

SUBMISSION

GROUP FINANCIAL SERVICES DEPARTMENT: MUNICIPAL FINANCE MANAGEMENT ACT (MFMA)

IN-YEAR FINANCIAL REPORT (MONTHLY AND FOURTH-QUARTER BUDGET STATEMENT) FOR THE PERIOD ENDING 30 JUNE 2017 (PRELIMINARY RESULTS)

1. PURPOSE

This report provides information on progress in the financial performance of the City of Tshwane against the budget for the period ended 30 June 2017, in compliance with Section 52(d) and 71 of the MFMA.

2. STRATEGIC OBJECTIVE

To improve financial sustainability.

3. BACKGROUND

Sections 52(d) and 71 of the MFMA, as well as the Municipal Budget and Reporting Regulations, require that specific financial particulars on the implementation of the budget be reported in the format prescribed in order to meet legislative compliance.

Section 52(d) of the MFMA provides 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) further provides that “the accounting officer of a municipality must by no later than **10 working days** after the end of each month submit to the mayor of the municipality and the relevant treasury a statement in the prescribed format on the state of the municipality’s budget”.

In compliance with section 71(1), which relates to the reporting period ending on 30 June 2017, the reporting limit of ten working days expires on 14 July 2017.

It should be noted that this is a preliminary financial report for this period submitted to the Council in compliance with legislation. The financial year-end procedures which entail year-end accruals and year-end transactions such as depreciation, provision for leave, etc are to be finalised in period 13.

4. DISCUSSION

The overall aim of the in-year report is to provide a progress report on the City’s financial performance against the budget for the period ending 30 June 2017.

On 23 February 2017, Council approved adjustments to the 2016/17 Medium-term Revenue and Expenditure Framework (MTREF) for the City of Tshwane.

The attached in-year report (Annexure A) provides a high-level analysis as at 30 June 2017 in the prescribed format. Material variances will be briefly referred to in this report. Comprehensive explanations will be included in the monthly corporate financial report.

The table below summarises the financial performance from 1 July 2016 to 30 June 2017.

Summary Statement of Financial Performance:					
Description	Adjusted Budget 2016/17	YTD Adjusted Budget - 30 June 2017	YTD Actual - 30 June 2017	Variance	Variance
	R'000	R'000	R'000	R'000	%
Total Revenue By Source (Excluding Capital Transfers)	29 790 048	29 790 048	28 967 772	(822 276)	-3%
Total Operating Expenditure	28 651 835	28 651 835	26 640 342	(2 011 493)	-7,6%
SURPLUS/(DEFICIT)	1 138 213	1 138 213	2 327 429	1 189 217	

The operating revenue, excluding capital transfers and contributions to the City of Tshwane, reflects an unfavourable variance of R822 million or 3% against the YTD budget for the fourth quarter ended 30 June 2017.

The operating expenditure is underspent by R2 billion, which is 7% less than projected when compared to the YTD budget for the period.

The capital expenditure for the period amounts to R3,2 billion – 70% of the YTD budget, a variance of R1,4 billion or 30% against the YTD budget. The spending, excluding smart prepaid meters, represents 89%.

Cash and equivalents as at 30 June 2017 amount to R2 billion.

The following are impending shortfalls on revenue:

- An under-recovery of R77 million in Electricity revenue due to a decline in sales.
- An under-recovery of R156 million in water revenue, mainly due to the implementation of water restrictions.
- An under recovery on Gains on Disposal of PPE due to the smart meter contract which is under judicial review.

5. INTERDEPARTMENTAL AND CLUSTER IMPACT

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

6. COMMENTS OF THE GROUP LEGAL COUNSEL

For purposes of these comments, the purpose and contents of the report are considered. It transpires that the report complies with the requirements of Section 52(d) and 71 of the MFMA, with reference to the prescribed reporting responsibilities of the Executive Mayor and Accounting Officer as expounded in the report.

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

7. IMPLICATIONS

- Human resource implications

None

- Financial implications (budget and value for money)

This report incorporates information on the financial status for the period ended 30 June 2017. Upon receipt of the statement or report submitted by the Accounting Officer to the Executive Mayor in accordance with Section 71 of the MFMA, the Executive Mayor is obliged to take certain steps regarding “budgetary control and early identification of financial problems”, as determined in Section 54 of the MFMA. Furthermore, the Accounting Officer must report in writing to the municipal council the impending shortfalls, overspending and overdrafts in terms of Section 70 of the MFMA.

- Constitutional and legal factors

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

- Communication implications

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

- Previous Mayoral Committee resolutions

None

8. 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 of Section 52(d).

The operating revenue, excluding capital transfers and contributions to the City of Tshwane, reflects an unfavourable variance of R822 million or 2% against the YTD budget for the period ended 30 June 2017.

The operating expenditure is underspent by R2 billion, which is 7% less than projected when compared to the YTD budget for the period.

The capital expenditure for the period amounts to R3,2 billion, a variance of R1,4 million or 30% against the YTD projections.

The following departments project an overspending on the allocated budget at year-end, and they will submit a report thereon to the Mayoral Committee:

- The Regional Operations and Co-ordination Department projects overspending of R9,2 million.
- The Environment and Agricultural Management Department projects overspending of R10 million.
- The Group Legal Department projects overspending of R56,9 million, mainly on legal costs.

- Group Audit and Risk projects overspending of R90 million, mainly on forensic audit costs.
- Shared Services projects overspending of R163 million.
- The Metro Police projects over-expenditure of R103 million.

ANNEXURE

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

RECOMMENDED:

That it be recommended to the Mayoral Committee:

- i. That cognisance be taken of the contents of the report, as per Annexure A.
- ii. That it be noted that the report has been set up in compliance with Section 52 (d) and 71 of the MFMA and the Municipal Budget and Reporting Regulations.
- iii. That the impending shortfall on revenue and overspending on the budget, as highlighted in the report, be addressed in terms of Section 70(1) (a-b) of the MFMA.
- iv. That the Departments that overspent on their allocated budget submit a report on the unauthorised expenditure to Council, and that such reports be dealt with in terms of Section 29 and 32 and Circular 68 of the MFMA.
- v. That this statement be submitted to the National Treasury and the Provincial Treasury in both signed-document and electronic format.

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

GROUP FINANCIAL SERVICES
MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): IN-YEAR FINANCIAL REPORT (MONTHLY AND THIRD QUARTER BUDGET STATEMENT) FOR THE PERIOD ENDING 30 JUNE 2017.

REPORT CHECKED AND PASSED FOR SUBMISSION TO:	Comments, if any, on the report
Executive Director: Budget Office NM Mokete SIGNATURE: DATE:	
Acting Executive Director: Financial Reporting and Assets T Ngwenya SIGNATURE: DATE:	
Executive Director: Treasury Office KC Thipe SIGNATURE: DATE:	
Executive Director: Revenue Management D Pillay SIGNATURE: DATE:	
Head of Department: Acting Chief Financial Officer U Banda SIGNATURE: DATE:	
MMC: Finance Mare-Lise Fourie SIGNATURE: DATE:	



IN-YEAR REPORT

BUDGET YEAR: 2016/17

REPORTING PERIOD: M12 JUNE 2017

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PART 1: IN-YEAR REPORT

1.1 Mayor's report

On 23 February 2017, Council approved the adjustments to the Medium-term Revenue and Expenditure Framework (MTREF) for the 2016/17 financial year. This gives effect to the financial plan of the City of Tshwane, which includes the three municipal entities.

