTD Actual<br>Expenditure<br>31 December<br>2018 | Variance<br>(Actual vs<br>Projection) | Actual as<br>% of<br>Expenditure<br>Projection | Actual as<br>% of<br>Original<br>Budget |
|   | (R)                        | (R)  | (R)  | (R)                                   | %  | %                                       |
| Council Funding   | 156 500 000                | 57 998 532   | 31 726 023                                       | ( 26 272 509)                         | 55%  | 20%                                     |
| Public Transport Infrastructure and Systems Grant (PTIS)                  | 509 162 220                | 199 686 504  | 136 710 441                                      | ( 62 976 063)                         | 68%  | 27%                                     |
| Neighbourhood Development Partnership Grant (NDPG)                        | 7 105 000                  | 0  | 0  | 0                                     |  | 0%                                      |
| USDG (replaces MIG)- Urban Settlements Development Grant                  | 1 557 438 790              | 585 540 108  | 445 738 372                                      | ( 139 801 736)                        | 76%  | 29%                                     |
| Integrated National Electrification Programme (INEP)                      | 40 000 000                 | 16 400 000   | 31 281 393                                       | 14 881 393                            | 191%   | 78%                                     |
| Capital Replacement Reserve   | 5 000 000                  | 2 116 667  | 569 670  | ( 1 546 996)                          | 27%  | 11%                                     |
| Energy Efficiency Demand Side Management (EEDSM)                          | 10 000 000                 | 2 000 000  | 0  | ( 2 000 000)                          | 0%   | 0%                                      |
| Community Library Services (CLS)  | 10 000 000                 | 5 000 000  | 0  | ( 5 000 000)                          | 0%   | 0%                                      |
| Borrowings  | 1 500 000 000              | 593 346 283  | 178 214 010                                      | ( 415 132 272)                        | 30%  | 12%                                     |
| Public Contributions & Donations  | 150 000 000                | 59 421 667   | 39 290 310                                       | ( 20 131 357)                         | 66%  | 26%                                     |
| Social Infrastructure Grant   | 30 730 000                 | 30 730 000   | 17 381 898                                       | ( 13 348 102)                         | 57%  | 57%                                     |
| LG SETA Discretionary Allocation  | 8 000 000                  | 640 000  | 0  | ( 640 000)                            | 0%   | 0%                                      |
| Integrated City Development Grant (ICDG)                                  | 38 261 050                 | 18 365 304   | 11 989 812                                       | ( 6 375 492)                          | 65%  | 31%                                     |
| Housing Company Tshwane - Internally Generated Funds                      | 500 000                    | 312 572  | 0  | ( 312 572)                            | 0%   | 0%                                      |
| Tshwane Economic Development Agency - Internally Generated Funds          | 318 000                    | 139 333  | 58 634   | ( 80 700)                             | 42%  | 18%                                     |
| <b>Total</b>  | <b>4 023 015 060</b>       | <b>1 571 696 968</b>                                     | <b>892 960 563</b>                               | <b>( 678 736 405)</b>                 | <b>57%</b>                                     | <b>22%</b>                              |

An amount of R893 million has been spent, mainly on grant-funded projects.

### Capital expenditure per funding source as at 31 December 2017

| Capital Expenditure for the CoT per Funding Source as at 31 December 2017 |                            |  |   |                                    |  |                                      |
|---|----------------------------|--|---|------------------------------------|--|--------------------------------------|
| Funding Source  | Original Budget<br>2017/18 | YTD<br>Expenditure<br>Projections<br>31 December<br>2017 | YTD Actual<br>Expenditure 31<br>December 2017 | Variance (Actual<br>vs Projection) | Actual as<br>% of<br>Expenditure<br>Projection | Actual as %<br>of Original<br>Budget |
|   | (R)                        | (R)  | (R)   | (R)                                | %  | %                                    |
| Council Funding   | 376 000 000                | 189 674 000  | 1 693 086                                     | ( 187 980 914)                     | 1%   | 0%                                   |
| Public Transport Infrastructure and Systems Grant (PTIS)                  | 679 189 840                | 305 635 428  | 295 657 078                                   | ( 9 978 350)                       | 97%  | 44%                                  |
| Neighbourhood Development Partnership Grant (NDPG)                        | 20 000 000                 | 9 000 000  | 497 622                                       | ( 8 502 378)                       | 6%   | 2%                                   |
| USDG (replaces MIG)- Urban Settlements Development Grant                  | 1 567 922 550              | 747 713 140  | 407 585 249                                   | ( 340 127 891)                     | 55%  | 26%                                  |
| Integrated National Electrification Programme (INEP)                      | 30 000 000                 | 13 500 000   | 16 365 858                                    | 2 865 858                          | 121%   | 55%                                  |
| Capital Replacement Reserve   | 5 000 000                  | 5 000 000  | 537 591                                       | ( 4 462 409)                       | 11%  | 11%                                  |
| Community Library Services (CLS)  | 9 507 000                  | 2 994 705  | 0   | ( 2 994 705)                       | 0%   | 0%                                   |
| Borrowings  | 1 000 000 000              | 421 397 187  | 83 528 529                                    | ( 337 868 658)                     | 20%  | 8%                                   |
| Public Contributions & Donations  | 100 000 000                | 19 940 466   | 19 128 828                                    | ( 811 637)                         | 96%  | 19%                                  |
| Social Infrastructure Grant   | 34 000 000                 | 34 000 000   | 22 549 757                                    | ( 11 450 243)                      | 66%  | 66%                                  |
| LG SETA Discretionary Allocation  | 6 000 000                  | 0  | 0   | 0                                  |  | 0%                                   |
| Integrated City Development Grant (ICDG)                                  | 32 664 650                 | 0  | 0   | 0                                  |  | 0%                                   |
| Housing Company Tshwane - Internally Generated Funds                      | 11 548 240                 | 5 789 717  | 864 343                                       | ( 4 925 374)                       | 15%  | 7%                                   |
| Housing Company Tshwane - Social Housing Regulatory Authority (SHRA)      | 70 626 296                 | 35 408 533   | 5 521 152                                     | ( 29 887 381)                      | 16%  | 8%                                   |
| Tshwane Economic Development Agency - Subsidy                             | 300 000                    | 200 000  | 0   | ( 200 000)                         | 0%   | 0%                                   |
| <b>Total</b>  | <b>3 942 758 576</b>       | <b>1 790 253 176</b>                                     | <b>853 929 092</b>                            | <b>( 936 324 084)</b>              | <b>48%</b>                                     | <b>22%</b>                           |

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

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

Chart C1: 2018/19 capital expenditure (monthly trend: actual vs target)

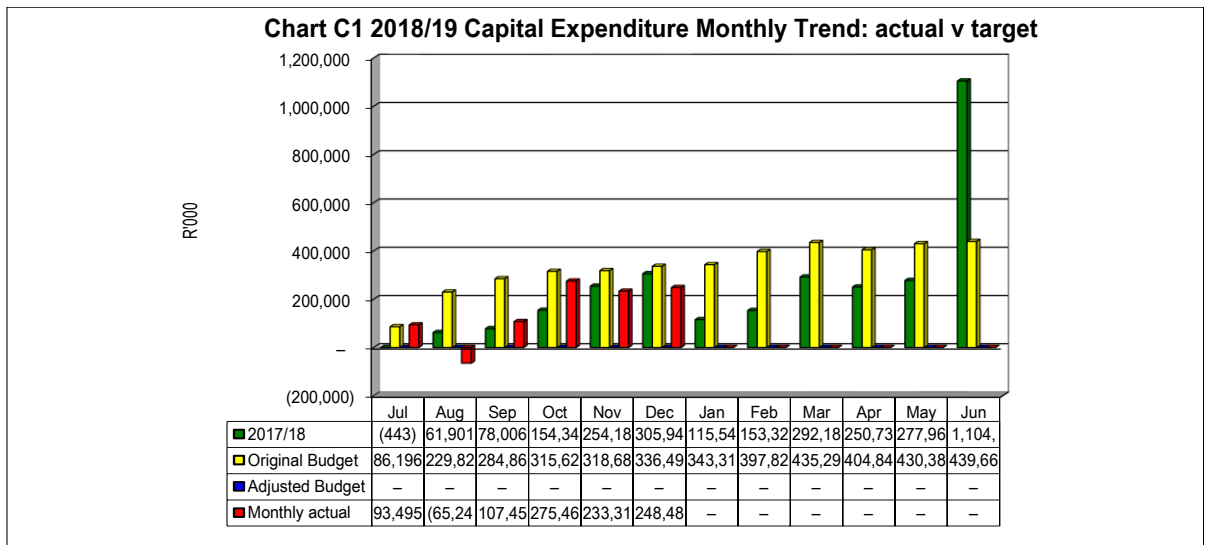
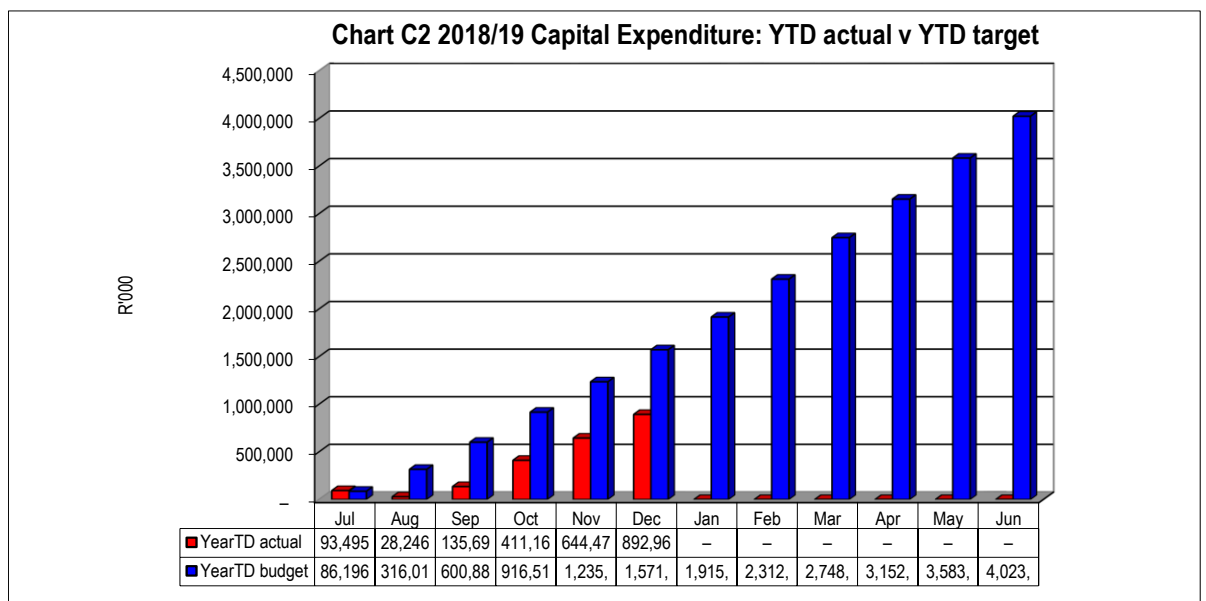


Chart C2: 2018/19 capital expenditure (YTD actual vs YTD target)



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

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

### Financial position

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



### Cash flow

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

- Cash and cash equivalents as at the end of November 2018 amount to R2,9 billion.
- The cash flow from operating activities is R1,9 billion.
- The cash flow from investing activities amounts to R875 million, negative.
- The cash flow from financing activities amounts to R428 million, negative.

### Debtors' age analysis

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

Tables C1 and SC3 indicate that the total debtors amount to R12,9 billion.

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

An amount of R7,8 billion is outstanding in this category, compared to R5 billion in the 2017/18 financial year.

Chart C3: Aged consumer debtors' analysis

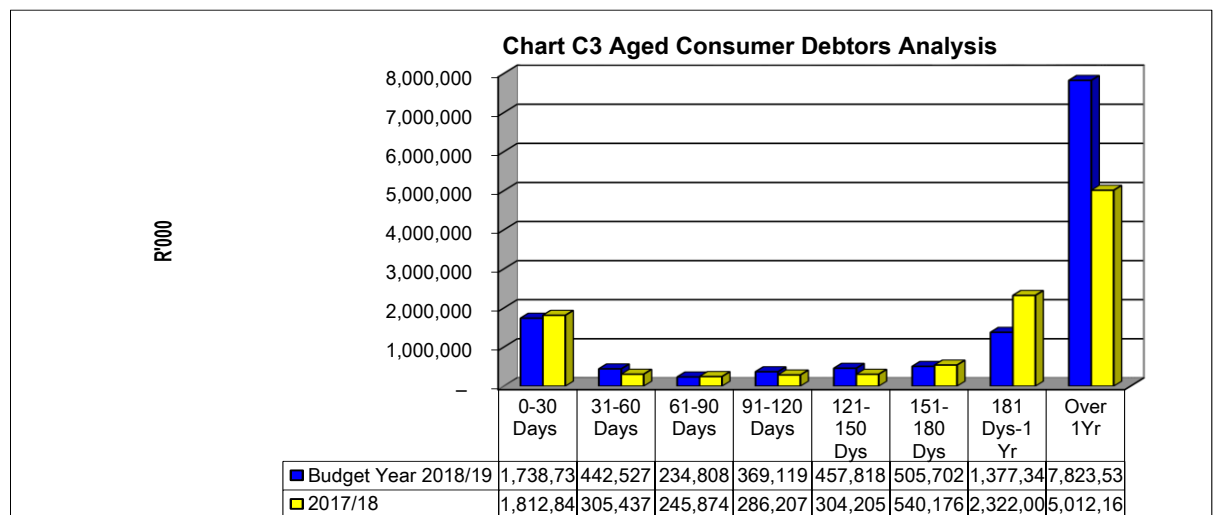
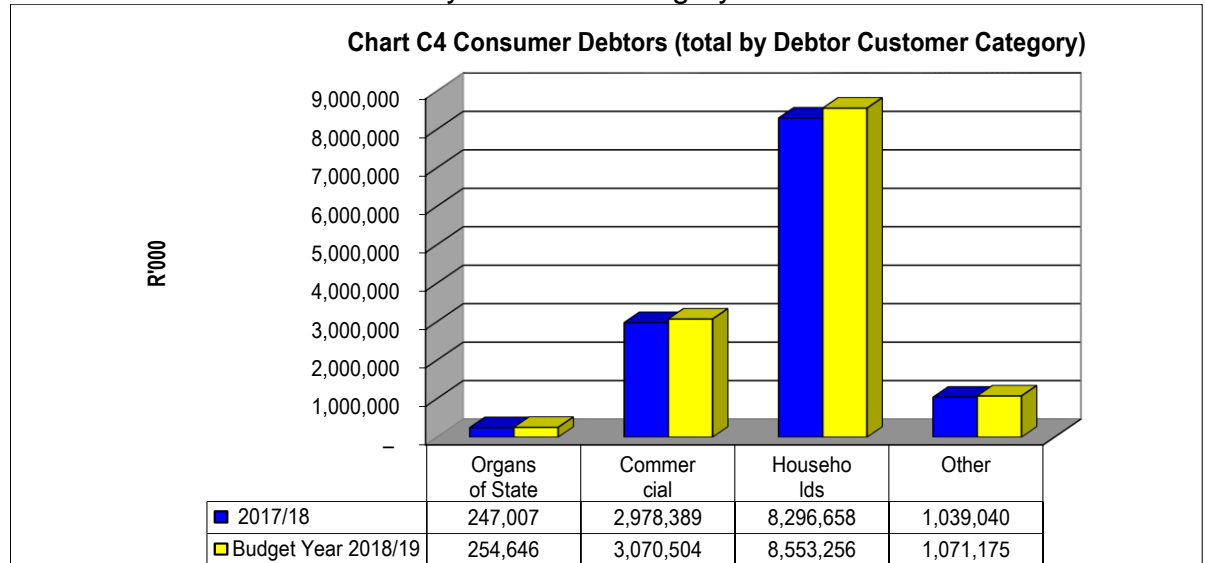


Chart C4 shows that the increase in the customer category is attributable to households, which reflect an increase of R257 million compared to the previous financial year.

Chart C4: Consumer debtors by customer category

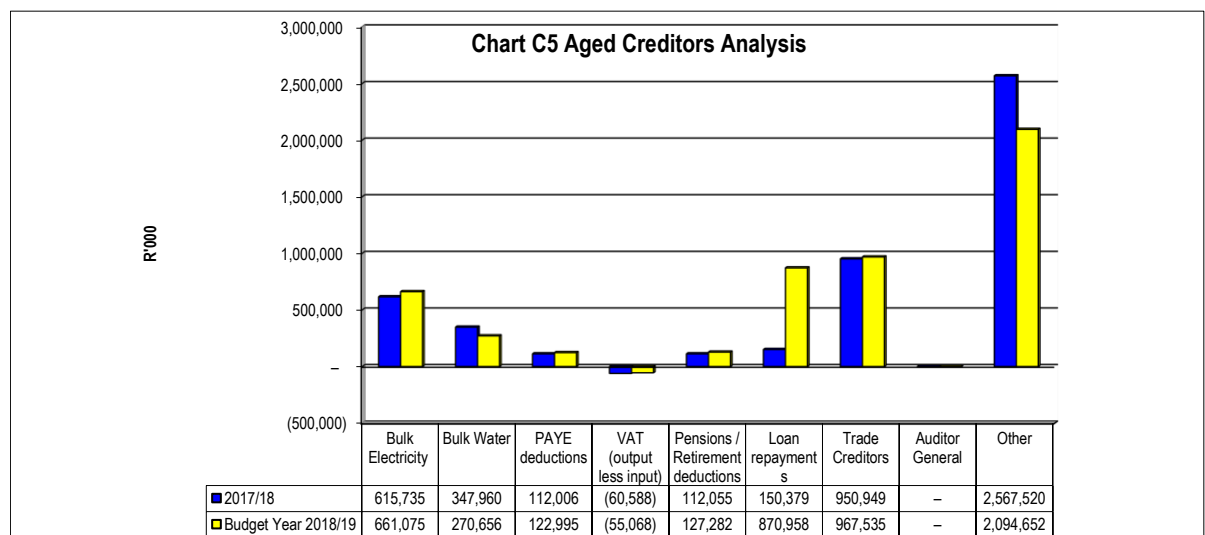


### Creditors' age analysis

Tables C1 and SC4 provide an extended age analysis by creditor type. The summary report indicates that there are no long-term outstanding creditors.

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

Chart C5: Aged creditors' analysis



### Investment portfolio analysis (Table SC5)

The investment portfolio analysis, shown in Table SC5, reflects the institution where funds are invested, the period of investment, the type of investment and the accrued interest for the month. The market value at the end of the month amounts to R3,8 billion.

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

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

The total budget is R6,6 billion, and an amount of R4,5 billion was received for the period. The following tranches were outstanding for the period:

- EMS – R30,6 million: Due to provincialisation of services.
- NDPG – R3,5 million: Due to delays in finalising project plans.
- Social Infrastructure Grant – R5,9 million: The grant is performance-based.
- LG SETA – R4,4 million: The grant is performance-based.

Table SC7(1) indicates the expenditure incurred against each allocation for the reporting period. The disclosure on the transfer and grant expenditure table reflects the recognition of expenditure, amounting to R3,7 billion, against the YTD budget of R3,8 billion.

Table SC7(2) indicates expenditure against approved rollovers. Approved rollovers will reflect once the adjustment budget has been approved.

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

Disclosure of the benefits of councillors, board members and employees is captured in Table SC8. The table provides a comparison of actual and budgeted expenditure.

### Parent municipality's financial performance (Table SC10)

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

### Summary of municipal entities (Table SC11)

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

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

This table summarises the revenue, operating expenditure and capital expenditure for these entities. The reasons for the variance are captured in Table SC1.

### Performance indicators (Table SC2)

This table reflects various ratios, such as –

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

#### **1.4 In-year budget statement tables**

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

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

| <b>TSH City Of Tshwane - Table C1 Consolidated Monthly Budget Statement Summary - M06 December</b> |                   |                     |                    |                    |                    |                     |                 |                    |
|--|-------------------|---------------------|--------------------|--------------------|--------------------|---------------------|-----------------|--------------------|
| Description  | 2017/18           | Budget Year 2018/19 |                    |                    |                    |                     |                 |                    |
|  | Unaudited Outcome | Original Budget     | Monthly actual     | YearTD actual      | YearTD budget      | YTD variance        | YTD variance %  | Full Year Forecast |
| <b>R thousands</b>   |                   |                     |                    |                    |                    |                     |                 |                    |
| <b>Financial Performance</b>   |                   |                     |                    |                    |                    |                     |                 |                    |
| Property rates   | 6,761,347         | 6,980,636           | 445,922            | 3,374,446          | 3,390,902          | (16,456)            | -0%             | 6,980,636          |
| Service charges  | 16,921,046        | 18,788,560          | 1,370,679          | 9,139,337          | 9,123,493          | 15,844              | 0%              | 18,788,560         |
| Investment revenue   | 210,976           | 133,342             | 40,094             | 101,403            | 51,932             | 49,471              | 95%             | 133,342            |
| Transfers and subsidies  | 4,362,302         | 4,440,081           | 1,383,544          | 3,103,449          | 2,921,189          | 182,260             | 6%              | 4,440,081          |
| Other own revenue  | 2,045,565         | 2,187,587           | 178,864            | 1,015,937          | 1,059,029          | (43,092)            | -4%             | 2,187,587          |
| <b>Total Revenue (excluding capital transfers and contributions)</b>                               | <b>30,301,235</b> | <b>32,530,207</b>   | <b>3,419,103</b>   | <b>16,734,573</b>  | <b>16,546,545</b>  | <b>188,028</b>      | <b>1%</b>       | <b>32,530,207</b>  |
| Employee costs   | 8,161,872         | 9,602,946           | 712,000            | 4,359,417          | 5,038,371          | (678,955)           | -13%            | 9,602,946          |
| Remuneration of Councillors  | 123,786           | 132,797             | 10,229             | 61,189             | 66,399             | (5,210)             | -8%             | 132,797            |
| Depreciation & asset impairment  | 2,043,701         | 1,957,156           | 122,546            | 734,407            | 978,578            | (244,172)           | -25%            | 1,957,156          |
| Finance charges  | 1,686,623         | 1,390,948           | 147,808            | 444,521            | 704,974            | (260,453)           | -37%            | 1,390,948          |
| Materials and bulk purchases   | 10,223,645        | 11,493,088          | 847,834            | 6,307,093          | 6,541,586          | (234,493)           | -4%             | 11,493,088         |
| Transfers and subsidies  | 44,526            | 52,495              | 2,010              | 40,306             | 71,324             | (31,017)            | -43%            | 52,495             |
| Other expenditure  | 7,680,951         | 7,787,546           | 625,541            | 3,352,523          | 4,199,571          | (847,048)           | -20%            | 7,787,546          |
| <b>Total Expenditure</b>   | <b>29,965,104</b> | <b>32,416,977</b>   | <b>2,467,968</b>   | <b>15,299,455</b>  | <b>17,600,803</b>  | <b>(2,301,348)</b>  | <b>-13%</b>     | <b>32,416,977</b>  |
| <b>Surplus/(Deficit)</b>   | <b>336,131</b>    | <b>113,230</b>      | <b>951,136</b>     | <b>1,435,118</b>   | <b>(1,054,258)</b> | <b>2,489,376</b>    | <b>-236%</b>    | <b>113,230</b>     |
| Transfers and subsidies - capital (monetary allocations)   | 2,104,326         | 2,198,735           | 246,312            | 608,658            | 1,083,793          | (475,135)           | -44%            | 2,198,735          |
| Contributions & Contributed assets   | 940               | 8,000               | –                  | –                  | 4,000              | (4,000)             | -100%           | 8,000              |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b>                               | <b>2,441,398</b>  | <b>2,319,965</b>    | <b>1,197,448</b>   | <b>2,043,776</b>   | <b>33,535</b>      | <b>2,010,241</b>    | <b>5994%</b>    | <b>2,319,965</b>   |
| Share of surplus/ (deficit) of associate   | –                 | –                   | –                  | –                  | –                  | –                   | –               | –                  |
| <b>Surplus/ (Deficit) for the year</b>   | <b>2,441,398</b>  | <b>2,319,965</b>    | <b>1,197,448</b>   | <b>2,043,776</b>   | <b>33,535</b>      | <b>2,010,241</b>    | <b>5994%</b>    | <b>2,319,965</b>   |
| <b>Capital expenditure &amp; funds sources</b>   |                   |                     |                    |                    |                    |                     |                 |                    |
| <b>Capital expenditure</b>   | <b>3,047,156</b>  | <b>4,023,015</b>    | <b>248,482</b>     | <b>892,961</b>     | <b>1,571,697</b>   | <b>(678,736)</b>    | <b>-43%</b>     | <b>4,023,015</b>   |
| Capital transfers recognised   | 2,104,326         | 2,210,697           | 192,349            | 643,102            | 857,722            | (214,620)           | -25%            | 2,210,697          |
| Public contributions & donations   | 62,097            | 150,000             | 12,786             | 39,290             | 60,062             | (20,771)            | -35%            | 150,000            |
| Borrowing  | 700,248           | 1,500,000           | 41,959             | 178,214            | 593,346            | (415,132)           | -70%            | 1,500,000          |
| Internally generated funds   | <b>180,484</b>    | <b>162,318</b>      | <b>1,388</b>       | <b>32,354</b>      | <b>60,567</b>      | <b>(28,213)</b>     | <b>-47%</b>     | <b>162,318</b>     |
| <b>Total sources of capital funds</b>  | <b>3,047,156</b>  | <b>4,023,015</b>    | <b>248,482</b>     | <b>892,961</b>     | <b>1,571,697</b>   | <b>(678,736)</b>    | <b>-43%</b>     | <b>4,023,015</b>   |
| <b>Financial position</b>  |                   |                     |                    |                    |                    |                     |                 |                    |
| Total current assets   | 9,687,947         | 11,231,612          |                    | 9,858,040          |                    |                     |                 | 11,231,612         |
| Total non current assets   | 41,864,065        | 42,830,192          |                    | 41,865,869         |                    |                     |                 | 42,830,192         |
| Total current liabilities  | 11,823,979        | 11,246,591          |                    | 10,545,152         |                    |                     |                 | 11,246,591         |
| Total non current liabilities  | 14,611,071        | 14,990,203          |                    | 14,182,239         |                    |                     |                 | 14,990,203         |
| Community wealth/Equity  | <b>25,116,961</b> | <b>27,825,011</b>   |                    | <b>26,996,518</b>  |                    |                     |                 | <b>27,825,011</b>  |
| <b>Cash flows</b>  |                   |                     |                    |                    |                    |                     |                 |                    |
| Net cash from (used) operating   | 5,707,364         | 4,161,591           | 630,958            | 1,916,772          | 1,207,623          | (709,149)           | -59%            | 4,161,591          |
| Net cash from (used) investing   | (3,412,680)       | (3,961,251)         | (1,386,982)        | (875,068)          | (1,954,257)        | (1,079,189)         | 55%             | (3,961,251)        |
| Net cash from (used) financing   | (983,533)         | 445,617             | (221,259)          | (427,529)          | 210,819            | 638,348             | 303%            | 445,617            |
| <b>Cash/cash equivalents at the month/year end</b>   | <b>2,392,713</b>  | <b>2,978,764</b>    | <b>–</b>           | <b>2,926,621</b>   | <b>1,796,992</b>   | <b>(1,129,629)</b>  | <b>-63%</b>     | <b>2,978,764</b>   |
| <b>Debtors &amp; creditors analysis</b>  | <b>0-30 Days</b>  | <b>31-60 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   | 1,738,736         | 442,527             | 369,119            | 457,818            | 505,702            | 1,377,340           | 7,823,531       | 12,949,581         |
| <b>Creditors Age Analysis</b>  |                   |                     |                    |                    |                    |                     |                 |                    |
| Total Creditors  | 5,060,086         | –                   | –                  | –                  | –                  | –                   | –               | 5,060,086          |

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

| TSH City Of Tshwane - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - M06 December |                   |                     |                  |                   |                   |                    |                |                    |
|---|-------------------|---------------------|------------------|-------------------|-------------------|--------------------|----------------|--------------------|
| Description   | 2017/18           | Budget Year 2018/19 |                  |                   |                   |                    |                |                    |
|   | Unaudited Outcome | Original Budget     | Monthly actual   | YearTD actual     | YearTD budget     | YTD variance       | YTD variance % | Full Year Forecast |
| <b>R thousands</b>  |                   |                     |                  |                   |                   |                    |                |                    |
| <b>Revenue - Functional</b>   |                   |                     |                  |                   |                   |                    |                |                    |
| <i><b>Governance and administration</b></i>   | <b>11,253,624</b> | <b>11,524,873</b>   | <b>1,830,748</b> | <b>6,572,210</b>  | <b>6,290,855</b>  | 281,355            | 4%             | <b>11,524,873</b>  |
| Executive and council   | 22,952            | 54,054              | 8,463            | 13,836            | 27,952            | (14,116)           | -50%           | 54,054             |
| Finance and administration  | 11,182,886        | 11,426,644          | 1,818,553        | 6,539,650         | 6,240,815         | 298,835            | 5%             | 11,426,644         |
| Internal audit  | 47,785            | 44,175              | 3,731            | 18,723            | 22,088            | (3,365)            | -15%           | 44,175             |
| <i><b>Community and public safety</b></i>   | <b>1,582,129</b>  | <b>1,681,120</b>    | <b>188,829</b>   | <b>695,088</b>    | <b>855,704</b>    | (160,616)          | -19%           | <b>1,681,120</b>   |
| Community and social services   | 41,033            | 22,671              | 891              | 6,670             | 9,041             | (2,371)            | -26%           | 22,671             |
| Sport and recreation  | 35,424            | 25,662              | 718              | 8,568             | 12,831            | (4,263)            | -33%           | 25,662             |
| Public safety   | 225,056           | 369,254             | 31,680           | 146,340           | 157,672           | (11,332)           | -7%            | 369,254            |
| Housing   | 1,064,046         | 1,056,042           | 138,285          | 422,896           | 535,613           | (112,717)          | -21%           | 1,056,042          |
| Health  | 216,570           | 207,491             | 17,254           | 110,614           | 140,547           | (29,933)           | -21%           | 207,491            |
| <i><b>Economic and environmental services</b></i>   | <b>1,359,298</b>  | <b>1,458,926</b>    | <b>186,178</b>   | <b>429,766</b>    | <b>747,101</b>    | (317,335)          | -42%           | <b>1,458,926</b>   |
| Planning and development  | 45,038            | 176,590             | 1,307            | 90,138            | 128,836           | (38,698)           | -30%           | 176,590            |
| Road transport  | 1,310,226         | 1,281,674           | 184,862          | 339,195           | 617,934           | (278,739)          | -45%           | 1,281,674          |
| Environmental protection  | 4,034             | 662                 | 10               | 434               | 331               | 103                | 31%            | 662                |
| <i><b>Trading services</b></i>  | <b>17,991,185</b> | <b>19,831,779</b>   | <b>1,442,976</b> | <b>9,548,591</b>  | <b>9,620,557</b>  | (71,965)           | -1%            | <b>19,831,779</b>  |
| Energy sources  | 11,397,964        | 12,467,449          | 936,334          | 6,157,605         | 6,094,760         | 62,845             | 1%             | 12,467,449         |
| Water management  | 3,986,415         | 4,390,403           | 308,512          | 2,015,714         | 2,178,137         | (162,423)          | -7%            | 4,390,403          |
| Waste water management  | 1,047,955         | 1,438,917           | 85,002           | 571,522           | 597,949           | (26,427)           | -4%            | 1,438,917          |
| Waste management  | 1,558,850         | 1,535,010           | 113,128          | 803,750           | 749,710           | 54,040             | 7%             | 1,535,010          |
| <i><b>Other</b></i>   | <b>220,266</b>    | <b>240,244</b>      | <b>16,685</b>    | <b>97,576</b>     | <b>120,122</b>    | <b>(22,546)</b>    | <b>-19%</b>    | <b>240,244</b>     |
| <b>Total Revenue - Functional</b>   | <b>32,406,502</b> | <b>34,736,942</b>   | <b>3,665,416</b> | <b>17,343,231</b> | <b>17,634,338</b> | <b>(291,107)</b>   | <b>-2%</b>     | <b>34,736,942</b>  |
| <b>Expenditure - Functional</b>   |                   |                     |                  |                   |                   |                    |                |                    |
| <i><b>Governance and administration</b></i>   | <b>8,137,101</b>  | <b>7,564,013</b>    | <b>598,992</b>   | <b>2,922,415</b>  | <b>3,853,247</b>  | (930,832)          | -24%           | <b>7,564,013</b>   |
| Executive and council   | 1,402,031         | 1,309,236           | 82,126           | 492,662           | 667,646,274.19    | (174,985)          | -26%           | 1,309,236          |
| Finance and administration  | 6,535,758         | 5,918,414           | 509,495          | 2,307,548         | 3,014,137         | (706,589)          | -23%           | 5,918,414          |
| Internal audit  | 199,312           | 336,364             | 7,371            | 122,205           | 171,464           | (49,259)           | -29%           | 336,364            |
| <i><b>Community and public safety</b></i>   | <b>4,080,186</b>  | <b>4,786,871</b>    | <b>354,535</b>   | <b>2,115,627</b>  | <b>2,548,354</b>  | (432,726)          | -17%           | <b>4,786,871</b>   |
| Community and social services   | 265,825           | 292,803             | 20,821           | 130,597           | 155,523           | (24,926)           | -16%           | 292,803            |
| Sport and recreation  | 355,842           | 531,377             | 37,525           | 225,984           | 276,582           | (50,599)           | -18%           | 531,377            |
| Public safety   | 2,312,930         | 2,727,743           | 209,315          | 1,211,280         | 1,414,896         | (203,616)          | -14%           | 2,727,743          |
| Housing   | 561,138           | 538,580             | 36,664           | 247,171           | 302,815           | (55,644)           | -18%           | 538,580            |
| Health  | 584,451           | 696,368             | 50,209           | 300,596           | 398,537           | (97,941)           | -25%           | 696,368            |
| <i><b>Economic and environmental services</b></i>   | <b>3,013,691</b>  | <b>3,295,451</b>    | <b>252,418</b>   | <b>1,430,848</b>  | <b>1,838,879</b>  | (408,030)          | -22%           | <b>3,295,451</b>   |
| Planning and development  | 907,294           | 1,041,266           | 74,807           | 476,531           | 597,222           | (120,692)          | -20%           | 1,041,266          |
| Road transport  | 1,961,035         | 2,083,063           | 167,297          | 884,966           | 1,145,845         | (260,879)          | -23%           | 2,083,063          |
| Environmental protection  | 145,362           | 171,122             | 10,314           | 69,352            | 95,811            | (26,460)           | -28%           | 171,122            |
| <i><b>Trading services</b></i>  | <b>14,563,778</b> | <b>16,588,898</b>   | <b>1,253,576</b> | <b>8,765,731</b>  | <b>9,264,640</b>  | (498,908)          | -5%            | <b>16,588,898</b>  |
| Energy sources  | 10,054,518        | 10,963,043          | 801,902          | 6,193,297         | 6,199,704         | (6,407)            | 0%             | 10,963,043         |
| Water management  | 2,343,615         | 3,567,984           | 309,222          | 1,785,610         | 1,941,521         | (155,910)          | -8%            | 3,567,984          |
| Waste water management  | 789,619           | 829,563             | 44,869           | 297,802           | 497,759           | (199,958)          | -40%           | 829,563            |
| Waste management  | 1,376,027         | 1,228,310           | 97,583           | 489,023           | 625,656           | (136,633)          | -22%           | 1,228,310          |
| <i><b>Other</b></i>   | <b>173,268</b>    | <b>182,277</b>      | <b>11,223</b>    | <b>67,609</b>     | <b>95,952</b>     | <b>(28,343)</b>    | <b>-30%</b>    | <b>182,277</b>     |
| <b>Total Expenditure - Functional</b>   | <b>29,968,024</b> | <b>32,417,512</b>   | <b>2,470,743</b> | <b>15,302,231</b> | <b>17,601,070</b> | <b>(2,298,840)</b> | <b>-13%</b>    | <b>32,417,512</b>  |
| <b>Surplus/ (Deficit) for the year</b>  | <b>2,438,477</b>  | <b>2,319,430</b>    | <b>1,194,673</b> | <b>2,041,001</b>  | <b>33,268</b>     | <b>2,007,733</b>   |                | <b>2,319,430</b>   |

**Note:** The variance in total revenue in Table C1 differs from that in Table C2 because the item "Capital transfers" is excluded in Table C1, whereas in Table C2 it has been included.

**(c) Table C3: Consolidated monthly budget statement – financial performance (revenue and expenditure by municipal vote)**

TSH City Of Tshwane - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

| Vote Description  | 2017/18           | Budget Year 2018/19 |                  |                   |                   |                    |                |                    |
|---|-------------------|---------------------|------------------|-------------------|-------------------|--------------------|----------------|--------------------|
|   | Unaudited Outcome | Original Budget     | Monthly actual   | YearTD actual     | YearTD budget     | YTD variance       | YTD variance % | Full Year Forecast |
| <b>R thousands</b>  |                   |                     |                  |                   |                   |                    |                |                    |
| <b>Revenue by Vote</b>                                      |                   |                     |                  |                   |                   |                    |                |                    |
| Vote 1 - Community & Social Development Services Department | 102,327           | 78,318              | 3,109            | 40,812            | 43,241            | (2,430)            | -6%            | 78,318             |
| Vote 2 - Economic Development & Spatial Planning Department | 256,570           | 454,700             | 33,377           | 205,386           | 257,801           | (52,415)           | -20%           | 454,700            |
| Vote 3 - Emergency Services Department                      | 110,810           | 118,785             | 2,429            | 49,199            | 79,819            | (30,620)           | -38%           | 118,785            |
| Vote 4 - Environment & Agriculture Management Department    | 1,588,361         | 1,553,665           | 113,646          | 809,019           | 759,038           | 49,981             | 7%             | 1,553,665          |
| Vote 5 - Group Audit & Risk Department                      | 47,785            | 44,175              | 3,731            | 18,723            | 22,088            | (3,365)            | -15%           | 44,175             |
| Vote 6 - Group Financial Services Department                | 11,052,852        | 11,247,966          | 1,812,020        | 6,480,049         | 6,152,401         | 327,648            | 5%             | 11,247,966         |
| Vote 7 - Group Property Management Department               | 68,252            | 97,257              | 355              | 35,781            | 48,629            | (12,848)           | -26%           | 97,257             |
| Vote 8 - Health Department                                  | 59,823            | 63,435              | 12,643           | 48,666            | 48,092            | 574                | 1%             | 63,435             |
| Vote 9 - Human Settlement Department                        | 1,038,735         | 1,015,196           | 138,284          | 412,593           | 518,906           | (106,313)          | -20%           | 1,015,196          |
| Vote 10 - Tshwane Metro Police Department                   | 233,485           | 370,549             | 32,794           | 150,353           | 157,239           | (6,887)            | -4%            | 370,549            |
| Vote 11 - Regional Operations & Coordination Department     | 71,213            | 64,723              | 1,598            | 25,472            | 32,333            | (6,861)            | -21%           | 64,723             |
| Vote 12 - Roads & Transport Department                      | 1,314,500         | 1,299,191           | 182,812          | 329,737           | 627,798           | (298,061)          | -47%           | 1,299,191          |
| Vote 13 - Shared Services Department                        | 5,913             | 1,126               | 1                | 7                 | 563               | (556)              | -99%           | 1,126              |
| Vote 14 - Utility Services Department                       | 16,420,927        | 18,289,822          | 1,328,504        | 8,729,557         | 8,867,373         | (137,816)          | -2%            | 18,289,822         |
| Vote 15 - Other Departments                                 | 34,948            | 38,034              | 114              | 7,879             | 19,017            | (11,138)           | -59%           | 38,034             |
| <b>Total Revenue by Vote</b>                                | <b>32,406,502</b> | <b>34,736,942</b>   | <b>3,665,416</b> | <b>17,343,231</b> | <b>17,634,338</b> | <b>(291,107)</b>   | <b>-2%</b>     | <b>34,736,942</b>  |
| <b>Expenditure by Vote</b>                                  |                   |                     |                  |                   |                   |                    |                |                    |
| Vote 1 - Community & Social Development Services Department | 342,903           | 441,131             | 35,991           | 229,488           | 243,016           | (13,529)           | -6%            | 441,131            |
| Vote 2 - Economic Development & Spatial Planning Department | 484,158           | 578,162             | 42,240           | 273,347           | 346,696           | (73,349)           | -21%           | 578,162            |
| Vote 3 - Emergency Services Department                      | 640,597           | 741,129             | 54,643           | 337,099           | 388,487           | (51,388)           | -13%           | 741,129            |
| Vote 4 - Environment & Agriculture Management Department    | 1,627,728         | 1,503,552           | 115,292          | 609,912           | 777,712           | (167,800)          | -22%           | 1,503,552          |
| Vote 5 - Group Audit & Risk Department                      | 225,211           | 357,827             | 9,041            | 132,287           | 182,986           | (50,699)           | -28%           | 357,827            |
| Vote 6 - Group Financial Services Department                | 3,746,709         | 2,897,921           | 301,424          | 1,096,790         | 1,461,318         | (364,529)          | -25%           | 2,897,921          |
| Vote 7 - Group Property Management Department               | 684,948           | 656,980             | 54,936           | 310,807           | 340,141           | (29,334)           | -9%            | 656,980            |
| Vote 8 - Health Department                                  | 375,545           | 425,104             | 28,206           | 163,177           | 244,964           | (81,786)           | -33%           | 425,104            |
| Vote 9 - Human Settlement Department                        | 388,557           | 330,173             | 26,326           | 159,641           | 184,650           | (25,009)           | -14%           | 330,173            |
| Vote 10 - Tshwane Metro Police Department                   | 2,240,070         | 2,580,441           | 198,186          | 1,157,779         | 1,335,849         | (178,070)          | -13%           | 2,580,441          |
| Vote 11 - Regional Operations & Coordination Department     | 2,683,742         | 3,138,517           | 211,272          | 1,290,460         | 1,661,638         | (371,178)          | -22%           | 3,138,517          |
| Vote 12 - Roads & Transport Department                      | 1,551,678         | 1,499,742           | 125,838          | 653,931           | 838,390           | (184,459)          | -22%           | 1,499,742          |
| Vote 13 - Shared Services Department                        | 1,430,553         | 1,548,491           | 93,061           | 567,574           | 788,679           | (221,104)          | -28%           | 1,548,491          |
| Vote 14 - Utility Services Department                       | 12,023,315        | 14,087,556          | 1,072,975        | 7,708,054         | 7,958,119         | (250,066)          | -3%            | 14,087,556         |
| Vote 15 - Other Departments                                 | 1,522,310         | 1,630,786           | 101,315          | 611,885           | 848,426           | (236,540)          | -28%           | 1,630,786          |
| <b>Total Expenditure by Vote</b>                            | <b>29,968,024</b> | <b>32,417,512</b>   | <b>2,470,743</b> | <b>15,302,231</b> | <b>17,601,070</b> | <b>(2,298,840)</b> | <b>-13%</b>    | <b>32,417,512</b>  |
| <b>Surplus/ (Deficit) for the year</b>                      | <b>2,438,477</b>  | <b>2,319,430</b>    | <b>1,194,673</b> | <b>2,041,001</b>  | <b>33,268</b>     | <b>2,007,733</b>   |                | <b>2,319,430</b>   |

**(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) - M06 December  |                   |                     |                  |                   |                    |                    |                |                    |
|--|-------------------|---------------------|------------------|-------------------|--------------------|--------------------|----------------|--------------------|
| Description  | 2017/18           | Budget Year 2018/19 |                  |                   |                    |                    |                |                    |
|  | Unaudited Outcome | Original Budget     | Monthly actual   | YearTD actual     | YearTD budget      | YTD variance       | YTD variance % | Full Year Forecast |
| <b>R thousands</b>   |                   |                     |                  |                   |                    |                    |                |                    |
| <b>Revenue By Source</b>   |                   |                     |                  |                   |                    |                    |                |                    |
| Property rates   | 6,761,347         | 6,980,636           | 445,922          | 3,374,446         | 3,390,902          | (16,456)           | 0%             | 6,980,636          |
| Service charges - electricity revenue  | 11,265,288        | 11,946,456          | 908,165          | 5,992,105         | 5,891,284          | 100,821            | 2%             | 11,946,456         |
| Service charges - water revenue  | 3,221,623         | 4,283,959           | 272,360          | 1,818,429         | 1,967,783          | (149,354)          | -8%            | 4,283,959          |
| Service charges - sanitation revenue   | 952,050           | 1,063,982           | 77,098           | 525,798           | 535,140            | (9,342)            | -2%            | 1,063,982          |
| Service charges - refuse revenue   | 1,482,086         | 1,494,163           | 113,056          | 803,005           | 729,287            | 73,719             | 10%            | 1,494,163          |
| Service charges - other  | –                 | –                   | –                | –                 | –                  | –                  | –              | –                  |
| Rental of facilities and equipment   | 143,100           | 152,593             | 3,247            | 58,628            | 91,033             | (32,405)           | -36%           | 152,593            |
| Interest earned - external investments   | 210,976           | 133,342             | 40,094           | 101,403           | 51,932             | 49,471             | 95%            | 133,342            |
| Interest earned - outstanding debtors  | 731,938           | 575,401             | 83,083           | 439,437           | 277,931            | 161,506            | 58%            | 575,401            |
| Dividends received   | –                 | –                   | –                | –                 | –                  | –                  | –              | –                  |
| Fines, penalties and forfeits  | 228,148           | 368,755             | 32,153           | 147,678           | 156,287            | (8,609)            | -6%            | 368,755            |
| Licences and permits   | 52,325            | 59,551              | 4,332            | 22,366            | 29,069             | (6,703)            | -23%           | 59,551             |
| Agency services  | –                 | 6,980               | –                | –                 | –                  | –                  | –              | 6,980              |
| Transfers and subsidies  | 4,362,302         | 4,440,081           | 1,383,544        | 3,103,449         | 2,921,189          | 182,260            | 6%             | 4,440,081          |
| Other revenue  | 885,245           | 1,023,065           | 56,048           | 347,828           | 504,708            | (156,880)          | -31%           | 1,023,065          |
| Gains on disposal of PPE   | 4,809             | 1,242               | –                | –                 | –                  | –                  | –              | 1,242              |
| <b>Total Revenue (excluding capital transfers and contributions)</b>   | <b>30,301,235</b> | <b>32,530,207</b>   | <b>3,419,103</b> | <b>16,734,573</b> | <b>16,546,545</b>  | <b>188,028</b>     | <b>1%</b>      | <b>32,530,207</b>  |
| <b>Expenditure By Type</b>   |                   |                     |                  |                   |                    |                    |                |                    |
| Employee related costs   | 8,161,872         | 9,602,946           | 712,000          | 4,359,417         | 5,038,371          | (678,955)          | -13%           | 9,602,946          |
| Remuneration of councillors  | 123,786           | 132,797             | 10,229           | 61,189            | 66,399             | (5,210)            | -8%            | 132,797            |
| Debt impairment  | 1,713,978         | 1,514,427           | 126,287          | 757,298           | 757,298            | (0)                | 0%             | 1,514,427          |
| Depreciation & asset impairment  | 2,043,701         | 1,957,156           | 122,546          | 734,407           | 978,578            | (244,172)          | -25%           | 1,957,156          |
| Finance charges  | 1,686,623         | 1,390,948           | 147,808          | 444,521           | 704,974            | (260,453)          | -37%           | 1,390,948          |
| Bulk purchases   | 9,723,858         | 10,727,870          | 807,404          | 6,036,010         | 6,049,095          | (13,085)           | 0%             | 10,727,870         |
| Other materials  | 499,788           | 765,218             | 40,429           | 271,083           | 492,491            | (221,408)          | -45%           | 765,218            |
| Contracted services  | 3,040,943         | 3,320,884           | 254,320          | 1,187,126         | 1,853,997          | (666,871)          | -36%           | 3,320,884          |
| Transfers and subsidies  | 44,526            | 52,495              | 2,010            | 40,306            | 71,324             | (31,017)           | -43%           | 52,495             |
| Other expenditure  | 2,841,280         | 2,952,234           | 244,934          | 1,408,099         | 1,588,275          | (180,176)          | -11%           | 2,952,234          |
| Loss on disposal of PPE  | 84,749            | 1                   | –                | –                 | 1                  | (1)                | -100%          | 1                  |
| <b>Total Expenditure</b>   | <b>29,965,104</b> | <b>32,416,977</b>   | <b>2,467,968</b> | <b>15,299,455</b> | <b>17,600,803</b>  | <b>(2,301,348)</b> | <b>-13%</b>    | <b>32,416,977</b>  |
| <b>Surplus/(Deficit)</b>   | <b>336,131</b>    | <b>113,230</b>      | <b>951,136</b>   | <b>1,435,118</b>  | <b>(1,054,258)</b> | <b>2,489,376</b>   |                | <b>113,230</b>     |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)  | 2,104,326         | 2,198,735           | 246,312          | 608,658           | 1,083,793          | (475,135)          | -44%           | 2,198,735          |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) | 940               | 8,000               | –                | –                 | 4,000              | (4,000)            | -100%          | 8,000              |
| Transfers and subsidies - capital (in-kind - all)  | –                 | –                   | –                | –                 | –                  | –                  | –              | –                  |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b>   | <b>2,441,398</b>  | <b>2,319,965</b>    | <b>1,197,448</b> | <b>2,043,776</b>  | <b>33,535</b>      |                    |                | <b>2,319,965</b>   |
| Taxation   | 2,920             | 535                 | 2,776            | 2,776             | 268                | 2,508              |                | 535                |
| <b>Surplus/(Deficit) after taxation</b>  | <b>2,438,477</b>  | <b>2,319,430</b>    | <b>1,194,673</b> | <b>2,041,001</b>  | <b>33,268</b>      |                    |                | <b>2,319,430</b>   |
| Attributable to minorities   | –                 | –                   | –                | –                 | –                  |                    |                | –                  |
| <b>Surplus/(Deficit) attributable to municipality</b>  | <b>2,438,477</b>  | <b>2,319,430</b>    | <b>1,194,673</b> | <b>2,041,001</b>  | <b>33,268</b>      |                    |                | <b>2,319,430</b>   |
| Share of surplus/ (deficit) of associate   | –                 | –                   | –                | –                 | –                  |                    |                | –                  |
| <b>Surplus/ (Deficit) for the year</b>   | <b>2,438,477</b>  | <b>2,319,430</b>    | <b>1,194,673</b> | <b>2,041,001</b>  | <b>33,268</b>      |                    |                | <b>2,319,430</b>   |

**Note:** Total revenue excludes capital transfers and contributions. These are indicated separately in this table as “Transfers recognised – capital”.