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

1.2 Recommendations

That it be recommended to the Mayoral Committee:

- i. That the contents of the report, as per Annexure A, be noted.
- ii. That it be noted that the report has been set up in compliance with Sections 52(d) and 71 of the MFMA and the Municipal Budget and Reporting Regulations.
- iii. That the impending shortfall on revenue and overspending on the budget, as highlighted in the report, be addressed in terms of Section 70(1)(a-b) of the MFMA.
- iv. That the Departments that incurred an overspending on their allocated budget submit a report on Unauthorised expenditure to Council, and such report be dealt with in terms of section 29, 32 and Circular 68 of the MFMA.
- v. That this statement be submitted to the National Treasury and the Provincial Treasury in both signed-document and electronic format.

1.3 Executive summary

The financial results of the City of Tshwane for the period ended 30 June 2017 are summarised as follows:

Consolidated monthly budget statement – Financial Performance

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

- Revenue by source
- Expenditure by type
- Transfers recognised

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

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

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

TSH City Of Tshwane - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Description	Ref	2015/16	Budget Year 2016/17					
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue By Source								
Property rates		5,383,819	5,764,124	5,884,124	5,973,543	89,419	2%	5,973,543
Service charges - electricity revenue		9,340,209	11,360,246	10,853,364	10,776,175	(77,189)	-1%	10,853,364
Service charges - water revenue		3,128,469	3,995,130	3,565,712	3,409,431	(156,281)	-4%	3,565,712
Service charges - sanitation revenue		760,693	949,597	849,591	851,015	1,424	0%	851,015
Service charges - refuse revenue		1,128,046	1,205,390	1,225,390	1,260,456	35,066	3%	1,260,456
Service charges - other		232,687	209,560	271,560	315,182	43,622	16%	315,182
Rental of facilities and equipment		135,349	136,321	141,383	133,048	(8,335)	-6%	141,383
Interest earned - external investments		57,274	43,089	45,089	104,413	59,324	132%	104,413
Interest earned - outstanding debtors		406,006	238,451	445,861	616,771	170,910	38%	616,771
Fines		313,549	198,658	303,348	301,621	(1,727)	-1%	303,348
Licences and permits		48,743	60,564	50,895	49,266	(1,629)	-3%	50,895
Agency services		279	9,299	—	—	—	—	—
Transfers recognised - operational		3,518,256	4,240,323	4,206,723	4,172,272	(34,451)	-1%	4,206,723
Other revenue		1,027,750	1,799,117	997,007	1,001,709	4,702	0%	1,001,709
Gains on disposal of PPE		165,268	—	950,000	2,870	(947,130)	-100%	2,870
Total Revenue (excluding capital transfers and contributions)		25,646,399	30,209,869	29,790,048	28,967,772	(822,276)	-3%	29,247,384
Expenditure By Type								
Employee related costs		7,472,284	7,825,169	8,032,194	7,867,007	(165,186)	-2%	8,032,194
Remuneration of councillors		112,443	125,834	125,828	121,461	(4,367)	-3%	125,828
Debt impairment		1,278,920	908,053	1,065,302	1,150,891	85,589	8%	1,150,891
Depreciation & asset impairment		1,437,059	1,258,208	1,512,927	1,527,040	14,112	1%	1,527,040
Finance charges		1,137,968	1,057,982	1,284,416	1,253,459	(30,957)	-2%	1,284,416
Bulk purchases		8,728,503	9,956,609	9,753,809	8,920,781	(833,028)	-9%	9,753,809
Other materials		227,064	283,940	269,800	229,603	(40,197)	-15%	269,800
Contracted services		3,180,721	2,743,440	2,714,913	2,764,658	49,746	2%	2,764,658
Transfers and grants		23,265	288,055	282,780	(61,763)	(344,544)	-122%	282,780
Other expenditure		4,086,889	3,834,659	3,609,864	2,863,316	(746,548)	-21%	3,609,864
Loss on disposal of PPE		104,842	1	1	3,889	3,888	388780%	3,889
Total Expenditure		27,789,957	28,281,950	28,651,835	26,640,342	(2,011,493)	-7%	28,805,170
Surplus/(Deficit)		(2,143,559)	1,927,919	1,138,213	2,327,429	1,189,217	0	442,214
Transfers recognised - capital		2,452,210	2,370,209	2,416,086	2,285,866	(130,220)	(0)	2,416,086
Surplus/(Deficit) after capital transfers & contributions		308,651	4,298,127	3,554,299	4,613,296			2,858,300
Taxation		23	500	500	492	(8)	(0)	500
Surplus/(Deficit) after taxation		308,628	4,297,627	3,553,799	4,612,804			2,857,800
Surplus/(Deficit) attributable to municipality		308,628	4,297,627	3,553,799	4,612,804			2,857,800
Surplus/ (Deficit) for the year		308,628	4,297,627	3,553,799	4,612,804			2,857,800

The YTD actual revenue amounts to R28,9 billion and reflects an unfavourable variance of R822 million or 3% against the YTD budget of R29,8 billion.

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

- Service charges: Electricity Revenue (R77 million unfavourable) – due to a decline in sales.
- Service charges: Water (R156 million unfavourable) – due to a decline in usage, mainly as a result of the implementation of water restrictions. The corresponding under-expenditure is reflected in bulk purchases.
- Rental of Facilities and Equipment (R8,3 million unfavourable) – due to the expiry of contracts for business leases and non-payment by tenants. The City discovered that some tenants had long vacated the buildings and decided to sublet them to other businesses for a rental fee, which is supposed to come to the City. Approximately 185 expired leases have been assessed, with the intention of entering into three-year contracts with whoever are occupying these properties and legitimising their occupation.
- Fines (R1,7 million unfavourable) – this revenue relates to by-law fines (mainly parking fines) and is dependent on the willingness of the public to pay their fines. The dedicated parking areas in town are also not clearly marked, which also contributes to by-laws not being enforced.

- Licences and Permits (R1,6 million unfavourable) – mainly due to a decline in applications.
- Transfers Recognised: Operational (R34,4 million unfavourable) – mainly due to an underspending on the Housing Top Structure Grant. The grant is recognised as revenue, based on actual expenditure incurred for the period. A rollover will be requested once all year-end transactions are processed.
- Gains on Disposal of PPE (R947 million unfavourable) – this relates to smart meter projects; the contract is currently under judicial review.

The YTD actual expenditure amounts to R26,6 billion and indicates an underspending variance of R2 billion or 7% against the YTD budget of R28,6 billion.

The variances regarding expenditure against the total allocated budget are mainly on the following items:

- Employee-related Costs (R165 million underspent) – underspending relates mainly to leave provision and post-employment pension benefits. Expenditure will be posted once all year-end transactions are finalised.
- Debt Impairment (R86 million over budget) – due to the low revenue collection rate by the municipal entity Sandspruit Works Association.
- Depreciation (R37 million over budget) – The calculation is aligned to the asset verification and purification process.
- Finance Charges (R38 million underspent) – The interest rate on swaps line item was over-budgeted, based on historical data.
- Bulk Purchases (R833 million underspent) – as a result of outstanding invoices from Eskom that still needs to be paid.
- Other Materials (R42 million underspent) – mainly due to underspending on coal, chemicals and stationery. Coal orders have been placed with the suppliers, and we are still waiting for delivery.
- Contracted Services (R41 million over budget) – mainly on the following line items:
 - Watchman Services is overspent by R50 million. The increased scope of work for the security services tender was never reviewed. Payments of irregular ad hoc services which were not part of the scope of work. Also, the protection of electrical infrastructure contract was inherited from the Utility Services Department without budget allocation.
 - Legal Costs is overspent by R57 million due to an increase in the number of litigations, and the line items is also dependant on cases lost or defended successfully.
 - Prepaid Commission is overspent by R97 million due to third-party vendor payment. This line item is determined by payments received from the third party vendors to sell electricity to prepaid clients on behalf of the City.
 - Household Refuse Removal is overspent by R9 million due to insufficient budget provision.
 - Prevention of Illegal Land Invasion is overspent by R7,4 million due to insufficient provision for the demolishing of structures.
- Transfers and Grants (R345 million underspent) – reversal of an accrual for invoices that were not paid in the 2015/16 financial year.

- Other Expenditure (R750 million underspent) – mainly due to underspending on the following line items:
 - Housing Top Structures is underspent by R131 million, as a result of delays in some of the projects caused by work stoppages of subcontractors who demand higher rates, and the enrolment of projects with the National Home Builders Registration Council (NHBRC) by the Gauteng Government.
 - Leased Buildings – underspent by R7 million due to delays in the creation of purchase orders and rental payments still to be effected. The average rental payment on leased buildings is R26 million per month.
 - Rental of Plant and Equipment is underspent by R8,5 million – not all expenses and invoices for June have been processed yet.
 - Gautrans is underspent by R11,9 million due to the changes in the preliminary design and the revision of scope for the project. A service provider has recently been appointed for the project. The balance will be requested to be rolled over, as it will not be spent by the year-end.
 - Insurance Premiums and Excesses is underspent by R21 million. Departments could not finalise Opex claims, as they were not linked to insurance projects on E-Procurement, and were unable to create purchase requisitions.
 - Repairs and Maintenance – Building is underspent by R28 million due to the delay in finalising the draft maintenance plan.
 - Repairs and Maintenance – Grounds is underspent by R29 million due to the delays in the creation of purchase orders.
 - The Leased Vehicles (VAT) and Leased Expenditure Reclassification line items are underspent by R82,6 million due to outstanding year-end transactions on leases.

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

Table C3 of the attached annexures indicates that the Metro Police Department has exceeded the allocated budget – over-expenditure of R103 million, mainly on Watchmen Services and Prevention of Illegal Land Invasion. A report was submitted to the Mayoral Committee, requesting approval for the over-expenditure.

The following departments are projecting an overspending on the allocated budget at year-end, and they must submit a report to the Mayoral Committee:

- Regional Operations and Co-ordination projects overspending of R9,2 million, mainly on household refuse removal, due to under-provision.
- Environment and Agricultural Management projects an overspending of R10 million – mainly on the rental of plant and equipment due to unplanned costs that were incurred in implementing Emergency Services' recovery contingency plan.
- The Group Legal Department is projecting an overspending of R56,9 million mainly on legal costs.
- Group Audit and Risk projects an overspending of R90 million mainly on forensic audit costs. A report was submitted to the Mayoral Committee, which is requesting approval for the over-expenditure.
- Shared Services projects an overspending of R163 million due to under-provision on new additional vehicles and removing vehicles from the fleet which were on ad hoc and short-term rentals that did not take place as planned.

The departments will be submitting a report in terms of Section 29, 32 and 70(1) of the MFMA to seek Council's approval for unforeseen and unavoidable deviations (excess/under expenditures and over/under-recovery of income) and to indicate where corresponding savings are available to cover such deviations on the approved budget.

In terms of National Treasury Circular 68, cognisance of the following should be taken and be applied:

(Unaltered)

“Overspending of the Budget

Unauthorised expenditure

Unauthorised expenditure is defined in section 1 of the MFMA as follows:

“Unauthorised expenditure”, in relation to a municipality, means any expenditure incurred by a municipality otherwise than in accordance with section 15 or 11(3), and includes –

- a) overspending of the total amount appropriated in the municipality's approved budget;*
- (b) overspending of the total amount appropriated for a vote in the approved budget;*
- (c) expenditure from a vote unrelated to the department or functional area covered by the vote;*
- (d) expenditure of money appropriated for a specific purpose, other than for that specific purpose;*
- (e) spending of an allocation referred to in paragraph (b), (c) or (d) of the definition of “allocation” otherwise than in accordance with any conditions of the allocation; or*
- (f) a grant by the municipality otherwise than in accordance with this Act.*

Overspending must also be determined in relation to each of the votes on both the operational budget and the capital budget. Where Council has approved a virement policy that allows the accounting officer to make limited shifts of funds between votes, must also be taken into account.

It follows that only the council may authorise instances of unauthorised expenditure and Council must do so through an adjustment budget. This principle is further reiterated in section 32(2)(a)(i) of the MFMA, read with Regulation 25 of the MBRR which states that unauthorised expenditure must be authorised by the municipality in an adjustments budget that is approved by the municipal council. This is the rationale for the provisions in Regulation 23(6) of the MBRR which provides the legal framework for the authorisation of unauthorised expenditure.

Expenditure that is NOT classified as unauthorised

Given the definition of unauthorised expenditure, the following are examples of expenditures that are NOT unauthorised expenditure:

- (i) Any over-collection on the revenue side of the budget as this is not an expenditure; and*
- (ii) Any expenditure incurred in respect of:*
 - any of the transactions mentioned in section 11(1)(a) to (j) of the MFMA;*
 - re-allocation of funds and the use of such funds in accordance with a Council-approved virement policy;*

- *overspending of an amount allocated by standard classification on the main budget (budgeted financial performance: revenue and expenditure by standard classification), as long as it does not result in overspending of a 'vote' on the main budget (budgeted financial performance: revenue and expenditure by municipal vote) and (budgeted financial performance: revenue and expenditure (read in conjunction with supporting Table SA1) of the MBRR; and*
- *overspending of an amount allocated by standard classification on the main budget (budgeted capital expenditure) by vote.*

Unauthorised expenditure

In considering authorisation of (unauthorised) expenditure, Council must consider the following factors:

- (i) Has the matter been referred to Council for a determination and decision?*
- (ii) Has the nature, extent, grounds and value of the unauthorised expenditure been submitted to Council?*
- (iii) Has the incident been referred to a Council committee for investigation and recommendations?*
- (iv) Has it been established whether the accounting officer or official or public office-bearer that made, permitted or authorised the unauthorised expenditure acted deliberately or in a negligent or grossly negligent manner?*
- (v) Has the accounting officer informed Council, the mayor or the executive committee that a particular decision would result in unauthorised expenditure as per section 32(3) of the MFMA?*
- (vi) Are there good grounds shown as to why an unauthorised expenditure should be authorised? For example:*
 - *the mayor, accounting officer or official was acting in the best interests of the municipality and the local community by making and permitting unauthorised expenditure;*
 - *the mayor, accounting officer or official was acting in good faith when making and permitting unauthorised expenditure; and*
 - *the municipality has not suffered any material loss as a result of the action.*

In these instances, the Council may authorise the unauthorised expenditure. If unauthorised expenditure is approved by Council, there would be no further consequences for the political office-bearers or officials involved in the decision to incur the expenditure."

Summary of capital expenditure

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

The summary table below indicates the actual YTD spending of R3,2 billion and a variance of R1,4 billion or 30% against the YTD budget.

Summary statement of Capital Expenditure:						
Description	Adjusted Budget	YTD Adjusted Budget - 30 June 2017	YTD Actual - 30 June 2017	Variance	Variance	% Spent
	R'000	R'000	R'000	R'000	%	%
TOTAL Capital Expenditure	4 524 586	4 524 586	3 167 429	(1 357 158)	-30%	70%
TOTAL Capital Financing	4 524 586	4 524 586	3 167 429	(1 357 158)	-30%	70%

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. Expenditure for the period ended 30 June 2017 amounts to R3,2 billion against the projection of R4,5 billion, reflecting a variance of R1,4 billion or 30%. The total percentage spent against the total budget amounts to 70%. The spending, excluding smart prepaid meters, represents 89%.