**(e) Table C5: Consolidated monthly budget statement – capital expenditure by vote, standard classification and funding**

| TSH City Of Tshwane - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - M06 December) |                   |                     |                |                |                  |                  |                |                    |
|---|-------------------|---------------------|----------------|----------------|------------------|------------------|----------------|--------------------|
| Vote Description  | 2017/18           | Budget Year 2018/19 |                |                |                  |                  |                |                    |
|   | Unaudited Outcome | Original Budget     | Monthly actual | YearTD actual  | YearTD budget    | YTD variance     | YTD variance % | Full Year Forecast |
| <b>R thousands</b>  |                   |                     |                |                |                  |                  |                |                    |
| <b>Multi-Year expenditure appropriation</b>   |                   |                     |                |                |                  |                  |                |                    |
| Vote 1 - Community & Social Development Services Department   | 76,628            | 97,730              | 3,044          | 17,382         | 63,296           | (45,914)         | -73%           | 97,730             |
| Vote 2 - Economic Development & Spatial Planning Department   | 14,203            | 113,492             | 8,406          | 12,274         | 25,887           | (13,612)         | -53%           | 113,492            |
| Vote 3 - Emergency Services Department  | 9,940             | 20,700              | 229            | 3,135          | 4,544            | (1,409)          | -31%           | 20,700             |
| Vote 4 - Environment & Agriculture Management Department  | 27,005            | 51,500              | 438            | 6,393          | 10,050           | (3,657)          | -36%           | 51,500             |
| Vote 5 - Group Audit & Risk Department  | 9,047             | 40,150              | 130            | 192            | 5,845            | (5,653)          | -97%           | 40,150             |
| Vote 6 - Group Financial Services Department  | 14,397            | 81,500              | -              | 1,827          | 20,598           | (18,771)         | -91%           | 81,500             |
| Vote 7 - Group Property Management Department   | -                 | 5,200               | -              | -              | -                | -                | -              | 5,200              |
| Vote 8 - Health Department  | 15,200            | 32,000              | 5,096          | 20,220         | 32,000           | (11,780)         | -37%           | 32,000             |
| Vote 9 - Human Settlement Department  | 900,800           | 937,758             | 128,390        | 309,888        | 335,270          | (25,381)         | -8%            | 937,758            |
| Vote 10 - Tshwane Metro Police Department   | 12,996            | 11,500              | -              | -              | 11,999           | (11,999)         | -100%          | 11,500             |
| Vote 11 - Regional Operations & Coordination Department   | 2,448             | 4,200               | -              | -              | 750              | (750)            | -100%          | 4,200              |
| Vote 12 - Roads & Transport Department  | 893,286           | 994,160             | 49,437         | 184,250        | 324,269          | (140,019)        | -43%           | 994,160            |
| Vote 13 - Shared Services Department  | 87,409            | 115,000             | 4,602          | 4,602          | 44,500           | (39,898)         | -90%           | 115,000            |
| Vote 14 - Utility Services Department   | 915,844           | 1,457,769           | 48,533         | 330,701        | 676,449          | (345,748)        | -51%           | 1,457,769          |
| Vote 15 - Other Departments   | 38,776            | 54,705              | 8              | 1,525          | 14,390           | (12,865)         | -89%           | 54,705             |
| <b>Total Capital Multi-year expenditure</b>   | <b>3,017,979</b>  | <b>4,017,365</b>    | <b>248,312</b> | <b>892,391</b> | <b>1,569,847</b> | <b>(677,456)</b> | <b>-43%</b>    | <b>4,017,365</b>   |
| <b>Single Year expenditure appropriation</b>  |                   |                     |                |                |                  |                  |                |                    |
| Vote 1 - Community & Social Development Services Department   | 8,823             | 300                 | -              | 28             | 150              | (122)            | -81%           | 300                |
| Vote 2 - Economic Development & Spatial Planning Department   | 393               | 350                 | -              | -              | 350              | (350)            | -100%          | 350                |
| Vote 3 - Emergency Services Department  | 347               | -                   | 40             | 169            | 160              | 9                | 6%             | -                  |
| Vote 4 - Environment & Agriculture Management Department  | -                 | -                   | -              | -              | -                | -                | -              | -                  |
| Vote 5 - Group Audit & Risk Department  | -                 | -                   | -              | -              | -                | -                | -              | -                  |
| Vote 6 - Group Financial Services Department  | 11,265            | 5,000               | -              | -              | 200              | (200)            | -100%          | 5,000              |
| Vote 7 - Group Property Management Department   | -                 | -                   | -              | -              | -                | -                | -              | -                  |
| Vote 8 - Health Department  | 1,084             | -                   | -              | -              | -                | -                | -              | -                  |
| Vote 9 - Human Settlement Department  | -                 | -                   | -              | -              | -                | -                | -              | -                  |
| Vote 10 - Tshwane Metro Police Department   | -                 | -                   | -              | -              | -                | -                | -              | -                  |
| Vote 11 - Regional Operations & Coordination Department   | 1,601             | -                   | 129            | 351            | 480              | (129)            | -27%           | -                  |
| Vote 12 - Roads & Transport Department  | -                 | -                   | -              | -              | -                | -                | -              | -                  |
| Vote 13 - Shared Services Department  | -                 | -                   | -              | -              | -                | -                | -              | -                  |
| Vote 14 - Utility Services Department   | 5,075             | -                   | -              | 5              | 250              | (245)            | -              | -                  |
| Vote 15 - Other Departments   | 589               | -                   | -              | 16             | 260              | (244)            | -94%           | -                  |
| <b>Total Capital single-year expenditure</b>  | <b>29,177</b>     | <b>5,650</b>        | <b>169</b>     | <b>570</b>     | <b>1,850</b>     | <b>(1,280)</b>   |                | <b>5,650</b>       |
| <b>Total Capital Expenditure</b>  | <b>3,047,156</b>  | <b>4,023,015</b>    | <b>248,482</b> | <b>892,961</b> | <b>1,571,697</b> | <b>(678,736)</b> | <b>-43%</b>    | <b>4,023,015</b>   |
| <b>Capital Expenditure - Functional Classification</b>  |                   |                     |                |                |                  |                  |                |                    |
| <b>Governance and administration</b>  | <b>147,132</b>    | <b>377,761</b>      | <b>4,861</b>   | <b>8,448</b>   | <b>93,993</b>    | <b>(85,546)</b>  | <b>-91%</b>    | <b>377,761</b>     |
| Executive and council   | 1,975             | 101,761             | 129            | 351            | 520              | (169)            | -32%           | 101,761            |
| Finance and administration  | -                 | 236,000             | -              | -              | -                | -                | -              | 236,000            |
| Internal audit  | 145,157           | 40,000              | 4,732          | 8,096          | 93,473           | (85,377)         | -91%           | 40,000             |
| <b>Community and public safety</b>  | <b>517,845</b>    | <b>1,030,613</b>    | <b>67,770</b>  | <b>212,058</b> | <b>250,082</b>   | <b>(38,024)</b>  | <b>-15%</b>    | <b>1,030,613</b>   |
| Community and social services   | 11,649            | 15,250              | 438            | 3,422          | 8,400            | (4,978)          | -59%           | 15,250             |
| Sport and recreation  | 7,815             | 64,500              | -              | -              | 19,566           | (19,566)         | -100%          | 64,500             |
| Public safety   | 23,185            | 18,000              | 269            | 3,205          | 16,124           | (12,919)         | -80%           | 18,000             |
| Housing   | 397,987           | 900,863             | 58,923         | 167,828        | 143,262          | 24,566           | 17%            | 900,863            |
| Health  | 77,209            | 32,000              | 8,139          | 37,602         | 62,730           | (25,128)         | -39%           | 32,000             |
| <b>Economic and environmental services</b>  | <b>890,215</b>    | <b>1,012,823</b>    | <b>50,774</b>  | <b>179,631</b> | <b>295,569</b>   | <b>(115,938)</b> | <b>-39%</b>    | <b>1,012,823</b>   |
| Planning and development  | 34,044            | 9,000               | 24             | 224            | 7,329            | (7,105)          | -97%           | 9,000              |
| Road transport  | 848,667           | 1,000,573           | 50,750         | 179,407        | 287,740          | (108,333)        | -38%           | 1,000,573          |
| Environmental protection  | 7,503             | 3,250               | -              | -              | 500              | (500)            | -100%          | 3,250              |
| <b>Trading services</b>   | <b>1,465,091</b>  | <b>1,490,269</b>    | <b>124,850</b> | <b>492,598</b> | <b>922,250</b>   | <b>(429,652)</b> | <b>-47%</b>    | <b>1,490,269</b>   |
| Energy sources  | 496,646           | 983,154             | 28,509         | 191,087        | 420,734          | (229,648)        | -55%           | 983,154            |
| Water management  | 542,253           | 327,901             | 52,829         | 180,336        | 288,561          | (108,225)        | -38%           | 327,901            |
| Waste water management  | 411,622           | 167,215             | 43,512         | 118,176        | 206,655          | (88,479)         | -43%           | 167,215            |
| Waste management  | 14,569            | 12,000              | -              | 2,999          | 6,300            | (3,301)          | -52%           | 12,000             |
| <b>Other</b>  | <b>26,873</b>     | <b>111,548</b>      | <b>226</b>     | <b>226</b>     | <b>9,803</b>     | <b>(9,577)</b>   | <b>-98%</b>    | <b>111,548</b>     |
| <b>Total Capital Expenditure - Functional Classification</b>  | <b>3,047,156</b>  | <b>4,023,015</b>    | <b>248,482</b> | <b>892,961</b> | <b>1,571,697</b> | <b>(678,736)</b> | <b>-43%</b>    | <b>4,023,015</b>   |
| <b>Funded by:</b>   |                   |                     |                |                |                  |                  |                |                    |
| National Government   | 2,042,359         | 2,161,967           | 189,305        | 625,720        | 821,992          | (196,272)        | -24%           | 2,161,967          |
| Provincial Government   | 61,967            | 40,730              | 3,044          | 17,382         | 35,730           | (18,348)         | -51%           | 40,730             |
| District Municipality   | -                 | -                   | -              | -              | -                | -                | -              | -                  |
| Other transfers and grants  | -                 | 8,000               | -              | -              | -                | -                | -              | 8,000              |
| <b>Transfers recognised - capital</b>   | <b>2,104,326</b>  | <b>2,210,697</b>    | <b>192,349</b> | <b>643,102</b> | <b>857,722</b>   | <b>(214,620)</b> | <b>-25%</b>    | <b>2,210,697</b>   |
| <b>Public contributions &amp; donations</b>   | <b>62,097</b>     | <b>150,000</b>      | <b>12,786</b>  | <b>39,290</b>  | <b>60,062</b>    | <b>(20,771)</b>  | <b>-35%</b>    | <b>150,000</b>     |
| <b>Borrowing</b>  | <b>700,248</b>    | <b>1,500,000</b>    | <b>41,959</b>  | <b>178,214</b> | <b>593,346</b>   | <b>(415,132)</b> | <b>-70%</b>    | <b>1,500,000</b>   |
| <b>Internally generated funds</b>   | <b>180,484</b>    | <b>162,318</b>      | <b>1,388</b>   | <b>32,354</b>  | <b>60,567</b>    | <b>(28,213)</b>  | <b>-47%</b>    | <b>162,318</b>     |
| <b>Total Capital Funding</b>  | <b>3,047,156</b>  | <b>4,023,015</b>    | <b>248,482</b> | <b>892,961</b> | <b>1,571,697</b> | <b>(678,736)</b> | <b>-43%</b>    | <b>4,023,015</b>   |

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

| TSH City Of Tshwane - Table C6 Consolidated Monthly Budget Statement - Financial Position - M06 December |                   |                     |                   |                    |
|--|-------------------|---------------------|-------------------|--------------------|
| Description  | 2017/18           | Budget Year 2018/19 |                   |                    |
|  | Unaudited Outcome | Original Budget     | YearTD actual     | Full Year Forecast |
| <b>R thousands</b>   |                   |                     |                   |                    |
| <b><u>ASSETS</u></b>   |                   |                     |                   |                    |
| <b>Current assets</b>  |                   |                     |                   |                    |
| Cash   | 562,496           | 552,702             | 638               | 552,702            |
| Call investment deposits   | 2,825,342         | 2,426,063           | 3,932,766         | 2,426,063          |
| Consumer debtors   | 4,117,379         | 5,812,010           | 3,791,986         | 5,812,010          |
| Other debtors  | 1,414,393         | 1,499,741           | 1,330,056         | 1,499,741          |
| Current portion of long-term receivables   | 132,772           | 103,342             | 132,772           | 103,342            |
| Inventory  | 635,565           | 837,755             | 669,823           | 837,755            |
| <b>Total current assets</b>  | <b>9,687,947</b>  | <b>11,231,612</b>   | <b>9,858,040</b>  | <b>11,231,612</b>  |
| <b>Non current assets</b>  |                   |                     |                   |                    |
| Long-term receivables  | 41,039            | 27,565              | 13,630            | 27,565             |
| Investments  | 260,151           | 742,047             | 260,151           | 742,047            |
| Investment property  | 828,889           | 917,748             | 828,889           | 917,748            |
| Property, plant and equipment  | 36,258,780        | 40,755,539          | 36,288,106        | 40,755,539         |
| Intangible   | 390,138           | 387,293             | 390,085           | 387,293            |
| Other non-current assets   | 4,085,068         | –                   | 4,085,008         | –                  |
| <b>Total non current assets</b>  | <b>41,864,065</b> | <b>42,830,192</b>   | <b>41,865,869</b> | <b>42,830,192</b>  |
| <b>TOTAL ASSETS</b>  | <b>51,552,012</b> | <b>54,061,805</b>   | <b>51,723,910</b> | <b>54,061,805</b>  |
| <b><u>LIABILITIES</u></b>  |                   |                     |                   |                    |
| <b>Current liabilities</b>   |                   |                     |                   |                    |
| Bank overdraft   | –                 | –                   | 2,620             | –                  |
| Borrowing  | 715,376           | 1,559,731           | 1,126,181         | 1,559,731          |
| Consumer deposits  | 516,054           | 427,964             | 539,598           | 427,964            |
| Trade and other payables   | 10,592,549        | 9,258,896           | 8,569,573         | 9,258,896          |
| Provisions   | –                 | –                   | 307,179           | –                  |
| <b>Total current liabilities</b>   | <b>11,823,979</b> | <b>11,246,591</b>   | <b>10,545,152</b> | <b>11,246,591</b>  |
| <b>Non current liabilities</b>   |                   |                     |                   |                    |
| Borrowing  | 13,667,137        | 11,369,708          | 10,309,054        | 11,369,708         |
| Provisions   | 943,935           | 3,620,495           | 3,873,185         | 3,620,495          |
| <b>Total non current liabilities</b>   | <b>14,611,071</b> | <b>14,990,203</b>   | <b>14,182,239</b> | <b>14,990,203</b>  |
| <b>TOTAL LIABILITIES</b>   | <b>26,435,051</b> | <b>26,236,794</b>   | <b>24,727,391</b> | <b>26,236,794</b>  |
| <b>NET ASSETS</b>  | <b>25,116,961</b> | <b>27,825,011</b>   | <b>26,996,518</b> | <b>27,825,011</b>  |
| <b><u>COMMUNITY WEALTH/EQUITY</u></b>  |                   |                     |                   |                    |
| Accumulated Surplus/(Deficit)  | 22,654,627        | 27,566,318          | 26,757,129        | 27,566,318         |
| Reserves   | 2,462,334         | 258,693             | 239,390           | 258,693            |
| <b>TOTAL COMMUNITY WEALTH/EQUITY</b>   | <b>25,116,961</b> | <b>27,825,011</b>   | <b>26,996,518</b> | <b>27,825,011</b>  |

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

| TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M06 December |                    |                     |                    |                  |                    |                    |                |                    |
|---|--------------------|---------------------|--------------------|------------------|--------------------|--------------------|----------------|--------------------|
| Description   | 2017/18            | Budget Year 2018/19 |                    |                  |                    |                    |                |                    |
|   | Unaudited Outcome  | Original Budget     | Monthly actual     | YearTD actual    | YearTD budget      | YTD variance       | YTD variance % | Full Year Forecast |
| <b>R thousands</b>  |                    |                     |                    |                  |                    |                    |                |                    |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>  |                    |                     |                    |                  |                    |                    |                |                    |
| <b>Receipts</b>   |                    |                     |                    |                  |                    |                    |                |                    |
| Property rates  | 6,761,347          | 6,491,991           | 445,922            | 3,374,446        | 3,173,018          | 201,428            | 6%             | 6,491,991          |
| Service charges   | 15,615,125         | 17,991,221          | 1,370,679          | 9,139,337        | 8,754,480          | 384,857            | 4%             | 17,991,221         |
| Other revenue   | 2,296,579          | 1,500,318           | (622,971)          | 1,747,469        | 884,869            | 862,600            | 97%            | 1,500,318          |
| Government - operating  | 4,320,824          | 4,440,081           | 1,538,973          | 3,195,503        | 3,224,844          | (29,341)           | -1%            | 4,440,081          |
| Government - capital  | 2,368,845          | 2,206,735           | 160,373            | 1,259,383        | 1,273,207          | (13,824)           | -1%            | 2,206,735          |
| Interest  | 205,582            | 133,342             | 40,071             | 101,352          | 329,534            | (228,182)          | -69%           | 133,342            |
| Dividends   |                    |                     |                    |                  |                    |                    |                |                    |
| <b>Payments</b>   |                    |                     |                    |                  |                    |                    |                |                    |
| Suppliers and employees   | (24,164,376)       | (27,158,654)        | (2,192,579)        | (16,456,270)     | (15,710,744)       | 745,526            | -5%            | (27,158,654)       |
| Finance charges   | (1,696,563)        | (1,390,948)         | (147,808)          | (444,449)        | (695,474)          | (251,025)          | 36%            | (1,390,948)        |
| Transfers and Grants  | –                  | (52,495)            | 38,297             | –                | (26,111)           | (26,111)           | 100%           | (52,495)           |
| <b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>  | <b>5,707,364</b>   | <b>4,161,591</b>    | <b>630,958</b>     | <b>1,916,772</b> | <b>1,207,623</b>   | <b>(709,149)</b>   | <b>-59%</b>    | <b>4,161,591</b>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>   |                    |                     |                    |                  |                    |                    |                |                    |
| <b>Receipts</b>   |                    |                     |                    |                  |                    |                    |                |                    |
| Proceeds on disposal of PPE   | 3,117              | 1,242               | –                  | –                | 4,414              | (4,414)            | -100%          | 1,242              |
| Decrease (increase) other non-current receivables   | (46,606)           | (269)               | 13,144             | 26,488           | (135)              | 26,623             | -19783%        | (269)              |
| Decrease (increase) in non-current investments  | 565,398            | 19,751              | (648,111)          | 495,542          | 6,584              | 488,958            |                | 19,751             |
| <b>Payments</b>   |                    |                     |                    |                  |                    |                    |                |                    |
| Capital assets  | (3,934,589)        | (3,981,975)         | (752,015)          | (1,397,098)      | (1,965,120)        | (568,022)          | 29%            | (3,981,975)        |
| <b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>  | <b>(3,412,680)</b> | <b>(3,961,251)</b>  | <b>(1,386,982)</b> | <b>(875,068)</b> | <b>(1,954,257)</b> | <b>(1,079,189)</b> | <b>55%</b>     | <b>(3,961,251)</b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |                    |                     |                    |                  |                    |                    |                |                    |
| <b>Receipts</b>   |                    |                     |                    |                  |                    |                    |                |                    |
| Borrowing long term/refinancing   | –                  | 1,500,000           | –                  | –                | 739,409            | (739,409)          | -100%          | 1,500,000          |
| Increase (decrease) in consumer deposits  | (386,818)          | 8,391               | 7,883              | –                | 2,797              | (2,797)            | -100%          | 8,391              |
| <b>Payments</b>   |                    |                     |                    |                  |                    |                    |                |                    |
| Repayment of borrowing  | (596,715)          | (1,062,774)         | (229,142)          | (427,529)        | (531,387)          | (103,858)          | 20%            | (1,062,774)        |
| <b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>  | <b>(983,533)</b>   | <b>445,617</b>      | <b>(221,259)</b>   | <b>(427,529)</b> | <b>210,819</b>     | <b>638,348</b>     | <b>303%</b>    | <b>445,617</b>     |
| <b>NET INCREASE/ (DECREASE) IN CASH HELD</b>  | <b>1,311,151</b>   | <b>645,958</b>      | <b>(977,284)</b>   | <b>614,175</b>   | <b>(535,814)</b>   |                    |                | <b>645,958</b>     |
| Cash/cash equivalents at beginning:   | 1,081,562          | 2,332,806           |                    | 2,312,446        | 2,332,806          |                    |                | 2,332,806          |
| Cash/cash equivalents at month/year end:  | 2,392,713          | 2,978,764           |                    | 2,926,621        | 1,796,992          |                    |                | 2,978,764          |