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

Chart C1: 2016/17 capital expenditure (monthly trend: actual vs target)

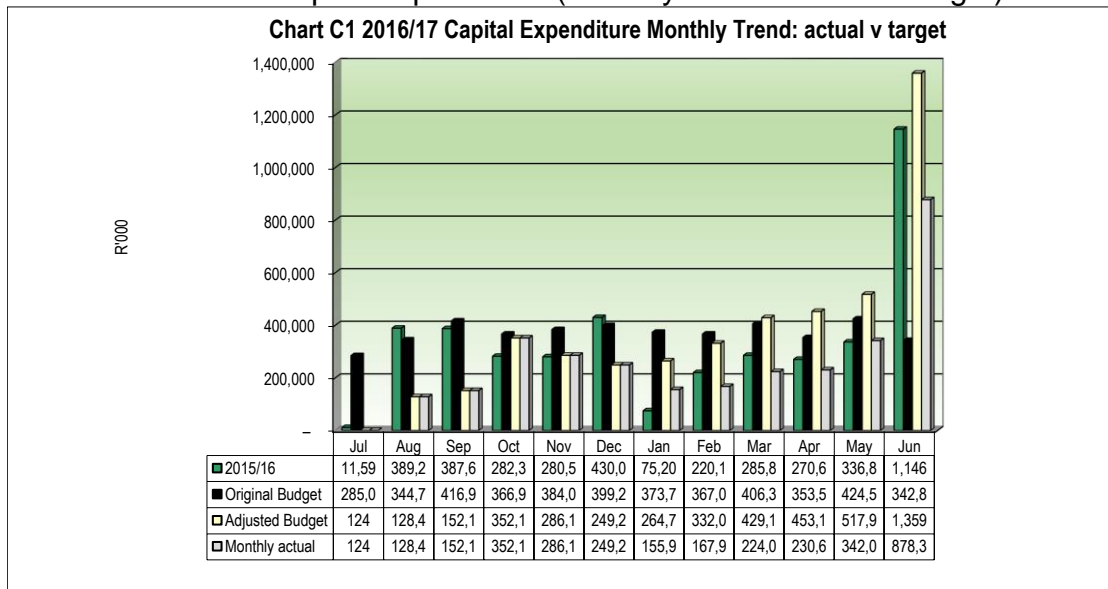
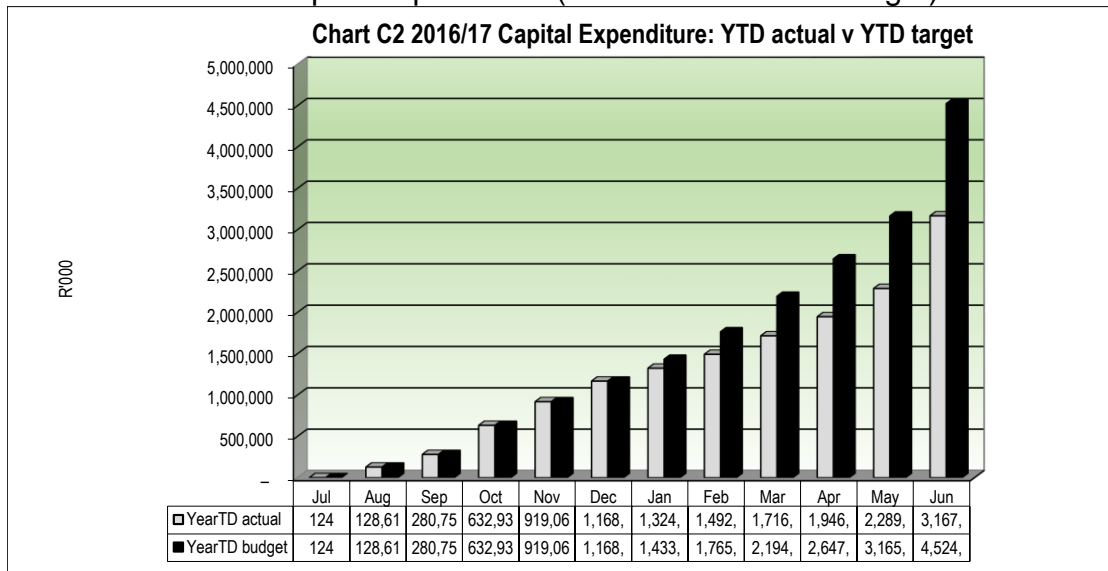


Chart C2: 2016/17 capital expenditure (YTD actual vs YTD target)



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

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

Financial position

The financial position, as indicated in Table C1, shows that community wealth/equity of the City of Tshwane, as at 30 June 2017, amounts to R23,1 billion against the adjusted budget of R22,4 million. Details relating 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 to GRAP 1.

Cash flow

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

- The closing balance of Cash and Cash Equivalents at the end of June 2017 amounts to R2 billion (this amount includes the sinking fund).
- The cash flow from operating activities is R3 billion compared to the target of R5,5 billion.
- The cash flow from investing activities amounts to R2,7 billion compared to a target of R4,7 billion, due to underspending on capital expenditure.
- The cash flow from financing activities amounts to R525 million compared to a target of R387 million (includes net borrowing).

Debtors' age analysis

The debtors' report, as reflected in Table C1 and SC3, has been prepared based on the format required to be lodged electronically with the National Treasury. This format provides an extended age analysis, as well as an age analysis by debtor type. It also compares this month's results with the same period of the previous financial year. Table C1 and Table SC3 indicate that total debtors amount to R9,4 billion.

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

An amount of R4,9 billion is outstanding in this category compared to R4,1 billion outstanding in the 2015/16 financial year.