## PART 2: SUPPORTING DOCUMENTATION

(a) Table SC1: Material variance explanations

| TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M06 December |           |   |                                      |
|--|-----------|---|--------------------------------------|
| Description  | Variance  | Reasons for material deviations   | Remedial or corrective steps/remarks |
| <b>R thousands</b>   |           |   |                                      |
| <b>Revenue By Source</b>   |           |   |                                      |
| Property rates   | (16,456)  | Due to properties that were not interfaced into SAP Billing system during the festive holidays.   | None                                 |
| Service charges - electricity revenue  | 100,821   | The demand for electricity increased above the projection.  | None                                 |
| Service charges - water revenue  | (149,354) | The budget for water is based on statistical trends and is demand-driven. Estimating accounts instead of capturing actual readings contributes to the under-recovery. The tariff between Rand Water and CoT system must be aligned. The total kilolitres sold as at December 2018, is 99 849 731 against purchases of 179 884 154 kilolitres. The previous year total kilolitres sold was at 102 761 891 against purchases of 144 062 345 kilolitres. The proposed water revenue reduction is R319 million and on sanitation is R1,7 million. | None                                 |
| Service charges - sanitation revenue   | (9,342)   | Revenue dependant on water sales.   | None                                 |
| Service charges - refuse revenue   | 73,719    | Solid Waste Removal Fees, revenue better projected income.  |                                      |
| Service charges - other  | -         |   |                                      |
| Rental of facilities and equipment   | (32,405)  | Due to expiry of lease for Rental: Business. Lease renewal report awaiting approval to regulate the expired agreements.   | Regular follow-ups                   |
| Interest earned - external investments   | 49,471    | Interest was higher than expected for the period.   |                                      |
| Interest earned - outstanding debtors  | 161,506   | As a result of an increase in outstanding debtors.  | None                                 |
| Dividends received   | -         |   |                                      |
| Fines, penalties and forfeits  | (8,609)   | Under recovery is mainly on AARTO and Towing revenue. The under recovery on AARTO revenue is due to the delay in calibration of speed camera, the cameras were deployed in August.  | None                                 |
| Licences and permits   | (6,703)   | Due to under-recovery, mainly on driver's licences. The proposed revenue reduction is R5 million.   | None                                 |
| Agency services  | -         |   |                                      |
| Transfers and subsidies  | 182,260   | Mainly due to the transfer of the Equitable Share.  | None                                 |
| Other revenue  | (156,880) | Mainly due to under recovery on Reminder Fees, Vat Correction and Township Development contributions on rezoning.   | None                                 |
| Gains on disposal of PPE   | -         |   |                                      |
| <b>Expenditure By Type</b>   |           |   |                                      |
| Employee related costs   | (678,955) | Mainly on salaries, service bonus, pension and provident fund.  | None                                 |
| Remuneration of councillors  | (5,210)   | Non alignment of projections.   |                                      |
| Debt impairment  | (0)       |   |                                      |
| Depreciation & asset impairment  | (244,172) | The calculation is aligned with the asset verification and purification process.  | None                                 |
| Finance charges  | (260,453) | Mainly on the interest on long-term loans.  | None                                 |
| Bulk purchases   | (13,085)  | The bulk electricity Eskom invoice for December 2018 has not yet been processed for payment. The invoices will be processed in January 2019. The projections will be aligned during the adjustment budget.  | None                                 |
| Other materials  | (221,408) | Underspending mainly on pumpstation consumables, electricity reticulation, water and vehicles.  | None                                 |
| Contracted services  | (666,871) | Underspending mainly on Watchman Services, Households refuse removal, maintenance roads, grounds and waste water purification.  | None                                 |
| Transfers and subsidies  | (31,017)  | Due to underspending on gratuities and payment to municipal entities.   | None                                 |
| Other expenditure  | (180,176) | Due to underspending mainly on leased Vehicles, WiFi and Bulk Water Purchase Own.   | None                                 |
| Loss on disposal of PPE  | (1)       |   |                                      |

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

| TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M06 December |  |             |   |  |
|--|--|-------------|---|--|
| Description  |  | Variance    | Reasons for material deviations   | Remedial or corrective steps/remarks   |
| R thousands  |  |             |   |  |
| <u>Capital Expenditure</u>   |  |             |   |  |
| Vote 1 - Community & Social Development Services Department                              |  | (45,914)    | Mainly on Upgrading of Caledonian Stadium, project on hold due to outstanding legal matters.  | Legal matters resolved and report approved by Council.   |
| Vote 2 - Economic Development & Spatial Planning Department                              |  | (13,612)    | Rosslyn Urban Realm Upgrade and Multi Modal Interchange - Construction started October 2018 with site preparation and layering. Invoices still to be signed and processed.  | Construction in process.   |
| Vote 3 - Emergency Services Department   |  | (1,409)     | Renovation & Upgrading of Facilities - Tender HHS 01-2015/16 (EMSD01) was not approved by the Bid Adjudications Committee during November 2018.   | The department has communicated with SCM and requested that to submit quote specifications.  |
| Vote 4 - Environment & Agriculture Management Department                                 |  | (3,657)     | Provision of waste containers - A delay in delivery of an order for R3 million (4942 waste containers).   | The Delivery has been scheduled for delivery in January 2019.  |
| Vote 5 - Group Audit & Risk Department   |  | (5,653)     | Insurance Replacements (CTMM Contribution) - No IT equipment could be procured as there is no IT Tender in place.   | Approval Letters being submitted to Departments. IT Tender to be put in place.   |
| Vote 6 - Group Financial Services Department   |  | (18,771)    | BPC and SCOA project is the main contributor. The mSCOA implementation project has been reviewed together with ICT during the first quarter. A project proposal for the automation of monthly reports and mSCOA data strings in SAP has been received and reviewed. Awaiting the final project  | The scope is being finalised and work will start in the second quarter.  |
| Vote 7 - Group Property Management Department  |  | -           | None  | None   |
| Vote 8 - Health Department   |  | (11,780)    | Replacement of Raybyn Clinic - Contractor behind schedule.  | R550 000 to be transferred during the adjustment budget.   |
| Vote 9 - Human Settlement Department   |  | (25,381)    | Water provision - Winterveldt - The project has been experiencing contractual issues between the contractor and sub-contractors.  | The contractor indicated that the issues have been resolved and that he will continue with works on site.  |
| Vote 10 - Tshwane Metro Police Department  |  | (11,999)    | Policing Equipment - Departmental EMM reprioritisation of items to be procured was only received 25 September 2018.<br>Regulation 32 reports in process. Internal procurement documentation in process for the procurement of revised items.  | Fast track all processes within departmental control.  |
| Vote 11 - Regional Operations & Coordination Department                                  |  | (750)       | Jo Jo-Tanks 15/16 FY - Contractor has been appointed for bulk & internal reticulation of Booysens Ext4 and expenditure is expected to increase.   | None   |
| Vote 12 - Roads & Transport Department   |  | (140,019)   | Wonderboom Intermodal Facility (Civil & Bulk Earthworks) - Works Permit was received. The contractor is being monitored to speed up the progress.   | Contractor to get back on track by mid-January 2019.   |
| Vote 13 - Shared Services Department   |  | (39,898)    | Implementation of Storage Area Network - Quotations received from vendors via SITA contract - SCM to schedule evaluation of the quotes.   | SITA contract to be used as vehicle to procure equipment.  |
| Vote 14 - Utility Services Department  |  | (345,748)   | Substation Refurbishment to address electricity losses (Electricity Distribution Loss) - Unavailability of materials at the store. The contract for the repair of sub-stations was awarded for R90 million. The remaining budget can be prioritised for the security of infrastructure project. | None   |
| Vote 15 - Other Departments  |  | (12,865)    | Mamelodi East Walkways - December invoices still to be processed. Roads project stopped by business forum.  | None   |
| <u>Financial Position</u>  |  |             |   |  |
| current assets   |  | (1,373,572) | Decrease in Consumer Deposit.   |  |
| non current assets   |  | (964,323)   | Decrease in PPE.  |  |
| current liabilities  |  | (701,439)   | Decrease in Trade and Other Payables.   |  |
| non current liabilities  |  | (807,964)   | Decrease in long term borrowings.   |  |
| <u>Cash Flow</u>   |  |             |   |  |
| Transfer receipts - capital  |  | (223,591)   | underspending on capital grants.  |  |
| Contributions & Contributed assets   |  | (1,443)     | No actual for the period.   |  |
| Proceeds on disposal of PPE  |  | (104)       | No actual for the period.   |  |
| Short term loans   |  | -           |   |  |
| Borrowing long term/financing  |  | (212,423)   | Borrowings expected in the last quarter.  |  |
| Increase in consumer deposits  |  | (699)       | No actual for the period  |  |
| Receipt of non-current debtors   |  | -           |   |  |
| Receipt of non-current receivables   |  | 19,517      | Increase in non-current receivables.  |  |
| Change in non-current investments  |  | (207,764)   | Movement in financial assets.   |  |
| Capital assets   |  | (343,116)   | Underspending on the capital budget   |  |
| Repayment of borrowing   |  | -           |   |  |
| <u>Measureable performance</u>   |  |             |   |  |
| <u>Municipal Entities</u>  |  |             |   |  |
| <u>Revenue By Municipal Entity</u>   |  |             |   |  |
| Housing Company Tshwane  |  | 84          | Revenue on rental of facilities and leases were higher than budget.   |  |
| Tshwane Economic Development Agency  |  | (3,303)     | Revenue on Other revenue items and investment lower than expected.  | None   |
| <u>Expenditure By Municipal Entity</u>   |  |             |   |  |
| Housing Company Tshwane  |  | (11,822)    | The procurement of the contractor for cleaning and security services has been put on hold at Danville, Claremont, Osmont, Silverkroon and Capital Park as per the board resolution.   | This has been adjusted during the adjustment budget process.   |
| Tshwane Economic Development Agency  |  | (3,335)     | Underspending mainly on Other Material and Other Expenditure groups.  | Expenditure expected to increase in the third quarter.   |
| <u>Capital Expenditure By Municipal Entity</u>   |  |             |   |  |
| Housing Company Tshwane  |  | (238)       | Due to termination of Townlands project.  | The capex expenditure will improve once the new contractor has been appointed to fast track delivery of 98 social housing units and the spending has been adjusted on the adjustment budget process. |
| Tshwane Economic Development Agency  |  | (81)        | Capital spending expenditure expected to increase in the third quarter.   | None   |

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

| TSH City Of Tshwane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M06 December |  |                   |                     |               |                    |
|---|--|-------------------|---------------------|---------------|--------------------|
| Description of financial indicator  | Basis of calculation   | 2017/18           | Budget Year 2018/19 |               |                    |
|   |  | 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  | 7.6%              | 7.6%                | 5.7%          | 7.6%               |
| Borrowed funding of 'own' capital expenditure   | Borrowings/Capital expenditure excl. transfers and grants                                      | 79.5%             | 90.2%               | 84.6%         | 90.2%              |
| <b><u>Safety of Capital</u></b>   |  |                   |                     |               |                    |
| Debt to Equity  | Loans, Accounts Payable, Overdraft & Tax Provision/<br>Funds & Reserves                        | 99.4%             | 79.7%               | 74.1%         | 79.7%              |
| <b><u>Liquidity</u></b>   |  |                   |                     |               |                    |
| Current Ratio   | Current assets/current liabilities   | 81.9%             | 99.9%               | 93.5%         | 99.9%              |
| Liquidity Ratio   | Monetary Assets/Current Liabilities  | 28.7%             | 26.5%               | 37.3%         | 26.5%              |
| <b><u>Revenue Management</u></b>  |  |                   |                     |               |                    |
| Annual Debtors Collection Rate<br>(Payment Level %)   | Last 12 Mths Receipts/ Last 12 Mths Billing  | 91.7%             | 92.9%               | 96.6%         | 92.9%              |
| Outstanding Debtors to Revenue  | Total Outstanding Debtors to Annual Revenue  | 18.8%             | 22.9%               | 7.9%          | 22.9%              |
| <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         | 20.3%             | 18.0%               | 21.5%         | 18.0%              |
| Water Distribution Losses   | % Volume (units purchased and own source less units sold)/Total units purchased and own source | 27.9%             | 22.0%               | 31.7%         | 22.0%              |
| Employee costs  | Employee costs/Total Revenue - capital revenue   | 26.9%             | 29.5%               | 26.1%         | 29.5%              |
| Repairs & Maintenance   | R&M/Total Revenue - capital revenue  | 3.5%              | 5.0%                | 2.9%          | 5.0%               |
| Interest & Depreciation   | I&D/Total Revenue - capital revenue  | 12.3%             | 10.3%               | 7.0%          | 4.7%               |
| <b><u>IDP regulation financial viability indicators</u></b>   |  |                   |                     |               |                    |
| i. Debt coverage  | (Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)  | 20.4              | 20.9                | 15.6          | 20.9               |
| ii. O/S Service Debtors to Revenue  | Total outstanding service debtors/annual revenue received for services                         | 23.9%             | 28.6%               | 21.0%         | 28.6%              |
| iii. Cost coverage  | (Available cash + Investments)/monthly fixed operational expenditure                           | 1.86              | 1.20                | 2.20          | 1.20               |

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

| TSH City Of Tshwane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December |         |                     |            |            |             |             |             |              |           |            |                    |  |
|---|---------|---------------------|------------|------------|-------------|-------------|-------------|--------------|-----------|------------|--------------------|--|
| Description   | NT Code | Budget Year 2018/19 |            |            |             |             |             |              |           |            |                    | Actual Bad Debts Written Off against Debtors |
|   |         | 0-30 Days           | 31-60 Days | 61-90 Days | 91-120 Days | 121-150 Dys | 151-180 Dys | 181 Dys-1 Yr | Over 1Yr  | Total      | Total over 90 days |  |
| R thousands   |         |                     |            |            |             |             |             |              |           |            |                    |  |
| Debtors Age Analysis By Income Source   |         |                     |            |            |             |             |             |              |           |            |                    |  |
| Trade and Other Receivables from Exchange Transactions - Water                                    | 1200    | 372,153             | 112,234    | 46,605     | 95,808      | 94,118      | 54,680      | 351,761      | 1,656,226 | 2,783,585  | 2,252,593          | 42   |
| Trade and Other Receivables from Exchange Transactions - Electricity                              | 1300    | 262,017             | 42,935     | 20,563     | 34,798      | 34,625      | 21,181      | 114,136      | 732,844   | 1,263,100  | 937,585            | 64   |
| Receivables from Non-exchange Transactions - Property Rates                                       | 1400    | 546,042             | 102,456    | 85,671     | 81,288      | 102,895     | 61,992      | 255,152      | 1,456,054 | 2,691,550  | 1,957,381          | 95   |
| Receivables from Exchange Transactions - Waste Water Management                                   | 1500    | 89,959              | 24,425     | 10,240     | 19,387      | 18,556      | 9,564       | 70,621       | 253,832   | 496,584    | 371,960            | 36   |
| Receivables from Exchange Transactions - Waste Management   | 1600    | 135,288             | 36,056     | 21,340     | 28,652      | 30,785      | 18,511      | 111,197      | 546,411   | 928,240    | 735,556            | 35   |
| Receivables from Exchange Transactions - Property Rental Debtors                                  | 1700    | 11,576              | 1,360      | 2,231      | 961         | 1,087       | 260,739     | 208          | 56,557    | 334,718    | 319,551            | -  |
| Interest on Arrear Debtor Accounts  | 1810    | 192,008             | 98,549     | 44,690     | 79,951      | 125,360     | 52,356      | 313,808      | 1,861,863 | 2,768,585  | 2,433,338          | 8  |
| Recoverable unauthorised, irregular, fruitless and wasteful expenditure                           | 1820    | -                   | -          | -          | -           | -           | -           | -            | -         | -          | -                  | -  |
| Other   | 1900    | 129,692             | 24,513     | 3,468      | 28,273      | 50,391      | 26,681      | 160,456      | 1,259,745 | 1,683,219  | 1,525,547          | 354  |
| Total By Income Source  | 2000    | 1,738,736           | 442,527    | 234,808    | 369,119     | 457,818     | 505,702     | 1,377,340    | 7,823,531 | 12,949,581 | 10,533,510         | 635  |
| 2017/18 - totals only   |         | 1,812,841           | 305,437    | 245,874    | 286,207     | 304,205     | 540,176     | 2,322,005    | 5,012,169 | 10,828,913 | 8,464,762          | 5,974  |
| Debtors Age Analysis By Customer Group  |         |                     |            |            |             |             |             |              |           |            |                    |  |
| Organs of State   | 2200    | 87,110              | 28,789     | 18,210     | 22,635      | 20,592      | 12,399      | 21,198       | 43,713    | 254,646    | 120,538            | -  |
| Commercial  | 2300    | 598,405             | 95,963     | 72,835     | 85,303      | 108,184     | 185,236     | 335,015      | 1,589,563 | 3,070,504  | 2,303,301          | -  |
| Households  | 2400    | 932,608             | 297,016    | 133,440    | 241,090     | 300,135     | 157,453     | 987,945      | 5,503,568 | 8,553,256  | 7,190,191          | 2  |
| Other   | 2500    | 120,613             | 20,760     | 10,322     | 20,091      | 28,906      | 150,615     | 33,181       | 686,687   | 1,071,175  | 919,480            | 633  |
| Total By Customer Group   | 2600    | 1,738,736           | 442,527    | 234,808    | 369,119     | 457,818     | 505,702     | 1,377,340    | 7,823,531 | 12,949,581 | 10,533,510         | 635  |

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

| TSH City Of Tshwane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December |         |                     |              |              |               |                |                |                   |             |           |   |
|---|---------|---------------------|--------------|--------------|---------------|----------------|----------------|-------------------|-------------|-----------|---|
| Description   | NT Code | Budget Year 2018/19 |              |              |               |                |                |                   |             |           | Prior year totals for chart (same period) |
|   |         | 0 - 30 Days         | 31 - 60 Days | 61 - 90 Days | 91 - 120 Days | 121 - 150 Days | 151 - 180 Days | 181 Days - 1 Year | Over 1 Year | Total     |   |
| R thousands   |         |                     |              |              |               |                |                |                   |             |           |   |
| Creditors Age Analysis By Customer Type   |         |                     |              |              |               |                |                |                   |             |           |   |
| Bulk Electricity  | 0100    | 661,075             |              |              |               |                |                |                   |             | 661,075   | 615,735                                   |
| Bulk Water  | 0200    | 270,656             |              |              |               |                |                |                   |             | 270,656   | 347,960                                   |
| PAYE deductions   | 0300    | 122,995             |              |              |               |                |                |                   |             | 122,995   | 112,006                                   |
| VAT (output less input)   | 0400    | (55,068)            |              |              |               |                |                |                   |             | (55,068)  | (60,588)                                  |
| Pensions / Retirement deductions  | 0500    | 127,282             |              |              |               |                |                |                   |             | 127,282   | 112,055                                   |
| Loan repayments   | 0600    | 870,958             |              |              |               |                |                |                   |             | 870,958   | 150,379                                   |
| Trade Creditors   | 0700    | 967,535             |              |              |               |                |                |                   |             | 967,535   | 950,949                                   |
| Auditor General   | 0800    | -                   |              |              |               |                |                |                   |             | -         | -   |
| Other   | 0900    | 2,094,652           |              |              |               |                |                |                   |             | 2,094,652 | 2,567,520                                 |
| Total By Customer Type  | 1000    | 5,060,086           | -            | -            | -             | -              | -              | -                 | -           | 5,060,086 | 4,796,015                                 |

**(e) Table SC5: Monthly budget statement – investment portfolio****TSH City Of Tshwane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December**

| Investments by maturity<br>Name of institution & investment ID | Ref | Period of<br>Investment | Type of<br>Investment | Expiry date of<br>investment | Accrued<br>interest for<br>the month | Yield for the<br>month 1<br>(%) | Market value<br>at beginning<br>of the month | Change in<br>market value | Market value<br>at end of the<br>month |
|--|-----|-------------------------|-----------------------|------------------------------|--------------------------------------|---------------------------------|--|---------------------------|--|
| R thousands  |     | Yrs/Months              |                       |                              |                                      |                                 |  |                           |  |
| <b><u>Municipality</u></b>                                     |     |                         |                       |                              |                                      |                                 |  |                           |  |
| Call Investment deposits < 90 days                             |     |                         |                       |                              |                                      |                                 |  |                           |  |
| Knysna Stocks  | 24  | 15y                     | Stock                 | 31.12.2018                   | 0                                    | 0.0%                            | 711  | -                         | 711                                    |
| Sanlam   | 26  | 14y                     | Insurance polic       | 07.12.2015                   | -                                    | 3.0%                            | -  | -                         | -                                      |
| Sanlam   | 27  | 14y                     | Insurance polic       | 01.01.2016                   | -                                    | 3.0%                            | -  | -                         | -                                      |
| Capital Allianze   | 28  | 8y                      | Insurance polic       | On selling date              | 1                                    | 2.0%                            | 622  | (623)                     | 0                                      |
| Capital Allianze   | 29  | 9y                      | Insurance polic       | On selling date              | 5                                    | 3.0%                            | 1,969  | (1,974)                   | -                                      |
| ABSA   | 32  | On Call                 | Money Market          | On call                      | 195                                  | 7.3%                            | 31,602                                       | -                         | 31,797                                 |
| ABSA   | 33  | On Call                 | Money Market          | On call                      | 68                                   | 7.3%                            | 11,074                                       | -                         | 11,143                                 |
| ABSA   | 34  | On Call                 | Money Market          | On call                      | 51                                   | 7.3%                            | 8,295  | -                         | 8,346                                  |
| ABSA   | 35  | On Call                 | Money Market          | On call                      | 1                                    | 7.3%                            | 183  | -                         | 184                                    |
| Investec Bank  | 37  | On Call                 | Money Market          | On call                      | 171                                  | 7.3%                            | 27,752                                       | -                         | 27,923                                 |
| Investec Bank  | 38  | On Call                 | Money Market          | On call                      | 55                                   | 7.3%                            | 8,871  | -                         | 8,925                                  |
| Investec Bank  | 39  | On Call                 | Money Market          | On call                      | 7                                    | 7.3%                            | 1,188  | -                         | 1,196                                  |
| Standard Bank  | 40  | On Call                 | Money Market          | On call                      | 667                                  | 7.8%                            | 100,631                                      | -                         | 101,298                                |
| Standard Bank  | 41  | On Call                 | Money Market          | On call                      | 21                                   | 7.8%                            | 3,124  | -                         | 3,144                                  |
| Investec Bank  | 108 | On Call                 | Money Market          | On call                      | 185                                  | 6.8%                            | 31,962                                       | -                         | 32,147                                 |
| RMB  | 237 | On Call                 | Money Market          | 31.10.2011                   | -                                    | 0.0%                            | -  | -                         | -                                      |
| STANLIB  | 106 | On Call                 | Money Market          | On call                      | -                                    | 0.4%                            | 266  | -                         | 266                                    |
| ABSA   | 338 | On Call                 | Short Term            | On call                      | -                                    | 6.7%                            | 185,000                                      | -                         | 185,000                                |
| Nedbank  | 341 | On Call                 | Short Term            | On call                      | -                                    | 6.7%                            | 60,000                                       | 249,214                   | 309,214                                |
| Standard Bank  | 340 | On Call                 | Short Term            | On call                      | -                                    | 6.6%                            | 35,043                                       | -                         | 35,043                                 |
| Standard Bank  | 243 | On Call                 | Short Term            | On call                      | -                                    | 0.0%                            | 374  | 59,801                    | 60,175                                 |
| Nedbank  | 244 | On Call                 | Short Term            | On call                      | -                                    | 0.0%                            | 252,008                                      | -                         | 252,008                                |
| ABSA   | 245 | On Call                 | Short Term            | On call                      | -                                    | 0.0%                            | 301,809                                      | 500,000                   | 801,809                                |
| Standard Bank  |     | On Call                 | Sinking Fund          | On call                      | -                                    | 0.0%                            | 150,866                                      | 100,306                   | 251,172                                |
| Nedbank  | 247 | On Call                 | Short Term            | On call                      | -                                    | 0.0%                            | 503,142                                      | 502,598                   | 1,005,740                              |
| ABSA   | 248 | On Call                 | Short Term            | On call                      | -                                    | 0.0%                            | -  | 150,460                   | 150,460                                |
| Standard Bank  | 260 | On Call                 | Short Term            | On call                      | 489                                  | 7.8%                            | 73,830                                       | 500,000                   | 574,319                                |
| <b>Municipality sub-total</b>                                  |     |                         |                       |                              | 1,915                                |                                 | 1,790,323                                    | 2,059,782                 | 3,852,020                              |
| <b><u>Entities</u></b>   |     |                         |                       |                              |                                      |                                 |  |                           |  |
| <b>Entities sub-total</b>                                      |     |                         |                       |                              | -                                    |                                 | -  | -                         | -                                      |
| <b>TOTAL INVESTMENTS AND INTEREST</b>                          | 2   |                         |                       |                              | 1,915                                |                                 | 1,790,323                                    | 2,059,782                 | 3,852,020                              |



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

| TSH City Of Tshwane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December |                   |                     |                  |                  |                  |                 |                |                    |
|---|-------------------|---------------------|------------------|------------------|------------------|-----------------|----------------|--------------------|
| Description   | 2017/18           | Budget Year 2018/19 |                  |                  |                  |                 |                |                    |
|   | Unaudited Outcome | Original Budget     | Monthly actual   | YearTD actual    | YearTD budget    | YTD variance    | YTD variance % | Full Year Forecast |
| <b>R thousands</b>  |                   |                     |                  |                  |                  |                 |                |                    |
| <b>RECEIPTS:</b>  |                   |                     |                  |                  |                  |                 |                |                    |
| <b>Operating Transfers and Grants</b>   |                   |                     |                  |                  |                  |                 |                |                    |
| <b>National Government:</b>   | <b>3,906,015</b>  | <b>4,235,856</b>    | <b>1,534,973</b> | <b>3,097,210</b> | <b>3,097,210</b> | <b>-</b>        |                | <b>4,235,856</b>   |
| Local Government Equitable Share  | 2,132,788         | 2,398,120           | 799,373          | 1,798,590        | 1,798,590        | -               |                | 2,398,120          |
| Fuel Levy   | 1,444,413         | 1,449,121           | 483,040          | 966,080          | 966,080          | -               |                | 1,449,121          |
| Finance Management Grant  | 2,650             | 2,650               | -                | 2,650            | 2,650            | -               |                | 2,650              |
| Urban Settlement Development Grant  | 48,492            | 48,168              | -                | 48,168           | 48,168           | -               |                | 48,168             |
| Expanded Public Works Programme Incentive (EPWP)  | 20,451            | 32,013              | -                | 22,410           | 22,410           | -               |                | 32,013             |
| Public Transport Network Operations Grant   | 251,456           | 299,032             | 252,560          | 252,560          | 252,560          | -               |                | 299,032            |
| Integrated City Development Grant   | 5,764             | 6,752               | -                | 6,752            | 6,752            | -               |                | 6,752              |
| <b>Provincial Government:</b>   | <b>391,190</b>    | <b>173,225</b>      | <b>4,000</b>     | <b>98,293</b>    | <b>127,633</b>   | <b>(29,341)</b> |                | <b>173,225</b>     |
| Primary Health Care   | 46,541            | 49,837              | -                | 34,886           | 34,886           | -               |                | 49,837             |
| Emergency Medical Services  | 95,993            | 102,135             | -                | 40,854           | 71,495           | (30,641)        |                | 102,135            |
| HIV and Aids Grant  | 12,720            | 13,591              | -                | 13,591           | 13,591           | -               |                | 13,591             |
| Housing Top Structure (HSDG)  | 184,112           | -                   | -                | -                | -                | -               |                | -                  |
| Sports and Recreation : Community Libraries   | 7,620             | 7,662               | 4,000            | 8,962            | 7,662            | 1,300           | 17.0%          | 7,662              |
| TRT Bus Operations Subsidy  | 44,204            | -                   | -                | -                | -                | -               |                | -                  |
| <b>District Municipality:</b>   | <b>-</b>          | <b>-</b>            | <b>-</b>         | <b>-</b>         | <b>-</b>         | <b>-</b>        |                | <b>-</b>           |
| <i>[insert description]</i>   |                   |                     |                  |                  |                  | -               |                |                    |
| <b>Other grant providers:</b>   | <b>1,467</b>      | <b>31,000</b>       | <b>-</b>         | <b>-</b>         | <b>-</b>         | <b>-</b>        |                | <b>31,000</b>      |
| DBSA  | -                 | 31,000              | -                | -                | -                | -               |                | 31,000             |
| Tirelo Boshia Grant - Research and Development  | 1,467             | -                   | -                | -                | -                | -               |                | -                  |
| <b>Total Operating Transfers and Grants</b>   | <b>4,298,673</b>  | <b>4,440,081</b>    | <b>1,538,973</b> | <b>3,195,503</b> | <b>3,224,844</b> | <b>(29,341)</b> | <b>-0.9%</b>   | <b>4,440,081</b>   |
| <b>Capital Transfers and Grants</b>   |                   |                     |                  |                  |                  |                 |                |                    |
| <b>National Government:</b>   | <b>2,299,370</b>  | <b>2,161,967</b>    | <b>160,373</b>   | <b>1,227,399</b> | <b>1,230,899</b> | <b>(3,500)</b>  | <b>-0.3%</b>   | <b>2,161,967</b>   |
| Urban Settlement Development Grant  | 1,567,923         | 1,557,439           | -                | 995,477          | 995,477          | -               |                | 1,557,439          |
| Public Transport Infrastructure & Systems Grant   | 648,783           | 509,162             | 151,536          | 151,536          | 151,536          | -               |                | 509,162            |
| Integrated National Electrification Programme   | 30,000            | 40,000              | 8,837            | 31,520           | 31,520           | -               |                | 40,000             |
| Neighbourhood Development Partnership Grant   | 20,000            | 7,105               | -                | 3,605            | 7,105            | (3,500)         | -49.3%         | 7,105              |
| Integrated City Development Grant   | 32,665            | 38,261              | -                | 38,261           | 38,261           | -               |                | 38,261             |
| Energy Efficiency and Demand Side Management  | -                 | 10,000              | -                | 7,000            | 7,000            | -               |                | 10,000             |
| <b>Provincial Government:</b>   | <b>62,482</b>     | <b>36,768</b>       | <b>-</b>         | <b>30,854</b>    | <b>36,768</b>    | <b>(5,914)</b>  | <b>-16.1%</b>  | <b>36,768</b>      |
| Sport and Recreation: Community Libraries   | 3,142             | 6,038               | -                | 6,038            | 6,038            | -               |                | 6,038              |
| Social Infrastructure Grant   | 59,340            | 30,730              | -                | 24,816           | 30,730           | (5,914)         | -19.2%         | 30,730             |
| HCT - SHRA  | -                 | -                   | -                | -                | -                | -               |                | -                  |
| <b>District Municipality:</b>   | <b>-</b>          | <b>-</b>            | <b>-</b>         | <b>-</b>         | <b>-</b>         | <b>-</b>        |                | <b>-</b>           |
| <i>[insert description]</i>   |                   |                     |                  |                  |                  | -               |                |                    |
| <b>Other grant providers:</b>   | <b>6,026</b>      | <b>8,000</b>        | <b>-</b>         | <b>1,130</b>     | <b>5,540</b>     | <b>(4,410)</b>  |                | <b>8,000</b>       |
| LG SETA Discretionary grant (93 applies over 3 years)   | 5,398             | 8,000               | -                | 1,130            | 5,540            | (4,410)         |                | 8,000              |
| Smart Connect Grant   | 628               | -                   | -                | -                | -                | -               |                | -                  |
| <b>Total Capital Transfers and Grants</b>   | <b>2,367,878</b>  | <b>2,206,735</b>    | <b>160,373</b>   | <b>1,259,383</b> | <b>1,273,207</b> | <b>(13,824)</b> | <b>-1.1%</b>   | <b>2,206,735</b>   |
| <b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>   | <b>6,666,551</b>  | <b>6,646,816</b>    | <b>1,699,346</b> | <b>4,454,886</b> | <b>4,498,051</b> | <b>(43,165)</b> | <b>-1.0%</b>   | <b>6,646,816</b>   |

## (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 - M06 December |                   |                     |                  |                  |                  |                  |                |                    |
|---|-------------------|---------------------|------------------|------------------|------------------|------------------|----------------|--------------------|
| Description   | 2017/18           | Budget Year 2018/19 |                  |                  |                  |                  |                |                    |
|   | Unaudited Outcome | Original Budget     | Monthly actual   | YearTD actual    | YearTD budget    | YTD variance     | YTD variance % | Full Year Forecast |
| R thousands   |                   |                     |                  |                  |                  |                  |                |                    |
| <b>EXPENDITURE</b>  |                   |                     |                  |                  |                  |                  |                |                    |
| <b>Operating expenditure of Transfers and Grants</b>  |                   |                     |                  |                  |                  |                  |                |                    |
| <b>National Government:</b>   | <b>3,901,228</b>  | <b>4,235,856</b>    | <b>1,327,932</b> | <b>2,995,077</b> | <b>2,843,148</b> | <b>151,928</b>   | <b>5.3%</b>    | <b>4,235,856</b>   |
| Local Government Equitable Share  | 2,132,788         | 2,398,120           | 799,373          | 1,798,590        | 1,598,747        | 199,843          | 12.5%          | 2,398,120          |
| Fuel Levy   | 1,444,413         | 1,449,121           | 483,040          | 966,080          | 966,081          | (0)              | 0.0%           | 1,449,121          |
| Finance Management Grant  | 2,650             | 2,650               | 299              | 1,846            | 2,250            | (404)            | -17.9%         | 2,650              |
| Urban Settlement Development Grant  | 48,492            | 48,168              | –                | 48,168           | 26,819           | 21,349           | 79.6%          | 48,168             |
| Expanded Public Works Programme Incentive (EPWP)  | 20,451            | 32,013              | –                | 22,410           | 22,410           | –                | –              | 32,013             |
| Public Transport Network Operations Grant   | 246,670           | 299,032             | 44,761           | 155,062          | 220,090          | (65,028)         | -29.5%         | 299,032            |
| Integrated City Development Grant   | 5,764             | 6,752               | 459              | 2,920            | 6,752            | (3,832)          | –              | 6,752              |
| <b>Provincial Government:</b>   | <b>315,775</b>    | <b>173,225</b>      | <b>60</b>        | <b>77,084</b>    | <b>118,882</b>   | <b>(41,798)</b>  | <b>-35.2%</b>  | <b>173,225</b>     |
| Primary Health Care   | 46,541            | 49,837              | –                | 34,886           | 34,886           | –                | –              | 49,837             |
| Emergency Medical Services  | 95,993            | 102,135             | –                | 40,854           | 71,495           | (30,641)         | -42.9%         | 102,135            |
| HIV and Aids Grant  | 12,720            | 13,591              | –                | 961              | 6,795            | (5,835)          | -85.9%         | 13,591             |
| Housing Top Structure (HSDG)  | 109,845           | –                   | –                | –                | –                | –                | –              | –                  |
| Sports and Recreation : Community Libraries   | 6,472             | 7,662               | 60               | 384              | 5,706            | (5,323)          | -93.3%         | 7,662              |
| TRT Bus Operations Subsidy  | 44,204            | –                   | –                | –                | –                | –                | –              | –                  |
| <b>District Municipality:</b>   | <b>–</b>          | <b>–</b>            | <b>–</b>         | <b>–</b>         | <b>–</b>         | <b>–</b>         | <b>–</b>       | <b>–</b>           |
| <i>[insert description]</i>   |                   |                     |                  |                  |                  |                  |                |                    |
| <b>Other grant providers:</b>   | <b>3,653</b>      | <b>31,000</b>       | <b>–</b>         | <b>–</b>         | <b>15,500</b>    | <b>(15,500)</b>  | <b>-100.0%</b> | <b>31,000</b>      |
| DBSA  | –                 | 31,000              | –                | –                | 15,500           | (15,500)         | -100.0%        | 31,000             |
| Tirelo Boshia Grant - Research and Development  | 1,467             | –                   | –                | –                | –                | –                | –              | –                  |
| Broadband/Wifi  | 1,087             | –                   | –                | –                | –                | –                | –              | –                  |
| LG SETA Discretionary grant (93 applies over 3 years)   | 1,099             | –                   | –                | –                | –                | –                | –              | –                  |
| <b>Total operating expenditure of Transfers and Grants:</b>   | <b>4,220,657</b>  | <b>4,440,081</b>    | <b>1,327,992</b> | <b>3,072,161</b> | <b>2,977,531</b> | <b>94,630</b>    | <b>3.2%</b>    | <b>4,440,081</b>   |
| <b>Capital expenditure of Transfers and Grants</b>  |                   |                     |                  |                  |                  |                  |                |                    |
| <b>National Government:</b>   | <b>2,154,859</b>  | <b>2,161,967</b>    | <b>189,305</b>   | <b>625,720</b>   | <b>821,992</b>   | <b>(196,272)</b> | <b>-23.9%</b>  | <b>2,161,967</b>   |
| Urban Settlement Development Grant  | 1,470,776         | 1,557,439           | 153,661          | 445,738          | 585,540          | (139,802)        | -23.9%         | 1,557,439          |
| Public Transport Infrastructure & Systems Grant   | 637,191           | 509,162             | 22,427           | 136,710          | 199,687          | (62,976)         | -31.5%         | 509,162            |
| Integrated National Electrification Programme   | 30,000            | 40,000              | 5,052            | 31,281           | 16,400           | 14,881           | 90.7%          | 40,000             |
| Neighbourhood Development Partnership Grant   | 16,892            | 7,105               | –                | –                | –                | –                | –              | 7,105              |
| Integrated City Development Grant   | –                 | 38,261              | 8,165            | 11,990           | 18,365           | (6,375)          | -34.7%         | 38,261             |
| Energy Efficiency and Demand Side Management  | –                 | 10,000              | –                | –                | 2,000            | (2,000)          | -100.0%        | 10,000             |
| <b>Provincial Government:</b>   | <b>59,673</b>     | <b>36,768</b>       | <b>3,044</b>     | <b>17,382</b>    | <b>35,730</b>    | <b>(18,348)</b>  | <b>-51.4%</b>  | <b>36,768</b>      |
| Sport and Recreation: Community Libraries   | 1,042             | 6,038               | –                | –                | 5,000            | (5,000)          | -100.0%        | 6,038              |
| Gautrans  | –                 | –                   | –                | –                | –                | –                | –              | –                  |
| Social Infrastructure Grant   | 58,631            | 30,730              | 3,044            | 17,382           | 30,730           | (13,348)         | -43.4%         | 30,730             |
| <b>District Municipality:</b>   | <b>–</b>          | <b>–</b>            | <b>–</b>         | <b>–</b>         | <b>–</b>         | <b>–</b>         | <b>–</b>       | <b>–</b>           |
| <b>Other grant providers:</b>   | <b>3,234</b>      | <b>8,000</b>        | <b>–</b>         | <b>–</b>         | <b>640</b>       | <b>(640)</b>     | <b>-100.0%</b> | <b>8,000</b>       |
| LG SETA Discretionary grant (93 applies over 3 years)   | 940               | 8,000               | –                | –                | 640              | (640)            | -100.0%        | 8,000              |
| Delft Grant (Social Infrastructure)   | 2,293             | –                   | –                | –                | –                | –                | –              | –                  |
| <b>Total capital expenditure of Transfers and Grants</b>  | <b>2,217,766</b>  | <b>2,206,735</b>    | <b>192,349</b>   | <b>643,102</b>   | <b>858,362</b>   | <b>(215,260)</b> | <b>-25.1%</b>  | <b>2,206,735</b>   |
| <b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>  | <b>6,438,423</b>  | <b>6,646,816</b>    | <b>1,520,341</b> | <b>3,715,263</b> | <b>3,835,893</b> | <b>(120,630)</b> | <b>-3.1%</b>   | <b>6,646,816</b>   |

**(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 - M05 November

| Description  | Budget Year 2018/19       |                |               |              |              |
|--|---------------------------|----------------|---------------|--------------|--------------|
|  | Approved Rollover 2017/18 | Monthly actual | YearTD actual | YTD variance | YTD variance |
| R thousands  |                           |                |               |              | %            |
| <b>EXPENDITURE</b>   |                           |                |               |              |              |
| <b><u>Operating expenditure of Approved Roll-overs</u></b> |                           |                |               |              |              |
| <b>National Government:</b>                                | -                         | -              | -             | -            |              |
| Local Government Equitable Share                           |                           |                |               | -            |              |
| Fuel Levy  |                           |                |               | -            |              |
| Finance Management Grant                                   |                           |                |               | -            |              |
| Water Services Operating Subsidy Grant                     |                           |                |               | -            |              |
| Urban Settlement Development Grant                         |                           |                |               | -            |              |
| Municipal Human Settlement Capacity Grant                  |                           |                |               | -            |              |
| <b>Provincial Government:</b>                              | -                         | -              | -             | -            |              |
| Primary Health Care  |                           |                |               | -            |              |
| Sports and Recreation : Community Libraries                |                           |                |               | -            |              |
| TRT Bus Operations Subsidy                                 |                           |                |               | -            |              |
| Gautrans   |                           |                |               | -            |              |
| Research and Technology                                    |                           |                |               | -            |              |
| <b>District Municipality:</b>                              | -                         | -              | -             | -            |              |
| [insert description]                                       |                           |                |               | -            |              |
| <b>Other grant providers:</b>                              | -                         | -              | -             | -            |              |
| DBSA   |                           |                |               | -            |              |
| <b>Total operating expenditure of Approved Roll-overs</b>  | -                         | -              | -             | -            |              |
| <b><u>Capital expenditure of Approved Roll-overs</u></b>   |                           |                |               |              |              |
| <b>National Government:</b>                                | -                         | -              | -             | -            |              |
| Urban Settlement Development Grant                         |                           |                |               | -            |              |
| Energy Efficiency and Demand Side Management               |                           |                |               | -            |              |
| Integrated City Development Grant                          |                           |                |               | -            |              |
| Energy Efficiency and Demand Side Management               |                           |                |               | -            |              |
| <b>Provincial Government:</b>                              | -                         | -              | -             | -            |              |
|  |                           |                |               | -            |              |
| <b>District Municipality:</b>                              | -                         | -              | -             | -            |              |
|  |                           |                |               | -            |              |
| <b>Other grant providers:</b>                              | -                         | -              | -             | -            |              |
|  |                           |                |               | -            |              |
| <b>Total capital expenditure of Approved Roll-overs</b>    | -                         | -              | -             | -            |              |
| <b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>            | -                         | -              | -             | -            |              |

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

TSH City Of Tshwane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M06 December