Chart C3: Aged consumer debtors' analysis

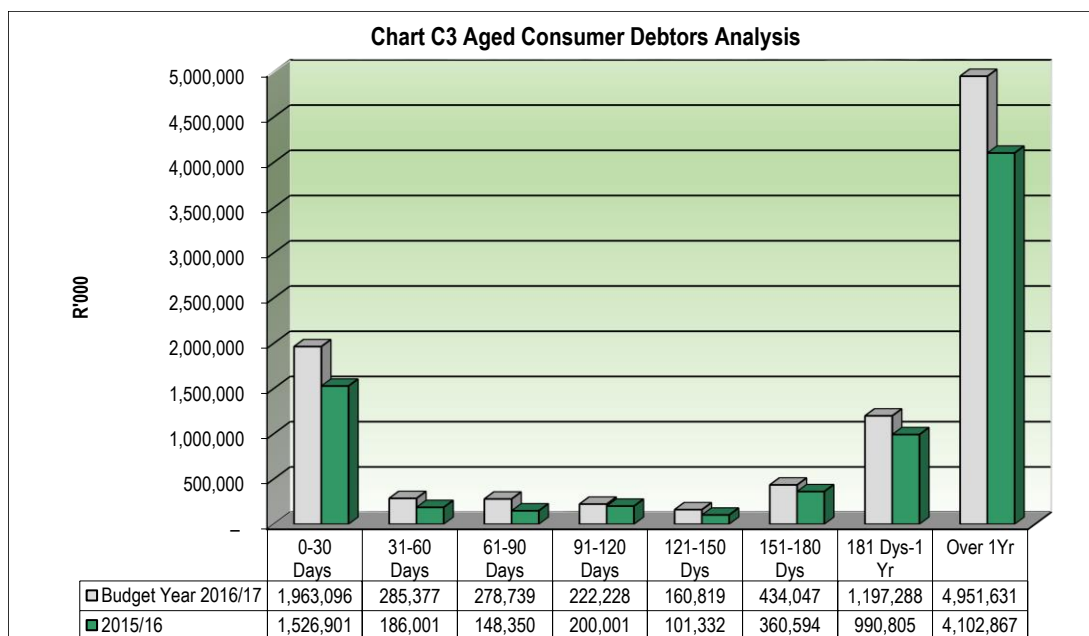
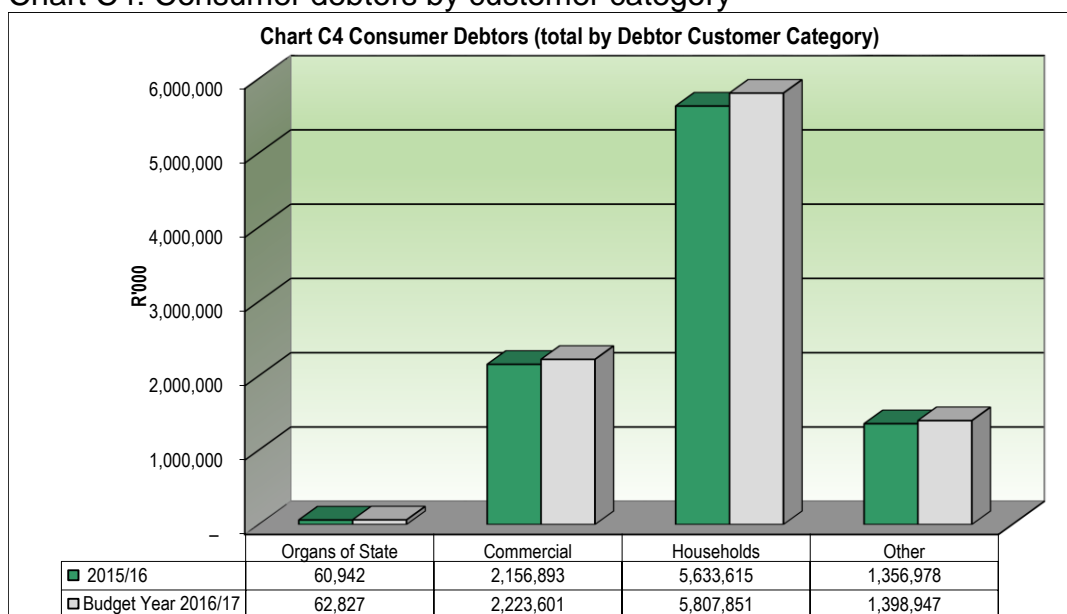


Chart C4 below shows that the increase in the customer category is attributable to households, which reflect an increase of R174 million compared to the previous financial year.

Chart C4: Consumer debtors by customer category

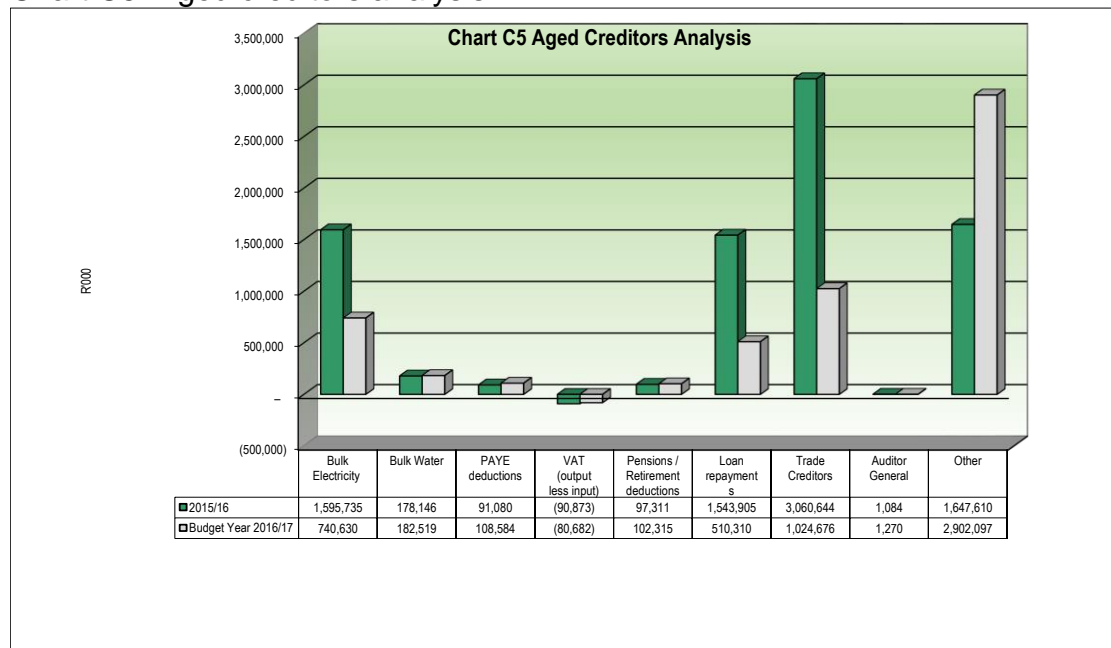


Creditors' age analysis

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

The chart compares this month's results with the previous financial year's, 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, includes information that is consistent with the requirements of the Municipal Investment Regulations of 2005 issued by the National Treasury. It 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 R1,7 billion.

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

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

As at 30 June 2017, the receipts total R6,7 billion against the YTD budget of R6,6 billion.

Table SC7 (1) indicates the expenditure incurred against each allocation for the reporting period. The disclosure on the transfer and grant expenditure table reflects the recognition of expenditures, amounting to R6,5 billion against the YTD budget of R6,6 billion.

Expenditure on councillor and staff benefits (Table SC8)

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

Parent municipality 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 three municipal entities as indicated in Table SC11:

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

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

Performance indicators (Table SC2)

The performance indicators table reflects various ratios, such as –

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

1.4 In-year budget statement tables

The financial results for the period ended 30 June 2017 are reflected in Table C1 to C7 hereafter, followed by the supporting documents contained in Table SC1 to SC13 (d).

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

TSH City Of Tshwane - Table C1 Consolidated Monthly Budget Statement Summary - M12 June