| Summary of Employee and Councillor remuneration             | 2017/18           | Original Budget  | Monthly actual | YearTD actual    | Budget Year 2018/19 |                  |                | Full Year Forecast |
|---|-------------------|------------------|----------------|------------------|---------------------|------------------|----------------|--------------------|
| R thousands   | Unaudited Outcome |                  |                |                  | YearTD budget       | YTD variance     | YTD variance % |                    |
|   | A                 | B                |                |                  |                     |                  |                | D                  |
| <b>Councillors (Political Office Bearers plus Other)</b>    |                   |                  |                |                  |                     |                  |                |                    |
| Basic Salaries and Wages                                    | 123,786           | 93,355           | 10,229         | 61,189           | 66,399              | (5,210)          | -8%            | 93,355             |
| Pension and UIF Contributions                               | —                 | 3,697            | —              | —                | —                   | —                | —              | 3,697              |
| Medical Aid Contributions                                   | —                 | 3,654            | —              | —                | —                   | —                | —              | 3,654              |
| Motor Vehicle Allowance                                     | —                 | 26,779           | —              | —                | —                   | —                | —              | 26,779             |
| Cellphone Allowance   | —                 | 5,312            | —              | —                | —                   | —                | —              | 5,312              |
| Housing Allowances  | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Other benefits and allowances                               | 2,821             | —                | —              | —                | —                   | —                | —              | —                  |
| <b>Sub Total - Councillors</b>                              | <b>126,607</b>    | <b>132,797</b>   | <b>10,229</b>  | <b>61,189</b>    | <b>66,399</b>       | <b>(5,210)</b>   | <b>-8%</b>     | <b>132,797</b>     |
| <b>% increase</b>   |                   | <b>4.9%</b>      |                |                  |                     |                  |                | <b>4.9%</b>        |
| <b>Senior Managers of the Municipality</b>                  |                   |                  |                |                  |                     |                  |                |                    |
| Basic Salaries and Wages                                    | 39,549            | 18,592           | 6,379          | 35,796           | 7,747               | 28,049           | 362%           | 18,592             |
| Pension and UIF Contributions                               | 1,182             | 664              | 307            | 1,657            | 276                 | 1,380            | 499%           | 664                |
| Medical Aid Contributions                                   | 587               | 60               | 98             | 454              | 25                  | 429              | 1729%          | 60                 |
| Overtime  | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Performance Bonus   | 0                 | —                | (28)           | (25)             | —                   | (25)             | —              | —                  |
| Motor Vehicle Allowance                                     | 1,368             | —                | 388            | 1,960            | —                   | 1,960            | —              | —                  |
| Cellphone Allowance   | 407               | 151              | 83             | 472              | 63                  | 409              | 650%           | 151                |
| Housing Allowances  | 5                 | —                | 3              | 19               | —                   | 19               | —              | —                  |
| Other benefits and allowances                               | 590               | 333              | 111            | 529              | 139                 | 390              | 281%           | 333                |
| Payments in lieu of leave                                   | (94)              | 719              | —              | 1                | 300                 | (299)            | -100%          | 719                |
| Long service awards   | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Post-retirement benefit obligations                         | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| <b>Sub Total - Senior Managers of Municipality</b>          | <b>43,595</b>     | <b>20,519</b>    | <b>7,340</b>   | <b>40,863</b>    | <b>8,549</b>        | <b>32,314</b>    | <b>378%</b>    | <b>20,519</b>      |
| <b>% increase</b>   |                   | <b>-52.9%</b>    |                |                  |                     |                  |                | <b>-52.9%</b>      |
| <b>Other Municipal Staff</b>                                |                   |                  |                |                  |                     |                  |                |                    |
| Basic Salaries and Wages                                    | 5,156,751         | 6,245,094        | 484,944        | 2,840,737        | 3,305,239           | (464,501)        | -14%           | 6,245,094          |
| Pension and UIF Contributions                               | 1,141,402         | 1,197,288        | 105,886        | 627,952          | 770,184             | (142,232)        | -18%           | 1,197,288          |
| Medical Aid Contributions                                   | 485,534           | 565,531          | 46,705         | 280,309          | 321,533             | (41,224)         | -13%           | 565,531            |
| Overtime  | 370,316           | 544,392          | (2,938)        | 158,723          | 141,060             | 17,663           | 13%            | 544,392            |
| Performance Bonus   | 198               | —                | 64             | 115              | 479                 | (364)            | —              | —                  |
| Motor Vehicle Allowance                                     | 309,778           | 315,519          | 24,792         | 150,138          | 163,366             | (13,227)         | -8%            | 315,519            |
| Cellphone Allowance   | 15,923            | 15,475           | 1,456          | 7,747            | 7,911               | (164)            | -2%            | 15,475             |
| Housing Allowances  | 45,687            | 46,027           | 4,014          | 24,269           | 23,548              | 722              | 3%             | 46,027             |
| Other benefits and allowances                               | 556,648           | 106,011          | 34,370         | 202,726          | 266,856             | (64,130)         | -24%           | 106,011            |
| Payments in lieu of leave                                   | —                 | 261,990          | —              | —                | —                   | —                | —              | 261,990            |
| Long service awards   | —                 | 4,132            | 350            | 2,177            | 2,331               | (154)            | -7%            | 4,132              |
| Post-retirement benefit obligations                         | —                 | 226,336          | —              | —                | —                   | —                | —              | 226,336            |
| <b>Sub Total - Other Municipal Staff</b>                    | <b>8,082,237</b>  | <b>9,527,795</b> | <b>699,643</b> | <b>4,294,895</b> | <b>5,002,506</b>    | <b>(707,611)</b> | <b>-14%</b>    | <b>9,527,795</b>   |
| <b>% increase</b>   |                   | <b>17.9%</b>     |                |                  |                     |                  |                | <b>17.9%</b>       |
| <b>Total Parent Municipality</b>                            | <b>8,252,438</b>  | <b>9,681,111</b> | <b>717,212</b> | <b>4,396,946</b> | <b>5,077,454</b>    | <b>(680,508)</b> | <b>-13%</b>    | <b>9,681,111</b>   |
|   |                   | <b>17.3%</b>     |                |                  |                     |                  |                | <b>17.3%</b>       |
| <b>Unpaid salary, allowances &amp; benefits in arrears:</b> |                   |                  |                |                  |                     |                  |                |                    |
| <b>Board Members of Entities</b>                            |                   |                  |                |                  |                     |                  |                |                    |
| Basic Salaries and Wages                                    | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Pension and UIF Contributions                               | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Medical Aid Contributions                                   | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Overtime  | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Performance Bonus   | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Motor Vehicle Allowance                                     | —                 | 98               | —              | —                | —                   | —                | —              | 98                 |
| Cellphone Allowance   | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Housing Allowances  | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Other benefits and allowances                               | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Board Fees  | 2,080             | 2,609            | 399            | 1,642            | 1,355               | 287              | 21%            | 2,609              |
| Payments in lieu of leave                                   | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Long service awards   | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Post-retirement benefit obligations                         | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| <b>Sub Total - Board Members of Entities</b>                | <b>2,080</b>      | <b>2,707</b>     | <b>399</b>     | <b>1,642</b>     | <b>1,355</b>        | <b>287</b>       | <b>21%</b>     | <b>2,707</b>       |
| <b>% increase</b>   |                   | <b>30.1%</b>     |                |                  |                     |                  |                | <b>30.1%</b>       |
| <b>Senior Managers of Entities</b>                          |                   |                  |                |                  |                     |                  |                |                    |
| Basic Salaries and Wages                                    | 17,327            | 20,695           | 1,401          | 5,890            | 10,519              | (4,629)          | -44%           | 20,695             |
| Pension and UIF Contributions                               | 449               | 181              | 15             | 55               | 268                 | (213)            | -80%           | 181                |
| Medical Aid Contributions                                   | 448               | —                | 12             | 97               | 330                 | (232)            | —              | —                  |
| Overtime  | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Performance Bonus   | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Motor Vehicle Allowance                                     | 485               | 992              | 9              | 104              | 274                 | (170)            | -62%           | 992                |
| Cellphone Allowance   | 240               | 1,536            | 11             | 60               | 130                 | (70)             | -54%           | 1,536              |
| Housing Allowances  | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Other benefits and allowances                               | 155               | —                | 16             | 140              | 620                 | (480)            | —              | —                  |
| Payments in lieu of leave                                   | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Long service awards   | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Post-retirement benefit obligations                         | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| <b>Sub Total - Senior Managers of Entities</b>              | <b>19,103</b>     | <b>23,404</b>    | <b>1,464</b>   | <b>6,345</b>     | <b>12,140</b>       | <b>(5,795)</b>   | <b>-48%</b>    | <b>23,404</b>      |
| <b>% increase</b>   |                   | <b>22.5%</b>     |                |                  |                     |                  |                | <b>22.5%</b>       |
| <b>Other Staff of Entities</b>                              |                   |                  |                |                  |                     |                  |                |                    |
| Basic Salaries and Wages                                    | 15,184            | 27,091           | 2,874          | 13,877           | 12,662              | 1,215            | 10%            | 27,091             |
| Pension and UIF Contributions                               | 515               | 411              | 68             | 409              | 544                 | (135)            | -25%           | 411                |
| Medical Aid Contributions                                   | 497               | —                | 88             | 455              | 381                 | 73               | —              | —                  |
| Overtime  | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Performance Bonus   | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Motor Vehicle Allowance                                     | 369               | —                | 56             | 339              | —                   | 339              | —              | —                  |
| Cellphone Allowance   | 294               | 357              | 19             | 119              | 125                 | (6)              | -5%            | 357                |
| Housing Allowances  | —                 | —                | —              | 44               | —                   | 44               | —              | —                  |
| Other benefits and allowances                               | 79                | —                | 47             | 429              | 109                 | 320              | —              | —                  |
| Payments in lieu of leave                                   | —                 | 663              | —              | —                | —                   | —                | —              | 663                |
| Long service awards   | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| Post-retirement benefit obligations                         | —                 | —                | —              | —                | —                   | —                | —              | —                  |
| <b>Sub Total - Other Staff of Entities</b>                  | <b>16,937</b>     | <b>28,522</b>    | <b>3,154</b>   | <b>15,671</b>    | <b>13,821</b>       | <b>1,850</b>     | <b>13%</b>     | <b>28,522</b>      |
| <b>% increase</b>   |                   | <b>68.4%</b>     |                |                  |                     |                  |                | <b>68.4%</b>       |
| <b>Total Municipal Entities</b>                             | <b>38,120</b>     | <b>54,632</b>    | <b>5,017</b>   | <b>23,659</b>    | <b>27,316</b>       | <b>(3,657)</b>   | <b>-13%</b>    | <b>54,632</b>      |
| <b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>              | <b>8,290,558</b>  | <b>9,735,744</b> | <b>722,229</b> | <b>4,420,605</b> | <b>5,104,770</b>    | <b>(684,165)</b> | <b>-13%</b>    | <b>9,735,744</b>   |
| <b>% increase</b>   |                   | <b>17.4%</b>     |                |                  |                     |                  |                | <b>17.4%</b>       |
| <b>TOTAL MANAGERS AND STAFF</b>                             | <b>8,161,872</b>  | <b>9,600,239</b> | <b>712,000</b> | <b>4,359,417</b> | <b>5,038,371</b>    | <b>(679,242)</b> | <b>-13%</b>    | <b>9,600,239</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 - M06 December |                     |                  |                  |   |                     |                     |
|--|---------------------|------------------|------------------|---|---------------------|---------------------|
| Description  | Budget Year 2018/19 |                  |                  | Medium Term Revenue and Expenditure Framework |                     |                     |
|  | Dec Budget          | Dec Actual       | Dec Variance     | Budget Year 2018/19                           | Budget Year 2019/20 | Budget Year 2020/21 |
| <b>R thousands</b>   |                     |                  |                  |   |                     |                     |
| <b>Cash Receipts By Source</b>   |                     |                  |                  |   |                     |                     |
| Property rates   | 455,682             | 448,413          | (19,825)         | 6,491,991                                     | 6,881,511           | 7,294,402           |
| Service charges - electricity revenue  | 825,955             | 859,760          | 188,339          | 11,110,204                                    | 11,832,368          | 12,478,769          |
| Service charges - water revenue  | 308,148             | 279,642          | 5,114            | 3,984,082                                     | 4,203,207           | 4,434,383           |
| Service charges - sanitation revenue   | 85,781              | 76,283           | 2,661            | 989,502                                       | 1,043,925           | 1,101,341           |
| Service charges - refuse   | 110,561             | 114,556          | 6,868            | 1,389,572                                     | 1,465,349           | 1,545,944           |
| Service charges - other  | –                   | 63,336           | –                | –   | –                   | –                   |
| Rental of facilities and equipment   | 12,716              | 2,488            | 1,200            | 152,593                                       | 172,987             | 206,546             |
| Interest earned - external investments   | 11,112              | 40,071           | 6,541            | 133,342                                       | 140,656             | 148,398             |
| Interest earned - outstanding debtors  | 41,300              | 83,069           | 34,277           | 517,861                                       | 548,126             | 578,273             |
| Fines, penalties and forfeits  | 30,729              | 32,153           | 5,998            | 368,755                                       | 389,036             | 410,433             |
| Licences and permits   | 4,963               | 4,332            | (683)            | 59,551  | 62,827              | 66,282              |
| Agency services  | 582                 | –                | (582)            | 6,981   | 6,108               | 6,510               |
| Transfer receipts - operating  | 1,304,770           | 1,538,973        | 12,296           | 4,440,081                                     | 4,625,822           | 4,982,119           |
| Other revenue  | 94,281              | 55,971           | 2,541            | 1,156,618                                     | 1,220,080           | 1,280,586           |
| <b>Cash Receipts by Source</b>   | <b>3,286,579</b>    | <b>3,599,046</b> | <b>244,745</b>   | <b>30,801,134</b>                             | <b>32,592,002</b>   | <b>34,533,986</b>   |
| <b>Other Cash Flows by Source</b>  |                     |                  |                  |   |                     |                     |
| Transfer receipts - capital  | 430,113             | 160,373          | (223,591)        | 2,198,735                                     | 2,233,164           | 2,404,502           |
| Contributions & Contributed assets   | 978                 | –                | (1,443)          | 8,000   | –                   | –                   |
| Proceeds on disposal of PPE  | 104                 | –                | (104)            | 1,242   | 1,312               | 1,312               |
| Borrowing long term/refinancing  | 295,457             | –                | (212,423)        | 1,500,000                                     | 1,300,000           | 1,300,000           |
| Increase in consumer deposits  | 699                 | –                | (699)            | 8,391   | 8,559               | 8,730               |
| Receipt of non-current debtors   | –                   | –                | –                | –   | –                   | –                   |
| Receipt of non-current receivables   | (22)                | (28,245)         | 19,517           | (269)   | (49)                | 148                 |
| Change in non-current investments  | 1,646               | (275,566)        | (207,764)        | 19,751  | (14,758)            | (31,600)            |
| <b>Total Cash Receipts by Source</b>   | <b>4,015,553</b>    | <b>3,455,608</b> | <b>(381,762)</b> | <b>34,536,985</b>                             | <b>36,120,231</b>   | <b>38,217,079</b>   |
| <b>Cash Payments by Type</b>   |                     |                  |                  |   |                     |                     |
| Employee related costs   | 791,986             | 706,983          | (69,559)         | 9,503,832                                     | 10,082,668          | 10,513,862          |
| Remuneration of councillors  | 11,066              | 10,229           | (753)            | 132,797                                       | 140,765             | 149,211             |
| Interest paid  | 319,325             | 147,808          | (14,201)         | 1,390,948                                     | 1,543,627           | 1,733,317           |
| Bulk purchases - Electricity   | 785,210             | 571,852          | (203,401)        | 10,727,870                                    | 11,412,247          | 12,039,920          |
| Bulk purchases - Water & Sewer   | –                   | –                | –                | –   | –                   | –                   |
| Other materials  | 68,914              | 235,803          | 166,521          | 765,218                                       | 804,490             | 839,756             |
| Contracted services  | 279,792             | 184,169          | (108,582)        | 3,320,884                                     | 3,516,016           | 3,847,916           |
| Grants and subsidies paid - other municipalities   | –                   | –                | –                | –   | –                   | –                   |
| Grants and subsidies paid - other  | 4,337               | 2,010            | (2,471)          | 52,495  | 55,598              | 55,598              |
| General expenses   | 237,428             | 350,638          | 353,156          | 2,952,234                                     | 2,632,953           | 2,733,582           |
| <b>Cash Payments by Type</b>   | <b>2,498,059</b>    | <b>2,209,491</b> | <b>120,710</b>   | <b>28,846,278</b>                             | <b>30,188,365</b>   | <b>31,913,162</b>   |
| <b>Other Cash Flows/Payments by Type</b>   |                     |                  |                  |   |                     |                     |
| Capital assets   | 789,276             | 248,482          | (343,116)        | 3,981,975                                     | 3,948,283           | 4,117,907           |
| Repayment of borrowing   | 88,564              | 229,142          | (88,564)         | 1,062,774                                     | 1,201,096           | 1,431,616           |
| Other Cash Flows/Payments  | –                   | –                | –                | –   | –                   | –                   |
| <b>Total Cash Payments by Type</b>   | <b>3,375,900</b>    | <b>2,687,115</b> | <b>(310,971)</b> | <b>33,891,027</b>                             | <b>35,337,743</b>   | <b>37,462,685</b>   |
| <b>NET INCREASE/(DECREASE) IN CASH HELD</b>  | <b>639,653</b>      | <b>768,493</b>   | <b>(70,792)</b>  | <b>645,958</b>                                | <b>782,487</b>      | <b>754,394</b>      |
| Cash/cash equivalents at the month/year beginning:   | 1,750,179           | 2,158,128        | 2,926,621        | 2,332,806                                     | 2,978,764           | 3,761,252           |
| Cash/cash equivalents at the month/year end:   | 2,389,832           | 2,926,621        | 2,855,829        | 2,978,764                                     | 3,761,252           | 4,515,646           |

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

| TSH City Of Tshwane - Supporting Table SC10 Monthly Budget Statement - Parent Municipality Financial Performance (revenue and expenditure) - M06 December  |                   |                     |                  |                   |                    |                    |                |                    |
|--|-------------------|---------------------|------------------|-------------------|--------------------|--------------------|----------------|--------------------|
| Description  | 2017/18           | Budget Year 2018/19 |                  |                   |                    |                    |                |                    |
|  | Unaudited Outcome | Original Budget     | Monthly actual   | YearTD actual     | YearTD budget      | YTD variance       | YTD variance % | Full Year Forecast |
| <b>R thousands</b>   |                   |                     |                  |                   |                    |                    |                |                    |
| <b>Revenue By Source</b>   |                   |                     |                  |                   |                    |                    |                |                    |
| Property rates   | 6,761,720         | 6,980,636           | 445,922          | 3,374,446         | 3,390,902          | (16,456)           | 0%             | 6,980,636          |
| Service charges - electricity revenue  | 11,265,288        | 11,946,456          | 908,165          | 5,992,105         | 5,891,284          | 100,821            | 2%             | 11,946,456         |
| Service charges - water revenue  | 3,222,246         | 4,283,959           | 272,360          | 1,818,429         | 1,967,783          | (149,354)          | -8%            | 4,283,959          |
| Service charges - sanitation revenue   | 952,050           | 1,063,982           | 77,098           | 525,798           | 535,140            | (9,342)            | -2%            | 1,063,982          |
| Service charges - refuse revenue   | 1,482,086         | 1,494,163           | 113,056          | 803,005           | 729,287            | 73,719             | 10%            | 1,494,163          |
| Service charges - other  | -                 | -                   | -                | -                 | -                  | -                  | -              | -                  |
| Rental of facilities and equipment   | 134,791           | 143,823             | 2,488            | 54,206            | 86,648             | (32,443)           | -37%           | 143,823            |
| Interest earned - external investments   | 210,275           | 132,932             | 40,071           | 101,352           | 51,727             | 49,625             | 96%            | 132,932            |
| Interest earned - outstanding debtors  | 731,792           | 575,252             | 83,069           | 439,357           | 277,856            | 161,501            | 58%            | 575,252            |
| Dividends received   | -                 | -                   | -                | -                 | -                  | -                  | -              | -                  |
| Fines, penalties and forfeits  | 228,148           | 368,755             | 32,153           | 147,678           | 156,287            | (8,609)            | -6%            | 368,755            |
| Licences and permits   | 52,325            | 59,551              | 4,332            | 22,366            | 29,069             | (6,703)            | -23%           | 59,551             |
| Agency services  | -                 | -                   | -                | -                 | -                  | -                  | -              | -                  |
| Transfers and subsidies  | 4,333,157         | 4,440,081           | 1,374,475        | 3,058,237         | 2,875,976          | 182,260            | 6%             | 4,440,081          |
| Other revenue  | 885,139           | 1,022,999           | 55,971           | 347,412           | 501,185            | (153,773)          | -31%           | 1,022,999          |
| Gains on disposal of PPE   | 4,809             | 1,242               | -                | -                 | -                  | -                  | -              | 1,242              |
| <b>Total Revenue (excluding capital transfers and contributions)</b>   | <b>30,263,825</b> | <b>32,513,832</b>   | <b>3,409,161</b> | <b>16,684,392</b> | <b>16,493,145</b>  | <b>191,247</b>     | <b>1%</b>      | <b>32,513,832</b>  |
| <b>Expenditure By Type</b>   |                   |                     |                  |                   |                    |                    |                |                    |
| Employee related costs   | 8,126,530         | 9,549,514           | 706,983          | 4,335,758         | 5,011,055          | (675,298)          | -13%           | 9,549,514          |
| Remuneration of councillors  | 123,786           | 132,797             | 10,229           | 61,189            | 66,399             | (5,210)            | -8%            | 132,797            |
| Debt impairment  | 1,712,998         | 1,514,427           | 126,287          | 757,298           | 757,298            | (0)                | 0%             | 1,514,427          |
| Depreciation & asset impairment  | 2,041,796         | 1,954,590           | 122,221          | 733,325           | 977,295            | (243,970)          | -25%           | 1,954,590          |
| Finance charges  | 1,686,313         | 1,390,753           | 147,808          | 444,449           | 704,876            | (260,427)          | -37%           | 1,390,753          |
| Bulk purchases   | 9,724,356         | 10,727,870          | 807,404          | 6,036,010         | 6,049,095          | (13,085)           | 0%             | 10,727,870         |
| Other materials  | 498,404           | 760,692             | 40,275           | 270,768           | 492,046            | (221,278)          | -45%           | 760,692            |
| Contracted services  | 3,002,780         | 3,305,471           | 251,862          | 1,175,057         | 1,830,785          | (655,728)          | -36%           | 3,305,471          |
| Transfers and subsidies  | 166,951           | 142,920             | 2,010            | 40,306            | 71,324             | (31,017)           | -43%           | 142,920            |
| Other expenditure  | 2,841,280         | 2,923,660           | 244,934          | 1,408,099         | 1,588,275          | (180,176)          | -11%           | 2,923,660          |
| Loss on disposal of PPE  | 84,588            | 1                   | -                | -                 | 1                  | (1)                | -100%          | 1                  |
| <b>Total Expenditure</b>   | <b>30,009,782</b> | <b>32,402,694</b>   | <b>2,460,012</b> | <b>15,262,258</b> | <b>17,548,449</b>  | <b>(2,286,191)</b> | <b>-13%</b>    | <b>32,402,694</b>  |
| <b>Surplus/(Deficit)</b>   | <b>254,043</b>    | <b>111,138</b>      | <b>949,149</b>   | <b>1,422,134</b>  | <b>(1,055,304)</b> | <b>2,477,438</b>   |                | <b>111,138</b>     |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)  | 2,104,326         | 2,198,735           | 246,312          | 608,658           | 1,083,793          | (475,135)          | -44%           | 2,198,735          |
| Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) | 940               | 8,000               | -                | -                 | 4,000              | (4,000)            | -100%          | 8,000              |
| Transfers and subsidies - capital (in-kind - all)  | -                 | -                   | -                | -                 | -                  | -                  | -              | -                  |
| <b>Surplus/(Deficit) after capital transfers &amp; contributions</b>   | <b>2,359,309</b>  | <b>2,317,873</b>    | <b>1,195,462</b> | <b>2,030,793</b>  | <b>32,489</b>      | <b>1,998,304</b>   |                | <b>2,317,873</b>   |
| Taxation   | -                 | -                   | -                | -                 | -                  | -                  | -              | -                  |
| <b>Surplus/(Deficit) after taxation</b>  | <b>2,359,309</b>  | <b>2,317,873</b>    | <b>1,195,462</b> | <b>2,030,793</b>  | <b>32,489</b>      | <b>1,998,304</b>   |                | <b>2,317,873</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 - M06 December |                   |                     |                |               |               |                 |                |                    |
|---|-------------------|---------------------|----------------|---------------|---------------|-----------------|----------------|--------------------|
| Description   | 2017/18           | Budget Year 2018/19 |                |               |               |                 |                |                    |
|   | Unaudited Outcome | Original Budget     | Monthly actual | YearTD actual | YearTD budget | YTD variance    | YTD variance % | Full Year Forecast |
| R thousands   |                   |                     |                |               |               |                 |                |                    |
| <b>Revenue By Municipal Entity</b>  |                   |                     |                |               |               |                 |                |                    |
| Housing Company Tshwane   | 34,238            | 45,275              | 9,860          | 22,721        | 22,637        | 84              | 0%             | 45,275             |
| Tshwane Economic Development Agency   | 59,158            | 61,525              | 82             | 27,460        | 30,763        | (3,303)         | -11%           | 61,525             |
| <b>Total Operating Revenue</b>  | <b>93,396</b>     | <b>106,800</b>      | <b>9,942</b>   | <b>50,181</b> | <b>53,400</b> | <b>(3,219)</b>  | <b>-6%</b>     | <b>106,800</b>     |
| <b>Expenditure By Municipal Entity</b>  |                   |                     |                |               |               |                 |                |                    |
| Housing Company Tshwane   | 17,169            | 44,036              | 3,062          | 10,196        | 22,018        | (11,822)        | -54%           | 44,036             |
| Tshwane Economic Development Agency   | 48,743            | 60,672              | 4,893          | 27,001        | 30,336        | (3,335)         | -11%           | 60,672             |
| <b>Total Operating Expenditure</b>  | <b>65,912</b>     | <b>104,708</b>      | <b>7,955</b>   | <b>37,197</b> | <b>52,354</b> | <b>(15,157)</b> | <b>-29%</b>    | <b>104,708</b>     |
| <b>Surplus/ (Deficit) for the yr/period</b>   | <b>27,484</b>     | <b>2,092</b>        | <b>1,987</b>   | <b>12,984</b> | <b>1,046</b>  | <b>11,938</b>   | <b>1141%</b>   | <b>2,092</b>       |
| <b>Capital Expenditure By Municipal Entity</b>  |                   |                     |                |               |               |                 |                |                    |
| Housing Company Tshwane   | 162               | 500                 | –              | –             | 238           | (238)           | -100%          | 500                |
| Tshwane Economic Development Agency   | 281               | 318                 | 15             | 59            | 139           | (81)            | -58%           | 318                |
| <b>Total Capital Expenditure</b>  | <b>443</b>        | <b>818</b>          | <b>15</b>      | <b>59</b>     | <b>378</b>    | <b>(319)</b>    | <b>-84%</b>    | <b>818</b>         |

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

| TSH City Of Tshwane - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M06 December |                   |                     |                |               |               |              |                |                            |
|--|-------------------|---------------------|----------------|---------------|---------------|--------------|----------------|----------------------------|
| Month  | 2017/18           | Budget Year 2018/19 |                |               |               |              |                |                            |
|  | 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   | (443)             | 86,196              | 93,495         | 93,495        | 86,196        | (7,299)      | -8.5%          | 2%                         |
| August   | 61,901            | 229,822             | (65,249)       | 28,246        | 316,018       | 287,772      | 91.1%          | 1%                         |
| September  | 78,006            | 284,869             | 107,450        | 135,696       | 600,887       | 465,191      | 77.4%          | 3%                         |
| October  | 154,340           | 315,625             | 275,464        | 411,161       | 916,512       | 505,351      | 55.1%          | 10%                        |
| November   | 254,183           | 318,686             | 233,318        | 644,479       | 1,235,198     | 590,719      | 47.8%          | 16%                        |
| December   | 305,942           | 336,499             | 248,482        | 892,961       | 1,571,697     | 678,736      | 43.2%          | 22%                        |
| January  | 115,541           | 343,315             |                |               | 1,915,012     | –            |                |                            |
| February   | 153,324           | 397,822             |                |               | 2,312,835     | –            |                |                            |
| March  | 292,185           | 435,298             |                |               | 2,748,133     | –            |                |                            |
| April  | 250,730           | 404,840             |                |               | 3,152,973     | –            |                |                            |
| May  | 277,961           | 430,382             |                |               | 3,583,355     | –            |                |                            |
| June   | 1,104,746         | 439,660             |                |               | 4,023,015     | –            |                |                            |
| <b>Total Capital expenditure</b>   | <b>3,048,415</b>  | <b>4,023,015</b>    | <b>892,961</b> |               |               |              |                |                            |

(n) Table SC13a: Consolidated monthly budget statement – capital expenditure on new assets by asset class

| TSH City Of Tshwane - Supporting Table SC13a Consolidated Monthly Budget Statement - capital expenditure on new assets by asset class - M06 December |                   |                     |                |                |                  |                 |                    |
|--|-------------------|---------------------|----------------|----------------|------------------|-----------------|--------------------|
| Description  | 2017/18           | Budget Year 2018/19 |                |                |                  |                 |                    |
|  | Unaudited Outcome | Original Budget     | Monthly actual | YearTD actual  | YearTD budget    | YTD variance    | Full Year Forecast |
| <b>R thousands</b>   |                   |                     |                |                |                  |                 |                    |
| <b>Capital expenditure on new assets by Asset Class/Sub-class</b>  |                   |                     |                |                |                  |                 |                    |
| <b>Infrastructure</b>  | <b>1,347,247</b>  | <b>2,350,905</b>    | <b>159,831</b> | <b>512,945</b> | <b>1,022,434</b> | <b>509,490</b>  | <b>2,350,905</b>   |
| Roads Infrastructure   | 328,331           | 332,114             | 43,612         | 105,816        | 189,930          | 84,114          | 332,114            |
| Roads  | 316,833           | 249,559             | 36,619         | 98,396         | 181,680          | 83,284          | 249,559            |
| Road Structures  | 11,498            | 75,450              | 6,993          | 7,420          | 8,250            | 830             | 75,450             |
| Road Furniture   | –                 | 7,105               | –              | –              | –                | –               | 7,105              |
| Storm water Infrastructure   | 21,617            | 168,500             | 5,515          | 8,084          | 27,280           | 19,196          | 168,500            |
| Drainage Collection  | 2,447             | 94,500              | –              | –              | 9,450            | 9,450           | 94,500             |
| Storm water Conveyance   | 19,170            | 74,000              | 5,515          | 8,084          | 17,830           | 9,746           | 74,000             |
| Attenuation  | –                 | –                   | –              | –              | –                | –               | –                  |
| Electrical Infrastructure  | 204,317           | 889,154             | 25,333         | 169,795        | 401,789          | 231,994         | 889,154            |
| MV Substations   | 146,188           | 123,275             | 1,258          | 7,420          | 30,125           | 22,705          | 123,275            |
| MV Networks  | 35,417            | 20,000              | 509            | 19,424         | 25,000           | 5,576           | 20,000             |
| LV Networks  | 22,711            | 195,879             | 23,566         | 142,950        | 344,664          | 201,714         | 195,879            |
| Capital Spares   | –                 | 550,000             | –              | –              | –                | –               | 550,000            |
| Water Supply Infrastructure  | 440,313           | 504,615             | 49,548         | 141,371        | 251,428          | 110,058         | 504,615            |
| Reservoirs   | 41,047            | 98,000              | 6,458          | 15,367         | 30,000           | 14,633          | 98,000             |
| Pump Stations  | –                 | 10,500              | –              | –              | –                | –               | 10,500             |
| Water Treatment Works  | 79,366            | 140,000             | 3,893          | 17,220         | 47,998           | 30,778          | 140,000            |
| Bulk Mains   | 195,937           | 64,000              | 37,186         | 73,088         | 107,591          | 34,504          | 64,000             |
| Distribution   | 123,963           | 192,115             | 2,011          | 35,696         | 65,839           | 30,143          | 192,115            |
| Sanitation Infrastructure  | 327,672           | 418,022             | 35,823         | 84,881         | 136,207          | 51,327          | 418,022            |
| Reticulation   | 50,656            | 183,870             | 3,543          | 22,087         | 18,187           | (3,900)         | 183,870            |
| Waste Water Treatment Works  | 6,135             | 43,240              | –              | –              | 24,690           | 24,690          | 43,240             |
| Outfall Sewers   | 270,880           | 190,912             | 32,280         | 62,794         | 93,330           | 30,536          | 190,912            |
| Solid Waste Infrastructure   | 9,999             | 22,000              | –              | 2,999          | 6,300            | 3,301           | 22,000             |
| Waste Transfer Stations  | 9,999             | 10,000              | –              | 2,999          | 6,300            | 3,301           | 10,000             |
| Capital Spares   | –                 | 12,000              | –              | –              | –                | –               | 12,000             |
| Information and Communication Infrastructure   | 14,999            | 16,500              | –              | –              | 9,500            | 9,500           | 16,500             |
| Distribution Layers  | 14,999            | 16,500              | –              | –              | 9,500            | 9,500           | 16,500             |
| <b>Community Assets</b>  | <b>141,525</b>    | <b>152,361</b>      | <b>4,510</b>   | <b>24,623</b>  | <b>58,010</b>    | <b>33,387</b>   | <b>152,361</b>     |
| Community Facilities   | 140,813           | 150,361             | 4,510          | 24,623         | 57,014           | 32,391          | 150,361            |
| Centres  | 25,548            | –                   | 8              | 165            | 300              | 135             | –                  |
| Clinics/Care Centres   | 78,920            | 31,250              | 4,063          | 19,151         | 45,480           | 26,329          | 31,250             |
| Fire/Ambulance Stations  | 2,000             | 12,000              | –              | 1,913          | 2,724            | 811             | 12,000             |
| Libraries  | –                 | 10,000              | –              | –              | –                | –               | 10,000             |
| Cemeteries/Crematoria  | 4,933             | 6,500               | 438            | 3,394          | 3,250            | (144)           | 6,500              |
| Airports   | 3,444             | 3,000               | –              | –              | 5,260            | 5,260           | 3,000              |
| Taxi Ranks/Bus Terminals   | 25,968            | 87,611              | –              | –              | –                | –               | 87,611             |
| Sport and Recreation Facilities  | 712               | 2,000               | –              | –              | 996              | 996             | 2,000              |
| Outdoor Facilities   | 712               | 2,000               | –              | –              | 996              | 996             | 2,000              |
| <b>Heritage assets</b>   | <b>–</b>          | <b>–</b>            | <b>–</b>       | <b>–</b>       | <b>1,560</b>     | <b>1,560</b>    | <b>–</b>           |
| <b>Investment properties</b>   | <b>–</b>          | <b>45,913</b>       | <b>–</b>       | <b>–</b>       | <b>6,948</b>     | <b>6,948</b>    | <b>45,913</b>      |
| Revenue Generating   | –                 | 43,913              | –              | –              | –                | –               | 43,913             |
| Improved Property  | –                 | 43,913              | –              | –              | –                | –               | 43,913             |
| Non-revenue Generating   | –                 | 2,000               | –              | –              | 6,948            | 6,948           | 2,000              |
| Improved Property  | –                 | 2,000               | –              | –              | –                | –               | 2,000              |
| <b>Other assets</b>  | <b>10,513</b>     | <b>57,250</b>       | <b>–</b>       | <b>33,132</b>  | <b>22,812</b>    | <b>(10,320)</b> | <b>57,250</b>      |
| Operational Buildings  | 10,351            | 57,250              | –              | 1,827          | 4,499            | 2,672           | 57,250             |
| Municipal Offices  | 9,995             | 3,150               | –              | 1,827          | 4,499            | 2,672           | 3,150              |
| Pay/Enquiry Points   | –                 | 5,000               | –              | –              | –                | –               | 5,000              |
| Stores   | 356               | 7,000               | –              | –              | –                | –               | 7,000              |
| Depots   | –                 | 16,900              | –              | –              | –                | –               | 16,900             |
| Capital Spares   | –                 | 25,200              | –              | –              | –                | –               | 25,200             |
| <b>Biological or Cultivated Assets</b>   | <b>–</b>          | <b>–</b>            | <b>–</b>       | <b>–</b>       | <b>–</b>         | <b>–</b>        | <b>–</b>           |
| <b>Intangible Assets</b>   | <b>37,801</b>     | <b>25,862</b>       | <b>1,107</b>   | <b>1,107</b>   | <b>7,000</b>     | <b>5,893</b>    | <b>25,862</b>      |
| Licences and Rights  | 37,801            | 25,862              | 1,107          | 1,107          | 7,000            | 5,893           | 25,862             |
| Computer Software and Applications   | 37,801            | 25,862              | 1,107          | 1,107          | 7,000            | 5,893           | 25,862             |
| <b>Computer Equipment</b>  | <b>28,429</b>     | <b>71,921</b>       | <b>952</b>     | <b>2,356</b>   | <b>31,169</b>    | <b>28,813</b>   | <b>71,921</b>      |
| Computer Equipment   | 28,429            | 71,921              | 952            | 2,356          | 31,169           | 28,813          | 71,921             |
| <b>Furniture and Office Equipment</b>  | <b>44,918</b>     | <b>7,128</b>        | <b>169</b>     | <b>542</b>     | <b>2,617</b>     | <b>2,075</b>    | <b>7,128</b>       |
| Furniture and Office Equipment   | 44,918            | 7,128               | 169            | 542            | 2,617            | 2,075           | 7,128              |
| <b>Machinery and Equipment</b>   | <b>39,839</b>     | <b>66,500</b>       | <b>229</b>     | <b>1,026</b>   | <b>14,532</b>    | <b>13,505</b>   | <b>66,500</b>      |
| Machinery and Equipment  | 39,839            | 66,500              | 229            | 1,026          | 14,532           | 13,505          | 66,500             |
| <b>Transport Assets</b>  | <b>2,898</b>      | <b>102,500</b>      | <b>3,200</b>   | <b>5,746</b>   | <b>10,885</b>    | <b>5,139</b>    | <b>102,500</b>     |
| Transport Assets   | 2,898             | 102,500             | 3,200          | 5,746          | 10,885           | 5,139           | 102,500            |
| <b>Land</b>  | <b>6,716</b>      | <b>–</b>            | <b>–</b>       | <b>28</b>      | <b>5,150</b>     | <b>5,122</b>    | <b>–</b>           |
| Land   | 6,716             | –                   | –              | 28             | 5,150            | 5,122           | –                  |
| <b>Zoo's, Marine and Non-biological Animals</b>  | <b>–</b>          | <b>–</b>            | <b>–</b>       | <b>–</b>       | <b>–</b>         | <b>–</b>        | <b>–</b>           |
| <b>Total Capital Expenditure on new assets</b>   | <b>1,659,887</b>  | <b>2,880,339</b>    | <b>169,998</b> | <b>581,505</b> | <b>1,183,116</b> | <b>601,612</b>  | <b>2,880,339</b>   |



**(o) Table SC13b: Consolidated monthly budget statement – capital expenditure on renewal of existing assets by asset class**

| TSH City Of Tshwane - Supporting Table SC13b Consolidated Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M06 December |                   |                     |                |                |                |                |                    |
|--|-------------------|---------------------|----------------|----------------|----------------|----------------|--------------------|
| Description  | 2017/18           | Budget Year 2018/19 |                |                |                |                |                    |
|  | Unaudited Outcome | Original Budget     | Monthly actual | YearTD actual  | YearTD budget  | YTD variance   | Full Year Forecast |
| <b>R thousands</b>   |                   |                     |                |                |                |                |                    |
| <b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>  |                   |                     |                |                |                |                |                    |
| <b>Infrastructure</b>  | <b>785,052</b>    | <b>452,754</b>      | <b>46,620</b>  | <b>184,758</b> | <b>176,731</b> | <b>(8,027)</b> | <b>452,754</b>     |
| Roads Infrastructure   | 320,828           | 284,863             | 39,762         | 119,056        | 100,304        | (18,752)       | 284,863            |
| Roads  | 320,321           | 284,863             | 39,762         | 119,056        | 100,304        | (18,752)       | 284,863            |
| Electrical Infrastructure  | 278,433           | 53,000              | 2,739          | 16,457         | 13,700         | (2,758)        | 53,000             |
| HV Substations   | –                 | 8,000               | –              | 1,897          | 2,514          | 617            | 8,000              |
| MV Substations   | –                 | 20,000              | –              | –              | 3,400          | 3,400          | 20,000             |
| MV Networks  | 13,795            | 10,000              | 425            | 6,645          | 1,400          | (5,245)        | 10,000             |
| LV Networks  | 264,637           | 10,000              | 2,314          | 7,915          | 6,386          | (1,530)        | 10,000             |
| Capital Spares   | –                 | 5,000               | –              | –              | –              | –              | 5,000              |
| Water Supply Infrastructure  | 128,707           | 81,285              | 3,280          | 32,782         | 47,373         | 14,591         | 81,285             |
| Dams and Weirs   | –                 | 2,500               | –              | –              | –              | –              | 2,500              |
| Bulk Mains   | 54,888            | 4,000               | –              | –              | 3,125          | 3,125          | 4,000              |
| Distribution   | 73,819            | 74,785              | 3,280          | 32,782         | 44,248         | 11,466         | 74,785             |
| Sanitation Infrastructure  | 57,083            | 33,605              | 838            | 16,462         | 15,354         | (1,108)        | 33,605             |
| Pump Station   | –                 | 5,000               | –              | –              | –              | –              | 5,000              |
| Reticulation   | 9,380             | 20,000              | 838            | 13,397         | 6,594          | (6,803)        | 20,000             |
| Waste Water Treatment Works  | 40,643            | 8,605               | –              | 3,065          | 8,760          | 5,695          | 8,605              |
| <b>Community Assets</b>  | <b>19,112</b>     | <b>41,750</b>       | <b>4,077</b>   | <b>18,647</b>  | <b>40,880</b>  | <b>22,233</b>  | <b>41,750</b>      |
| Community Facilities   | 13,580            | 6,750               | 4,077          | 18,647         | 28,910         | 10,263         | 6,750              |
| Clinics/Care Centres   | 8,140             | 750                 | 4,077          | 18,451         | 27,890         | 9,439          | 750                |
| Fire/Ambulance Stations  | 4,942             | 6,000               | –              | 196            | 1,020          | 824            | 6,000              |
| Sport and Recreation Facilities  | 5,532             | 35,000              | –              | –              | 11,970         | 11,970         | 35,000             |
| Outdoor Facilities   | 5,532             | 35,000              | –              | –              | 11,970         | 11,970         | 35,000             |
| <b>Heritage assets</b>   | <b>–</b>          | <b>–</b>            | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>–</b>           |
| <b>Investment properties</b>   | <b>–</b>          | <b>24,895</b>       | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>24,895</b>      |
| Revenue Generating   | –                 | 24,895              | –              | –              | –              | –              | 24,895             |
| Improved Property  | –                 | 24,895              | –              | –              | –              | –              | 24,895             |
| <b>Other assets</b>  | <b>15,758</b>     | <b>25,000</b>       | <b>7,108</b>   | <b>7,108</b>   | <b>3,125</b>   | <b>(3,983)</b> | <b>25,000</b>      |
| Housing  | 15,758            | 25,000              | 7,108          | 7,108          | 3,125          | (3,983)        | 25,000             |
| Social Housing   | 15,758            | 25,000              | 7,108          | 7,108          | 3,125          | (3,983)        | 25,000             |
| <b>Biological or Cultivated Assets</b>   | <b>–</b>          | <b>5,500</b>        | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>5,500</b>       |
| Biological or Cultivated Assets  | –                 | 5,500               | –              | –              | –              | –              | 5,500              |
| <b>Intangible Assets</b>   | <b>–</b>          | <b>–</b>            | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>–</b>           |
| <b>Computer Equipment</b>  | <b>–</b>          | <b>–</b>            | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>–</b>           |
| <b>Furniture and Office Equipment</b>  | <b>–</b>          | <b>–</b>            | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>–</b>           |
| <b>Machinery and Equipment</b>   | <b>4,355</b>      | <b>41,500</b>       | <b>130</b>     | <b>192</b>     | <b>4,504</b>   | <b>4,311</b>   | <b>41,500</b>      |
| Machinery and Equipment  | 4,355             | 41,500              | 130            | 192            | 4,504          | 4,311          | 41,500             |
| <b>Total Capital Expenditure on renewal of existing assets</b>   | <b>824,277</b>    | <b>591,399</b>      | <b>57,935</b>  | <b>210,705</b> | <b>225,240</b> | <b>14,535</b>  | <b>591,399</b>     |

(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 - M06 December |                   |                     |                |                |                |                |                    |
|---|-------------------|---------------------|----------------|----------------|----------------|----------------|--------------------|
| Description   | 2017/18           | Budget Year 2018/19 |                |                |                |                |                    |
|   | Unaudited Outcome | Original Budget     | Monthly actual | YearTD actual  | YearTD budget  | YTD variance   | Full Year Forecast |
| <b>R thousands</b>  |                   |                     |                |                |                |                |                    |
| <b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>   |                   |                     |                |                |                |                |                    |
| <b>Infrastructure</b>   | <b>543,736</b>    | <b>989,734</b>      | <b>58,938</b>  | <b>309,515</b> | <b>575,071</b> | <b>265,556</b> | <b>989,734</b>     |
| Roads Infrastructure  | 69,495            | 183,813             | 15,849         | 42,805         | 92,416         | 49,611         | 183,813            |
| Roads   | 63,147            | 142,467             | 5,015          | 15,131         | 71,379         | 56,248         | 142,467            |
| Road Structures   | —                 | 508                 | 6,989          | 20,432         | 254            | (20,178)       | 508                |
| Road Furniture  | 6,347             | 40,838              | 3,845          | 7,243          | 20,783         | 13,540         | 40,838             |
| Storm water Infrastructure  | 19,293            | 20,514              | 1,677          | 4,030          | 10,257         | 6,226          | 20,514             |
| Drainage Collection   | 19,293            | 11,849              | 1,677          | 3,958          | 5,924          | 1,966          | 11,849             |
| Storm water Conveyance  | —                 | 8,665               | —              | 73             | 4,332          | 4,260          | 8,665              |
| Electrical Infrastructure   | 328,392           | 405,201             | 21,120         | 136,751        | 217,310        | 80,559         | 405,201            |
| Power Plants  | 9,323             | 27,294              | 3,851          | 12,214         | 13,647         | 1,433          | 27,294             |
| HV Substations  | 173,913           | 11,206              | 975            | 18,101         | 4,613          | (13,488)       | 11,206             |
| HV Switching Station  | —                 | 14,262              | 56             | 382            | 6,141          | 5,759          | 14,262             |
| HV Transmission Conductors  | —                 | 868                 | —              | —              | 434            | 434            | 868                |
| MV Substations  | —                 | 48,356              | 1,381          | 18,483         | 25,084         | 6,601          | 48,356             |
| MV Switching Stations   | —                 | 19,289              | —              | —              | 8,958          | 8,958          | 19,289             |
| MV Networks   | 65,238            | 125,035             | 10,922         | 47,270         | 73,285         | 26,015         | 125,035            |
| LV Networks   | 79,918            | 158,891             | 3,936          | 40,300         | 85,147         | 44,847         | 158,891            |
| Water Supply Infrastructure   | 27,011            | 221,123             | 13,605         | 76,487         | 125,452        | 48,965         | 221,123            |
| Reservoirs  | 18,845            | 12,986              | 818            | 1,941          | 12,634         | 10,693         | 12,986             |
| Water Treatment Works   | 6,652             | 7,770               | 112            | 3,754          | 6,626          | 2,872          | 7,770              |
| Bulk Mains  | —                 | 11,596              | 2,682          | 7,902          | 11,479         | 3,577          | 11,596             |
| Distribution  | 1,514             | 188,772             | 9,993          | 62,891         | 94,713         | 31,822         | 188,772            |
| Sanitation Infrastructure   | 83,866            | 141,272             | 6,380          | 46,937         | 119,115        | 72,178         | 141,272            |
| Pump Station  | 5,616             | 14,086              | 300            | 1,496          | 3,043          | 1,548          | 14,086             |
| Reticulation  | 13,543            | 26,198              | 566            | 5,076          | 21,729         | 16,652         | 26,198             |
| Waste Water Treatment Works   | 64,707            | 94,577              | 3,891          | 31,831         | 89,886         | 58,055         | 94,577             |
| Outfall Sewers  | —                 | 6,411               | 1,623          | 8,535          | 4,457          | (4,078)        | 6,411              |
| Solid Waste Infrastructure  | 9,027             | 10,548              | 277            | 935            | 5,274          | 4,340          | 10,548             |
| Landfill Sites  | 3,449             | 8,707               | 252            | 479            | 4,353          | 3,875          | 8,707              |
| Waste Transfer Stations   | —                 | 579                 | —              | —              | 289            | 289            | 579                |
| Waste Drop-off Points   | 5,578             | 1,109               | 25             | 435            | 554            | 119            | 1,109              |
| Waste Separation Facilities   | —                 | 154                 | 0              | 21             | 77             | 56             | 154                |
| Rail Infrastructure   | 84                | 251                 | —              | 150            | 251            | 101            | 251                |
| Rail Lines  | 84                | 251                 | —              | 150            | 251            | 101            | 251                |
| Information and Communication Infrastructure  | 6,569             | 7,012               | 28             | 1,419          | 4,997          | 3,578          | 7,012              |
| Core Layers   | —                 | 3,940               | 21             | 21             | 1,970          | 1,950          | 3,940              |
| Distribution Layers   | 6,569             | 3,072               | 8              | 1,398          | 3,026          | 1,628          | 3,072              |
| <b>Community Assets</b>   | <b>22,538</b>     | <b>173,721</b>      | <b>7,244</b>   | <b>45,108</b>  | <b>94,332</b>  | <b>49,224</b>  | <b>173,721</b>     |
| Community Facilities  | 15,871            | 144,174             | 6,699          | 36,049         | 79,587         | 43,538         | 144,174            |
| Halls   | —                 | 698                 | —              | 86             | 349            | 263            | 698                |
| Centres   | —                 | 937                 | 4              | 29             | 468            | 440            | 937                |
| Clinics/Care Centres  | —                 | 4,414               | 19             | 1,131          | 6,420          | 5,289          | 4,414              |
| Fire/Ambulance Stations   | 10,537            | 3,103               | 278            | 1,075          | 1,783          | 708            | 3,103              |
| Museums   | —                 | 457                 | —              | 110            | 228            | 118            | 457                |
| Galleries   | —                 | 163                 | —              | 14             | 84             | 70             | 163                |
| Libraries   | 88                | 6,434               | 105            | 818            | 3,240          | 2,422          | 6,434              |
| Cemeteries/Crematoria   | —                 | 12,815              | 1,195          | 3,151          | 6,440          | 3,289          | 12,815             |
| Police  | —                 | 4,505               | 52             | 652            | 2,303          | 1,651          | 4,505              |
| Parks   | —                 | 65,664              | 2,995          | 10,869         | 33,880         | 23,011         | 65,664             |
| Public Open Space   | 25                | 30,683              | 1,333          | 14,235         | 16,967         | 2,732          | 30,683             |
| Nature Reserves   | 5,220             | 6,995               | 326            | 2,154          | 3,588          | 1,434          | 6,995              |
| Markets   | —                 | 5,219               | 329            | 1,094          | 2,793          | 1,699          | 5,219              |
| Airports  | —                 | 2,088               | 63             | 631            | 1,044          | 412            | 2,088              |
| Sport and Recreation Facilities   | 6,668             | 29,546              | 545            | 9,058          | 14,744         | 5,686          | 29,546             |
| Indoor Facilities   | —                 | 141                 | 2              | 2              | 70             | 69             | 141                |
| Outdoor Facilities  | 6,668             | 29,406              | 544            | 9,057          | 14,674         | 5,617          | 29,406             |
| <b>Investment properties</b>  | <b>—</b>          | <b>6,685</b>        | <b>151</b>     | <b>3,084</b>   | <b>8,785</b>   | <b>5,701</b>   | <b>6,685</b>       |
| Revenue Generating  | —                 | 6,685               | 151            | 3,084          | 8,785          | 5,701          | 6,685              |
| Improved Property   | —                 | 533                 | —              | —              | 266            | 266            | 533                |
| Unimproved Property   | —                 | 6,152               | 151            | 3,084          | 8,519          | 5,435          | 6,152              |
| <b>Other assets</b>   | <b>178,575</b>    | <b>151,950</b>      | <b>6,684</b>   | <b>30,383</b>  | <b>74,493</b>  | <b>44,110</b>  | <b>151,950</b>     |
| Operational Buildings   | 178,575           | 144,443             | 6,654          | 30,143         | 73,253         | 43,110         | 144,443            |
| Municipal Offices   | 176,496           | 89,917              | 5,529          | 19,769         | 45,556         | 25,787         | 89,917             |
| Pay/Enquiry Points  | —                 | 1,777               | 9              | 92             | 888            | 796            | 1,777              |
| Workshops   | —                 | 171                 | —              | —              | 100            | 100            | 171                |
| Manufacturing Plant   | 1,704             | 2,784               | 102            | 881            | 1,565          | 684            | 2,784              |
| Depots  | 376               | 49,794              | 1,013          | 9,400          | 25,144         | 15,743         | 49,794             |
| Capital Spares  | —                 | —                   | —              | —              | —              | —              | —                  |
| Housing   | —                 | 7,507               | 30             | 240            | 1,240          | 1,000          | 7,507              |
| Staff Housing   | —                 | —                   | —              | —              | —              | —              | —                  |
| Social Housing  | —                 | 7,507               | 30             | 240            | 1,240          | 1,000          | 7,507              |
| <b>Intangible Assets</b>  | <b>65,564</b>     | <b>68,117</b>       | <b>2,519</b>   | <b>35,378</b>  | <b>34,747</b>  | <b>(631)</b>   | <b>68,117</b>      |
| Licences and Rights   | 65,564            | 68,117              | 2,519          | 35,378         | 34,747         | (631)          | 68,117             |
| Computer Software and Applications  | 65,564            | 68,117              | 2,519          | 35,378         | 34,747         | (631)          | 68,117             |
| <b>Computer Equipment</b>   | <b>4,459</b>      | <b>40,742</b>       | <b>2,398</b>   | <b>8,496</b>   | <b>20,418</b>  | <b>11,922</b>  | <b>40,742</b>      |
| Computer Equipment  | 4,459             | 40,742              | 2,398          | 8,496          | 20,418         | 11,922         | 40,742             |
| <b>Furniture and Office Equipment</b>   | <b>3,133</b>      | <b>3,634</b>        | <b>26</b>      | <b>1,475</b>   | <b>2,453</b>   | <b>978</b>     | <b>3,634</b>       |
| Furniture and Office Equipment  | 3,133             | 3,634               | 26             | 1,475          | 2,453          | 978            | 3,634              |
| <b>Machinery and Equipment</b>  | <b>61,271</b>     | <b>62,241</b>       | <b>1,377</b>   | <b>6,278</b>   | <b>42,832</b>  | <b>36,554</b>  | <b>62,241</b>      |
| Machinery and Equipment   | 61,271            | 62,241              | 1,377          | 6,278          | 42,832         | 36,554         | 62,241             |
| <b>Transport Assets</b>   | <b>188,428</b>    | <b>145,603</b>      | <b>4,095</b>   | <b>44,993</b>  | <b>72,801</b>  | <b>27,808</b>  | <b>145,603</b>     |
| Transport Assets  | 188,428           | 145,603             | 4,095          | 44,993         | 72,801         | 27,808         | 145,603            |
| <b>Land</b>   | <b>—</b>          | <b>277</b>          | <b>—</b>       | <b>—</b>       | <b>—</b>       | <b>—</b>       | <b>277</b>         |
| Land  | —                 | 277                 | —              | —              | —              | —              | 277                |
| <b>Total Repairs and Maintenance Expenditure</b>  | <b>1,067,705</b>  | <b>1,642,704</b>    | <b>83,432</b>  | <b>484,710</b> | <b>925,933</b> | <b>441,223</b> | <b>1,642,704</b>   |