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	5,383,819	5,764,124	5,884,124	570,665	5,973,543	5,884,124	89,419	2%	5,973,543
Service charges	14,590,105	17,719,923	16,765,617	1,237,200	16,612,258	16,765,617	(153,359)	-1%	16,845,728
Investment revenue	57,274	43,089	45,089	19,998	104,413	45,089	59,324	132%	104,413
Transfers recognised - operational	3,518,256	4,240,323	4,206,723	33,102	4,172,272	4,206,723	(34,451)	-1%	4,206,723
Other own revenue	2,096,944	2,442,410	2,888,495	359,972	2,105,285	2,888,495	(783,210)	-27%	2,116,976
Total Revenue (excluding capital transfers and contributions)	25,646,399	30,209,869	29,790,048	2,220,936	28,967,772	29,790,048	(822,276)	-3%	29,247,384
Employee costs	7,472,284	7,825,169	8,032,194	742,783	7,867,007	8,032,194	(165,186)	-2%	8,032,194
Remuneration of Councillors	112,443	125,834	125,828	10,588	121,461	125,828	(4,367)	-3%	125,828
Depreciation & asset impairment	1,437,059	1,258,208	1,512,927	214,308	1,527,040	1,512,927	14,112	1%	1,527,040
Finance charges	1,137,968	1,057,982	1,284,416	460,749	1,253,459	1,284,416	(30,957)	-2%	1,284,416
Materials and bulk purchases	8,955,567	10,240,550	10,023,609	1,030,791	9,150,384	10,023,609	(873,225)	-9%	10,023,609
Transfers and grants	23,265	288,055	282,780	19,592	(61,763)	282,780	(344,544)	-122%	282,780
Other expenditure	8,651,371	7,486,153	7,390,080	825,441	6,782,754	7,390,080	(607,326)	-8%	7,529,303
Total Expenditure	27,789,957	28,281,950	28,651,835	3,304,252	26,640,342	28,651,835	(2,011,493)	-7%	28,805,170
Surplus/(Deficit)	(2,143,559)	1,927,919	1,138,213	(1,083,316)	2,327,429	1,138,212	1,189,217	104%	442,214
Transfers recognised - capital	2,452,210	2,370,209	2,416,086	556,861	2,285,866	2,416,086	(130,220)	-5%	2,416,086
Contributions & Contributed assets	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	308,651	4,298,127	3,554,299	(526,455)	4,613,296	3,554,299	1,058,997	30%	2,858,300
Surplus/ (Deficit) for the year	308,651	4,298,127	3,554,299	(526,455)	4,613,296	3,554,299	1,058,997	30%	2,858,300
Capital expenditure & funds sources									
Capital expenditure	3,968,594	4,465,209	4,524,586	878,364	3,167,429	4,524,586	(1,357,158)	-30%	4,524,586
Capital transfers recognised	2,444,971	2,359,950	2,405,828	550,785	2,270,050	2,405,828	(135,777)	-6%	2,405,828
Public contributions & donations	155,127	110,000	110,000	34,138	97,926	110,000	(12,074)	-11%	110,000
Borrowing	1,194,839	1,010,259	1,010,259	284,607	770,534	1,010,259	(239,725)	-24%	1,010,259
Internally generated funds	173,657	985,000	998,500	8,834	28,919	998,500	(969,581)	-97%	998,500
Total sources of capital funds	3,968,594	4,465,209	4,524,586	878,364	3,167,429	4,524,586	(1,357,158)	-30%	4,524,586
Financial position									
Total current assets	5,430,594	7,720,990	6,955,260		8,036,297				6,955,260
Total non current assets	36,505,276	41,070,534	37,897,828		38,537,356				37,897,828
Total current liabilities	9,042,127	6,865,941	7,192,576		8,345,333				7,192,576
Total non current liabilities	14,214,969	15,518,491	15,285,350		15,080,869				15,285,350
Community wealth/Equity	18,678,774	26,407,092	22,375,161		23,147,452				22,375,161
Cash flows									
Net cash from (used) operating	3,175,968	5,692,612	5,546,073	749,309	2,979,781	5,546,073	2,566,292	46%	5,546,073
Net cash from (used) investing	(3,297,106)	(4,881,039)	(4,727,190)	(808,123)	(2,661,041)	(4,727,190)	(2,066,150)	44%	(3,777,190)
Net cash from (used) financing	706,669	305,283	386,760	1,009,304	524,667	386,760	(137,907)	-36%	386,760
Cash/cash equivalents at the month/year end	1,186,049	3,129,652	2,383,648	—	2,029,456	2,383,648	354,192	15%	3,341,691
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	1,963,096	285,377	278,739	222,228	160,819	434,047	1,197,288	4,951,631	9,493,225
Creditors Age Analysis									
Total Creditors	5,491,721	—	—	—	—	—	—	—	5,491,721

Note: The surplus for the year in Table C1, differs from that in Table C4, because in Table C1 the taxation is excluded, whereas in Table C4 it has been included.

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

TSH City Of Tshwane - Table C2 Consolidated Monthly Budget Statement - Financial Performance (standard classification) - M12 June

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
Governance and administration		9 114 360	9 410 674	9 631 637	648 454	9 911 421	9 631 637	279 784	3%	9 631 637
Executive and council		74 581	64 255	69 850	1 780	60 527	69 850	(9 322)	-13%	69 850
Budget and treasury office		8 658 446	9 164 886	9 378 210	603 864	9 603 687	9 378 210	225 478	2%	9 378 210
Corporate services		381 333	181 533	183 578	42 810	247 206	183 578	63 628	35%	183 578
Community and public safety		1 438 358	1 260 256	1 389 013	121 683	1 261 846	1 389 013	(127 167)	-9%	1 389 013
Community and social services		83 393	41 984	63 449	3 058	59 011	63 449	(4 438)	-7%	63 449
Sport and recreation		38 451	19 744	26 719	20 223	44 616	26 719	17 897	67%	26 719
Public safety		335 150	210 096	314 208	2 331	316 958	314 208	2 749	1%	314 208
Housing		860 927	859 608	855 812	95 382	717 024	855 812	(138 788)	-16%	855 812
Health		120 436	128 824	128 824	690	124 236	128 824	(4 588)	-4%	128 824
Economic and environmental services		1 733 807	1 810 803	1 850 978	382 248	1 745 725	1 854 896	(109 171)	-6%	1 850 978
Planning and development		245 088	272 256	347 333	52 232	321 332	351 252	(29 919)	-9%	347 333
Road transport		1 488 159	1 538 262	1 503 360	330 007	1 424 348	1 503 360	(79 012)	-5%	1 503 360
Environmental protection		560	285	285	9	44	285	(240)	-84%	285
Trading services		15 594 094	19 889 927	19 112 049	1 607 190	18 116 643	19 112 049	(995 406)	-5%	19 112 049
Electricity		10 009 623	13 025 754	12 462 836	669 651	11 494 821	12 462 836	(968 015)	-8%	12 462 836
Water		3 354 541	4 407 221	4 184 854	563 677	4 084 777	4 184 853	(100 076)	-2%	4 184 854
Waste water management		1 040 753	1 169 283	1 138 933	258 539	1 237 263	1 138 933	98 330	9%	1 138 933
Waste management		1 189 178	1 287 669	1 325 427	115 324	1 299 783	1 325 427	(25 644)	-2%	1 325 427
Other	4	217 966	207 917	221 957	17 880	217 511	221 957	(4 446)	-2%	221 957
Total Revenue - Standard	2	28 098 585	32 579 578	32 205 634	2 777 455	31 253 146	32 209 552	(956 406)	-3%	32 205 634
Expenditure - Standard										
Governance and administration		6 022 427	5 443 422	5 806 515	732 836	5 440 375	5 821 322	(380 947)	-7%	6 116 053
Executive and council		1 407 585	1 476 361	1 692 035	151 549	1 620 870	1 718 143	(97 273)	-6%	1 692 035
Budget and treasury office		890 774	900 521	829 181	177 719	712 990	824 693	(111 704)	-14%	829 181
Corporate services		3 724 069	3 066 540	3 285 299	403 568	3 106 514	3 278 486	(171 971)	-5%	3 594 837
Community and public safety		4 190 152	4 057 236	4 059 704	445 906	3 807 435	4 047 851	(240 416)	-6%	4 182 812
Community and social services		633 036	648 858	621 960	59 214	586 733	616 889	(30 157)	-5%	621 960
Sport and recreation		493 374	474 224	564 713	66 386	517 984	555 544	(37 560)	-7%	564 713
Public safety		1 999 106	1 776 049	1 665 089	194 360	1 682 182	1 668 723	13 459	1%	1 788 197
Housing		565 195	654 321	687 085	79 564	521 316	686 742	(165 426)	-24%	687 085
Health		499 440	503 782	520 857	46 383	499 221	519 953	(20 732)	-4%	520 857
Economic and environmental services		2 504 888	2 546 866	2 724 705	273 863	2 462 057	2 726 383	(264 326)	-10%	2 735 048
Planning and development		675 696	766 918	768 126	55 760	693 055	765 351	(72 296)	-9%	768 126
Road transport		1 797 162	1 746 832	1 923 719	212 696	1 739 518	1 927 630	(188 111)	-10%	1 923 719
Environmental protection		32 030	33 116	32 860	5 407	29 483	33 401	(3 919)	-12%	43 202
Trading services		14 894 128	16 058 150	15 862 301	1 821 075	14 735 308	15 857 041	(1 121 732)	-7%	15 872 643
Electricity		10 058 665	10 570 122	10 301 456	1 003 839	9 655 433	10 422 921	(767 487)	-7%	10 301 456
Water		3 022 606	3 710 421	3 674 677	520 327	3 254 537	3 549 793	(295 256)	-8%	3 674 677
Waste water management		545 600	555 495	636 079	88 385	587 994	632 807	(44 813)	-7%	636 079
Waste management		1 267 257	1 222 112	1 250 089	208 524	1 237 344	1 251 519	(14 176)	-1%	1 260 431
Other		178 362	176 277	198 609	30 572	195 168	197 239	(2 072)	-1%	198 609
Total Expenditure - Standard	3	27 789 957	28 281 950	28 651 835	3 304 252	26 640 342	28 649 835	(2 009 493)	-7%	29 105 166
Surplus/ (Deficit) for the year		308 628	4 297 627	3 553 799	(526 798)	4 612 804	3 559 717	1 053 087	30%	3 100 469