(q) Table SC13d: Consolidated monthly budget statement – depreciation by asset class

| TSH City Of Tshwane - Supporting Table SC13d Consolidated Monthly Budget Statement - depreciation by asset class - M06 December |                   |                     |                |                |                |                 |                    |
|---|-------------------|---------------------|----------------|----------------|----------------|-----------------|--------------------|
| Description   | 2017/18           | Budget Year 2018/19 |                |                |                |                 |                    |
|   | Unaudited Outcome | Original Budget     | Monthly actual | YearTD actual  | YearTD budget  | YTD variance    | Full Year Forecast |
| <b>R thousands</b>  |                   |                     |                |                |                |                 |                    |
| <b>Depreciation by Asset Class/Sub-class</b>  |                   |                     |                |                |                |                 |                    |
| <b>Infrastructure</b>   | <b>1,002,774</b>  | <b>1,309,078</b>    | <b>78,830</b>  | <b>472,978</b> | <b>654,539</b> | <b>181,561</b>  | <b>1,309,078</b>   |
| Roads Infrastructure  | 346,191           | 402,838             | 28,434         | 170,607        | 201,419        | 30,812          | 402,838            |
| Roads   | 275,393           | 321,559             | 22,573         | 135,437        | 160,779        | 25,342          | 321,559            |
| Road Structures   | 7,442             | 8,429               | 620            | 3,719          | 4,214          | 495             | 8,429              |
| Road Furniture  | 63,355            | 72,850              | 5,242          | 31,450         | 36,425         | 4,975           | 72,850             |
| Storm water Infrastructure  | 71,262            | 82,177              | 5,909          | 35,453         | 41,089         | 5,635           | 82,177             |
| Drainage Collection   | 69,040            | 79,682              | 5,724          | 34,343         | 39,841         | 5,498           | 79,682             |
| Storm water Conveyance  | 2,222             | 2,496               | 185            | 1,110          | 1,248          | 138             | 2,496              |
| Electrical Infrastructure   | 225,753           | 293,251             | 18,586         | 111,519        | 146,625        | 35,107          | 293,251            |
| Power Plants  | 3,295             | 4,490               | 336            | 2,014          | 2,245          | 231             | 4,490              |
| HV Substations  | 42,612            | 62,910              | 3,540          | 21,239         | 31,455         | 10,216          | 62,910             |
| HV Switching Station  | —                 | —                   | —              | —              | —              | —               | —                  |
| HV Transmission Conductors  | 18,623            | 22,855              | 1,541          | 9,243          | 11,427         | 2,184           | 22,855             |
| MV Substations  | 11,168            | 14,501              | 940            | 5,642          | 7,251          | 1,609           | 14,501             |
| MV Switching Stations   | 2,310             | 2,689               | 193            | 1,156          | 1,344          | 189             | 2,689              |
| MV Networks   | 31,654            | 39,634              | 2,986          | 17,918         | 19,817         | 1,900           | 39,634             |
| LV Networks   | 116,091           | 146,172             | 9,051          | 54,308         | 73,086         | 18,778          | 146,172            |
| Water Supply Infrastructure   | 138,985           | 226,671             | 11,607         | 69,643         | 113,335        | 43,693          | 226,671            |
| Dams and Weirs  | 372               | 424                 | 31             | 186            | 212            | 26              | 424                |
| Boreholes   | 47                | 53                  | 4              | 23             | 27             | 3               | 53                 |
| Reservoirs  | 17,318            | 25,486              | 1,492          | 8,949          | 12,743         | 3,794           | 25,486             |
| Pump Stations   | 5,695             | 6,522               | 474            | 2,843          | 3,261          | 418             | 6,522              |
| Water Treatment Works   | 16,980            | 19,472              | 1,459          | 8,751          | 9,736          | 985             | 19,472             |
| Bulk Mains  | 22,001            | 26,747              | 1,829          | 10,974         | 13,374         | 2,400           | 26,747             |
| Distribution  | 75,848            | 147,069             | 6,259          | 37,555         | 73,534         | 35,980          | 147,069            |
| Distribution Points   | 74                | 84                  | 6              | 37             | 42             | 5               | 84                 |
| PRV Stations  | 650               | 814                 | 54             | 324            | 407            | 83              | 814                |
| Sanitation Infrastructure   | 106,537           | 151,253             | 8,556          | 51,335         | 75,627         | 24,292          | 151,253            |
| Pump Station  | 1,141             | 2,071               | 91             | 548            | 1,035          | 487             | 2,071              |
| Reticulation  | 68,168            | 99,813              | 5,448          | 32,691         | 49,907         | 17,216          | 99,813             |
| Waste Water Treatment Works   | 28,064            | 32,769              | 2,283          | 13,696         | 16,385         | 2,689           | 32,769             |
| Outfall Sewers  | 9,146             | 16,579              | 732            | 4,392          | 8,290          | 3,897           | 16,579             |
| Toilet Facilities   | 18                | 21                  | 1              | 8              | 10             | 3               | 21                 |
| Solid Waste Infrastructure  | 1,337             | 62,073              | 135            | 810            | 31,036         | 30,227          | 62,073             |
| Landfill Sites  | 1,061             | 61,749              | 110            | 658            | 30,875         | 30,217          | 61,749             |
| Waste Processing Facilities   | —                 | —                   | —              | —              | —              | —               | —                  |
| Waste Drop-off Points   | 276               | 323                 | 25             | 152            | 162            | 10              | 323                |
| Rail Infrastructure   | 0                 | 1                   | 0              | 0              | 0              | 0               | 1                  |
| Rail Structures   | 0                 | 1                   | 0              | 0              | 0              | 0               | 1                  |
| Information and Communication Infrastructure  | 112,708           | 90,815              | 5,602          | 33,612         | 45,407         | 11,795          | 90,815             |
| Data Centres  | 178               | 195                 | 16             | 95             | 97             | 3               | 195                |
| Core Layers   | 112,530           | 90,620              | 5,586          | 33,518         | 45,310         | 11,792          | 90,620             |
| <b>Community Assets</b>   | <b>373,327</b>    | <b>182,636</b>      | <b>12,643</b>  | <b>75,858</b>  | <b>91,318</b>  | <b>15,460</b>   | <b>182,636</b>     |
| Community Facilities  | 309,697           | 119,308             | 7,960          | 47,757         | 59,654         | 11,897          | 119,308            |
| Halls   | 209,176           | 1,474               | 107            | 644            | 737            | 93              | 1,474              |
| Centres   | 19,452            | 17,540              | 1,288          | 7,726          | 8,770          | 1,044           | 17,540             |
| Crèches   | 104               | 755                 | 8              | 51             | 378            | 327             | 755                |
| Clinics/Care Centres  | 6,934             | 15,304              | 602            | 3,610          | 7,652          | 4,042           | 15,304             |
| Fire/Ambulance Stations   | 3,272             | 3,423               | 233            | 1,397          | 1,711          | 314             | 3,423              |
| Testing Stations  | 653               | 959                 | 51             | 304            | 480            | 176             | 959                |
| Museums   | 215               | 243                 | 18             | 107            | 122            | 15              | 243                |
| Libraries   | 3,979             | 4,237               | 350            | 2,101          | 2,119          | 18              | 4,237              |
| Cemeteries/Crematoria   | 6,073             | 6,855               | 502            | 3,015          | 3,427          | 413             | 6,855              |
| Police  | 358               | 402                 | 30             | 179            | 201            | 22              | 402                |
| Public Open Space   | 17,644            | 20,815              | 1,439          | 8,634          | 10,407         | 1,773           | 20,815             |
| Nature Reserves   | 4,231             | 2,823               | 176            | 1,055          | 1,412          | 356             | 2,823              |
| Public Ablution Facilities  | 63                | 81                  | 5              | 30             | 41             | 10              | 81                 |
| Markets   | 9,621             | 10,558              | 842            | 5,050          | 5,279          | 229             | 10,558             |
| Stalls  | 1,656             | 1,994               | 137            | 825            | 997            | 172             | 1,994              |
| Airports  | 16,076            | 19,255              | 1,337          | 8,025          | 9,627          | 1,603           | 19,255             |
| Taxi Ranks/Bus Terminals  | 10,190            | 12,588              | 834            | 5,005          | 6,294          | 1,290           | 12,588             |
| Sport and Recreation Facilities   | 63,629            | 63,328              | 4,683          | 28,101         | 31,664         | 3,563           | 63,328             |
| Indoor Facilities   | 573               | 821                 | 48             | 285            | 410            | 125             | 821                |
| Outdoor Facilities  | 63,056            | 62,508              | 4,636          | 27,815         | 31,254         | 3,438           | 62,508             |
| <b>Heritage assets</b>  | <b>—</b>          | <b>—</b>            | <b>—</b>       | <b>—</b>       | <b>—</b>       | <b>—</b>        | <b>—</b>           |
| <b>Investment properties</b>  | <b>5,723</b>      | <b>5,883</b>        | <b>472</b>     | <b>2,832</b>   | <b>2,942</b>   | <b>110</b>      | <b>5,883</b>       |
| Revenue Generating  | 5,723             | —                   | 472            | 2,832          | 2,942          | 110             | —                  |
| Improved Property   | 5,723             | —                   | 472            | 2,832          | 2,942          | 110             | —                  |
| Non-revenue Generating  | —                 | 5,883               | —              | —              | —              | —               | 5,883              |
| Improved Property   | —                 | 5,883               | —              | —              | —              | —               | 5,883              |
| <b>Other assets</b>   | <b>80,981</b>     | <b>99,437</b>       | <b>6,412</b>   | <b>38,472</b>  | <b>49,310</b>  | <b>10,838</b>   | <b>99,437</b>      |
| Operational Buildings   | 63,509            | 71,632              | 4,977          | 29,860         | 35,723         | 5,862           | 71,632             |
| Municipal Offices   | 48,712            | 56,174              | 4,078          | 24,465         | 27,994         | 3,528           | 56,174             |
| Pay/Enquiry Points  | 189               | 229                 | 16             | 97             | 114            | 17              | 229                |
| Workshops   | 21                | 25                  | 2              | 10             | 13             | 2               | 25                 |
| Stores  | 515               | 637                 | 47             | 282            | 318            | 37              | 637                |
| Training Centres  | 70                | 87                  | 6              | 35             | 43             | 9               | 87                 |
| Depots  | 14,002            | 14,481              | 829            | 4,971          | 7,240          | 2,269           | 14,481             |
| Housing   | 17,472            | 27,805              | 1,435          | 8,611          | 13,587         | 4,976           | 27,805             |
| Staff Housing   | 2,211             | 2,555               | 184            | 1,107          | 1,277          | 171             | 2,555              |
| Social Housing  | 15,261            | 25,250              | 1,251          | 7,505          | 12,310         | 4,805           | 25,250             |
| <b>Biological or Cultivated Assets</b>  | <b>29</b>         | <b>39</b>           | <b>2</b>       | <b>12</b>      | <b>19</b>      | <b>7</b>        | <b>39</b>          |
| Biological or Cultivated Assets   | 29                | 39                  | 2              | 12             | 19             | 7               | 39                 |
| <b>Intangible Assets</b>  | <b>57,141</b>     | <b>78,198</b>       | <b>5,180</b>   | <b>31,083</b>  | <b>38,999</b>  | <b>7,916</b>    | <b>78,198</b>      |
| Servitudes  | —                 | —                   | —              | —              | —              | —               | —                  |
| Licences and Rights   | 57,141            | 78,198              | 5,180          | 31,083         | 38,999         | 7,916           | 78,198             |
| Computer Software and Applications  | 57,141            | 78,198              | 5,180          | 31,083         | 38,999         | 7,916           | 78,198             |
| <b>Computer Equipment</b>   | <b>60,204</b>     | <b>64,003</b>       | <b>4,843</b>   | <b>29,059</b>  | <b>31,872</b>  | <b>2,813</b>    | <b>64,003</b>      |
| Computer Equipment  | 60,204            | 64,003              | 4,843          | 29,059         | 31,872         | 2,813           | 64,003             |
| <b>Furniture and Office Equipment</b>   | <b>52,128</b>     | <b>32,563</b>       | <b>4,679</b>   | <b>27,203</b>  | <b>17,068</b>  | <b>(10,135)</b> | <b>32,563</b>      |
| Furniture and Office Equipment  | 52,128            | 32,563              | 4,679          | 27,203         | 17,068         | (10,135)        | 32,563             |
| <b>Machinery and Equipment</b>  | <b>64,244</b>     | <b>70,950</b>       | <b>4,996</b>   | <b>29,975</b>  | <b>35,475</b>  | <b>5,500</b>    | <b>70,950</b>      |
| Machinery and Equipment   | 64,244            | 70,950              | 4,996          | 29,975         | 35,475         | 5,500           | 70,950             |
| <b>Transport Assets</b>   | <b>325,113</b>    | <b>100,206</b>      | <b>2,641</b>   | <b>15,848</b>  | <b>49,955</b>  | <b>34,107</b>   | <b>100,206</b>     |
| Transport Assets  | 325,113           | 100,206             | 2,641          | 15,848         | 49,955         | 34,107          | 100,206            |
| <b>Land</b>   | <b>22,247</b>     | <b>14,164</b>       | <b>1,848</b>   | <b>11,087</b>  | <b>7,081</b>   | <b>(4,006)</b>  | <b>14,164</b>      |
| Land  | 22,247            | 14,164              | 1,848          | 11,087         | 7,081          | (4,006)         | 14,164             |
| <b>Total Depreciation</b>   | <b>2,043,910</b>  | <b>1,957,156</b>    | <b>122,546</b> | <b>734,407</b> | <b>978,578</b> | <b>244,171</b>  | <b>1,957,156</b>   |

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

| TSH City Of Tshwane - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M06 December |                   |                     |                |                |                |               |                    |
|---|-------------------|---------------------|----------------|----------------|----------------|---------------|--------------------|
| Description   | 2017/18           | Budget Year 2018/19 |                |                |                |               |                    |
|   | Unaudited Outcome | Original Budget     | Monthly actual | YearTD actual  | YearTD budget  | YTD variance  | Full Year Forecast |
| R thousands   |                   |                     |                |                |                |               |                    |
| <b>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</b>   |                   |                     |                |                |                |               |                    |
| <b>Infrastructure</b>   | <b>523,664</b>    | <b>213,541</b>      | <b>15,358</b>  | <b>94,282</b>  | <b>136,618</b> | <b>42,337</b> | <b>213,541</b>     |
| Roads Infrastructure  | 484,794           | 151,049             | 12,364         | 86,889         | 99,343         | 12,454        | 151,049            |
| Roads   | 426,240           | 91,049              | 4,596          | 71,279         | 86,068         | 14,788        | 91,049             |
| Road Structures   | 58,554            | 60,000              | 7,768          | 15,610         | 13,275         | (2,335)       | 60,000             |
| Storm water Infrastructure  | –                 | 1,500               | –              | –              | 2,000          | 2,000         | 1,500              |
| Storm water Conveyance  | –                 | 1,500               | –              | –              | 2,000          | 2,000         | 1,500              |
| Electrical Infrastructure   | 3,902             | 9,000               | 436            | 4,835          | 1,996          | (2,839)       | 9,000              |
| MV Networks   | –                 | 2,000               | –              | –              | –              | –             | 2,000              |
| LV Networks   | 3,902             | 7,000               | 436            | 4,835          | 1,996          | (2,839)       | 7,000              |
| Water Supply Infrastructure   | 157               | 17,000              | –              | –              | 4,680          | 4,680         | 17,000             |
| Water Treatment Works   | –                 | 15,000              | –              | –              | 480            | 480           | 15,000             |
| Bulk Mains  | –                 | 2,000               | –              | –              | –              | –             | 2,000              |
| Sanitation Infrastructure   | 6,040             | 14,992              | –              | –              | 13,600         | 13,600        | 14,992             |
| Waste Water Treatment Works   | 6,040             | 14,992              | –              | –              | 13,600         | 13,600        | 14,992             |
| Solid Waste Infrastructure  | 4,570             | 5,000               | –              | –              | –              | –             | 5,000              |
| Waste Drop-off Points   | 4,570             | 5,000               | –              | –              | –              | –             | 5,000              |
| Information and Communication Infrastructure  | 24,201            | 15,000              | 2,558          | 2,558          | 15,000         | 12,442        | 15,000             |
| Distribution Layers   | 24,201            | 15,000              | 2,558          | 2,558          | 15,000         | 12,442        | 15,000             |
| <b>Community Assets</b>   | <b>9,887</b>      | <b>71,180</b>       | <b>226</b>     | <b>226</b>     | <b>10,693</b>  | <b>10,467</b> | <b>71,180</b>      |
| Community Facilities  | 8,317             | 55,180              | 226            | 226            | 4,093          | 3,867         | 55,180             |
| Markets   | 2,499             | 2,500               | 226            | 226            | 553            | 327           | 2,500              |
| Airports  | 1,728             | 6,000               | –              | –              | 3,540          | 3,540         | 6,000              |
| Taxi Ranks/Bus Terminals  | –                 | 42,180              | –              | –              | –              | –             | 42,180             |
| Capital Spares  | –                 | 4,500               | –              | –              | –              | –             | 4,500              |
| Sport and Recreation Facilities   | 1,571             | 16,000              | –              | –              | 6,600          | 6,600         | 16,000             |
| Outdoor Facilities  | 1,571             | 16,000              | –              | –              | 6,600          | 6,600         | 16,000             |
| <b>Other assets</b>   | <b>13,087</b>     | <b>20,750</b>       | <b>–</b>       | <b>–</b>       | <b>300</b>     | <b>300</b>    | <b>20,750</b>      |
| Operational Buildings   | 13,087            | 20,750              | –              | –              | 300            | 300           | 20,750             |
| Municipal Offices   | 3,654             | 10,750              | –              | –              | 300            | 300           | 10,750             |
| Stores  | 9,434             | 10,000              | –              | –              | –              | –             | 10,000             |
| <b>Intangible Assets</b>  | <b>13,711</b>     | <b>4,000</b>        | <b>–</b>       | <b>–</b>       | <b>3,250</b>   | <b>3,250</b>  | <b>4,000</b>       |
| Licences and Rights   | 13,711            | 4,000               | –              | –              | 3,250          | 3,250         | 4,000              |
| Computer Software and Applications  | 13,711            | 4,000               | –              | –              | 3,250          | 3,250         | 4,000              |
| <b>Machinery and Equipment</b>  | <b>–</b>          | <b>5,000</b>        | <b>–</b>       | <b>–</b>       | <b>–</b>       | <b>–</b>      | <b>5,000</b>       |
| Machinery and Equipment   | –                 | 5,000               | –              | –              | –              | –             | 5,000              |
| <b>Transport Assets</b>   | <b>–</b>          | <b>37,000</b>       | <b>4,965</b>   | <b>6,243</b>   | <b>12,480</b>  | <b>6,237</b>  | <b>37,000</b>      |
| Transport Assets  | –                 | 37,000              | 4,965          | 6,243          | 12,480         | 6,237         | 37,000             |
| <b>Total Capital Expenditure on upgrading of existing assets</b>  | <b>562,992</b>    | <b>351,471</b>      | <b>20,549</b>  | <b>100,751</b> | <b>163,341</b> | <b>62,590</b> | <b>351,471</b>     |

**(s) Municipal Manager's quality certification**

**QUALITY CERTIFICATE**

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

Dr Moeketsi Mosola  
CITY MANAGER OF THE CITY OF TSHWANE

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

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