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

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

TSH City of Tshwane - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M12 June

Vote Description		Ref	2015/16	Budget Year 2016/17							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Revenue by Vote		1									
Vote 1 - City Manager Department			62 633	48 500	48 500	1 229	48 003	48 500	(497)	-1,0%	48 500
Vote 2 - Economic Development & Spatial Planning Department			201 473	228 179	301 256	49 257	287 402	305 174	(17 772)	-5,8%	301 256
Vote 3 - Emergency Management Services Department			85 606	77 358	77 362	2 264	75 071	77 362	(2 291)	-3,0%	77 362
Vote 4 - Environment & Agriculture Management Department			1 373 919	1 436 486	1 497 457	149 653	1 503 268	1 497 457	5 812	0,4%	1 497 457
Vote 5 - Group Communication & Marketing Department			43 629	45 210	47 210	2 981	33 951	47 210	(13 260)	-28,1%	47 210
Vote 6 - Group Financial Services Department			8 721 955	9 215 491	9 430 815	628 263	9 718 659	9 430 815	287 844	3,1%	9 430 815
Vote 7 - Group Human Capital Management Department			30 998	23 018	22 025	2 836	22 037	22 025	12	0,1%	22 025
Vote 8 - Health Department			54 494	57 144	57 144	63	57 794	57 144	650	1,1%	57 144
Vote 9 - Housing & Human Settlement Department			975 608	1 025 199	825 953	112 605	754 725	825 953	(71 228)	-8,6%	825 953
Vote 10 - Metro Police Department			315 597	204 503	308 613	700	308 326	308 613	(287)	-0,1%	308 613
Vote 11 - Regional Operations & Coordination Department			248 867	237 234	233 164	32 958	227 828	233 164	(5 336)	-2,3%	233 164
Vote 12 - Roads & Transport Department			1 385 928	1 427 003	1 397 881	305 663	1 304 956	1 397 881	(92 925)	-6,6%	1 397 881
Vote 13 - Shared Services Department			9 552	393	1 203	222	360	1 203	(843)	-70,1%	1 203
Vote 14 - Utility Services Department			14 255 363	18 410 390	17 786 204	1 471 067	16 740 908	17 786 204	(1 045 296)	-5,9%	17 786 204
Vote 15 - Other Departments			332 965	143 468	170 847	17 693	169 858	170 847	(989)	-0,6%	170 847
Total Revenue by Vote		2	28 098 585	32 579 578	32 205 634	2 777 455	31 253 146	32 209 552	(956 406)	-3,0%	32 205 634
Expenditure by Vote		1									
Vote 1 - City Manager Department			134 277	143 899	131 751	9 454	119 234	131 751	(12 516)	-9,5%	131 751
Vote 2 - Economic Development & Spatial Planning Department			630 045	720 897	713 738	50 697	639 901	711 738	(71 837)	-10,1%	713 738
Vote 3 - Emergency Management Services Department			607 778	620 382	631 735	51 023	608 575	631 735	(23 160)	-3,7%	631 735
Vote 4 - Environment & Agriculture Management Department			634 129	677 525	740 643	175 481	669 958	740 643	(70 685)	-9,5%	836 908
Vote 5 - Group Communication & Marketing Department			160 423	148 697	127 682	5 520	120 128	127 682	(7 555)	-5,9%	127 682
Vote 6 - Group Financial Services Department			1 897 197	1 502 514	1 647 709	287 167	1 430 112	1 647 709	(217 597)	-13,2%	1 647 709
Vote 7 - Group Human Capital Management Department			264 282	273 673	273 065	21 526	260 393	273 105	(12 712)	-4,7%	273 065
Vote 8 - Health Department			311 602	310 610	324 551	30 811	310 496	324 551	(14 055)	-4,3%	324 551
Vote 9 - Housing & Human Settlement Department			648 814	790 686	676 984	70 770	497 786	676 984	(179 197)	-26,5%	676 984
Vote 10 - Metro Police Department			2 028 102	1 841 715	2 076 565	232 049	2 123 951	2 076 565	47 387	2,3%	2 124 092
Vote 11 - Regional Operations & Coordination Department			3 659 112	3 401 966	3 461 786	335 079	3 403 710	3 461 786	(58 076)	-1,7%	3 461 786
Vote 12 - Roads & Transport Department			1 310 205	1 230 897	1 440 683	154 980	1 290 458	1 440 683	(150 225)	-10,4%	1 440 683
Vote 13 - Shared Services Department			1 445 194	1 351 747	1 296 414	124 232	1 261 743	1 296 374	(34 632)	-2,7%	1 459 052
Vote 14 - Utility Services Department			12 212 990	13 559 757	13 407 460	1 509 225	12 273 465	13 407 460	(1 133 995)	-8,5%	13 407 460
Vote 15 - Other Departments			1 845 806	1 706 986	1 701 069	246 237	1 630 431	1 701 069	(70 638)	-4,2%	1 847 969
Total Expenditure by Vote		2	27 789 957	28 281 950	28 651 835	3 304 252	26 640 342	28 649 835	(2 009 493)	-7,0%	29 105 166
Surplus/ (Deficit) for the year		2	308 628	4 297 627	3 553 799	(526 798)	4 612 804	3 559 717	1 053 087	29,6%	3 100 469

(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) - M12 June

Description		Ref	2015/16	Budget Year 2016/17					
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates			5,383,819	5,764,124	5,884,124	5,973,543	89,419	2%	5,973,543
Service charges - electricity revenue			9,340,209	11,360,246	10,853,364	10,776,175	(77,189)	-1%	10,853,364
Service charges - water revenue			3,128,469	3,995,130	3,565,712	3,409,431	(156,281)	-4%	3,565,712
Service charges - sanitation revenue			760,693	949,597	849,591	851,015	1,424	0%	851,015
Service charges - refuse revenue			1,128,046	1,205,390	1,225,390	1,260,456	35,066	3%	1,260,456
Service charges - other			232,687	209,560	271,560	315,182	43,622	16%	315,182
Rental of facilities and equipment			135,349	136,321	141,383	133,048	(8,335)	-6%	141,383
Interest earned - external investments			57,274	43,089	45,089	104,413	59,324	132%	104,413
Interest earned - outstanding debtors			406,006	238,451	445,861	616,771	170,910	38%	616,771
Fines			313,549	198,658	303,348	301,621	(1,727)	-1%	303,348
Licences and permits			48,743	60,564	50,895	49,266	(1,629)	-3%	50,895
Agency services			279	9,299	-	-	-	-	-
Transfers recognised - operational			3,518,256	4,240,323	4,206,723	4,172,272	(34,451)	-1%	4,206,723
Other revenue			1,027,750	1,799,117	997,007	1,001,709	4,702	0%	1,001,709
Gains on disposal of PPE			165,268	-	950,000	2,870	(947,130)	-100%	2,870
Total Revenue (excluding capital transfers and contributions)			25,646,399	30,209,869	29,790,048	28,967,772	(822,276)	-3%	29,247,384
Expenditure By Type									
Employee related costs			7,472,284	7,825,169	8,032,194	7,867,007	(165,186)	-2%	8,032,194
Remuneration of councillors			112,443	125,834	125,828	121,461	(4,367)	-3%	125,828
Debt impairment			1,278,920	908,053	1,065,302	1,150,891	85,589	8%	1,150,891
Depreciation & asset impairment			1,437,059	1,258,208	1,512,927	1,527,040	14,112	1%	1,527,040
Finance charges			1,137,968	1,057,982	1,284,416	1,253,459	(30,957)	-2%	1,284,416
Bulk purchases			8,728,503	9,956,609	9,753,809	8,920,781	(833,028)	-9%	9,753,809
Other materials			227,064	283,940	269,800	229,603	(40,197)	-15%	269,800
Contracted services			3,180,721	2,743,440	2,714,913	2,764,658	49,746	2%	2,764,658
Transfers and grants			23,265	288,055	282,780	(61,763)	(344,544)	-122%	282,780
Other expenditure			4,086,889	3,834,659	3,609,864	2,863,316	(746,548)	-21%	3,609,864
Loss on disposal of PPE			104,842	1	1	3,889	3,888	388780%	3,889
Total Expenditure			27,789,957	28,281,950	28,651,835	26,640,342	(2,011,493)	-7%	28,805,170
Surplus/(Deficit)			(2,143,559)	1,927,919	1,138,213	2,327,429	1,189,217	0	442,214
Transfers recognised - capital			2,452,210	2,370,209	2,416,086	2,285,866	(130,220)	(0)	2,416,086
Surplus/(Deficit) after capital transfers & contributions			308,651	4,298,127	3,554,299	4,613,296			2,858,300
Taxation			23	500	500	492	(8)	(0)	500
Surplus/(Deficit) after taxation			308,628	4,297,627	3,553,799	4,612,804			2,857,800
Surplus/(Deficit) attributable to municipality			308,628	4,297,627	3,553,799	4,612,804			2,857,800
Surplus/ (Deficit) for the year			308,628	4,297,627	3,553,799	4,612,804			2,857,800

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, standard classification and funding - M12 June

Vote Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - City Manager Department		62 619	48 500	48 500	1 228	48 002	48 500	(498)	-1%	48 500
Vote 2 - Economic Development & Spatial Planning Department		16 925	57 400	93 654	16 262	43 538	93 654	(50 116)	-54%	93 654
Vote 3 - Emergency Management Services Department		5 939	11 000	11 000	964	10 895	11 000	(105)	-1%	11 000
Vote 4 - Environment & Agriculture Management Department		97 707	38 500	32 850	17 341	32 323	32 850	(527)	-2%	32 850
Vote 6 - Group Financial Services Department		59 890	95 000	108 500	7 485	43 513	108 500	(64 987)	-60%	108 500
Vote 7 - Group Human Capital Management Department		8 060	10 000	10 000	2 234	4 298	10 000	(5 702)	-57%	10 000
Vote 8 - Health Department		46 525	22 200	22 200	9 798	14 031	22 200	(8 169)	-37%	22 200
Vote 9 - Housing & Human Settlement Department		829 300	537 704	537 704	51 983	533 707	569 704	(35 997)	-6%	537 704
Vote 10 - Metro Police Department		8 852	30 000	30 000	11 251	29 997	30 000	(3)		30 000
Vote 11 - Regional Operations & Coordination Department		-	-	3 000	2 832	2 832	3 000	(168)	-6%	3 000
Vote 12 - Roads & Transport Department		1 428 678	1 241 606	1 222 535	316 233	1 140 929	1 222 535	(81 606)	-7%	1 222 535
Vote 13 - Shared Services Department		92 782	174 500	174 500	72 142	159 831	174 500	(14 669)	-8%	174 500
Vote 14 - Utility Services Department		1 072 364	1 053 615	1 079 615	343 029	965 306	1 050 615	(85 309)	-8%	1 079 615
Vote 15 - Other Departments		126 286	181 984	179 678	12 206	107 924	166 678	(58 754)	-35%	179 678
Total Capital Multi-year expenditure	4,7	3 855 926	3 502 009	3 553 736	864 988	3 137 130	3 543 736	(406 607)	-11%	3 553 736
Single Year expenditure appropriation	2									
Vote 2 - Economic Development & Spatial Planning Department		7 864	8 000	8 000	2 452	4 000	8 000	(4 000)	-50%	8 000
Vote 4 - Environment & Agriculture Management Department		4 998	-	5 650	1 156	5 473	5 650	(169)	-3%	5 650
Vote 12 - Roads & Transport Department		20 135	5 000	7 000	-	6 976	7 000	-		7 000
Vote 13 - Shared Services Department		75 773	200	200	-	200	200	-		200
Vote 14 - Utility Services Department		-	950 000	950 000	9 768	13 649	960 000	-		950 000
Total Capital single-year expenditure	4	112 668	963 200	970 850	13 376	30 299	980 850	(4 169)	0%	970 850
Total Capital Expenditure		3 968 594	4 465 209	4 524 586	878 364	3 167 429	4 524 586	(410 776)	-9%	4 524 586
Capital Expenditure - Standard Classification										
Governance and administration		341 707	339 484	383 678	85 730	267 412	380 678	(113 267)	-30%	383 678
Executive and council		79 091	58 784	73 978	7 283	62 117	73 978	(11 861)	-16%	73 978
Corporate services		259 933	250 700	309 700	78 447	205 295	306 700	(101 405)	-33%	309 700
Community and public safety		1 051 758	746 104	742 104	84 162	688 405	764 104	(75 699)	-10%	742 104
Community and social services		31 625	21 200	23 014	4 677	17 621	23 014	(5 393)	-23%	23 014
Sport and recreation		90 835	103 000	77 186	4 829	41 154	67 186	(26 033)	-39%	77 186
Public safety		14 791	41 000	41 000	12 215	40 892	41 000	(108)	0%	41 000
Housing		829 300	537 704	537 704	51 983	533 707	569 704	(35 997)	-6%	537 704
Health		85 207	43 200	63 200	10 458	55 031	63 200	(8 169)	-13%	63 200
Economic and environmental services		1 455 794	1 293 506	1 312 689	331 976	1 177 370	1 312 689	(135 319)	-10%	1 312 689
Planning and development		24 789	65 400	65 400	18 714	47 538	65 400	(17 862)	-27%	65 400
Road transport		1 428 678	1 225 106	1 244 289	310 547	1 127 117	1 244 289	(117 172)	-9%	1 244 289
Environmental protection		2 326	3 000	3 000	2 715	2 715	3 000	(285)	-9%	3 000
Trading services		1 089 358	2 024 615	2 053 615	363 984	1 002 610	2 034 615	(1 032 005)	-51%	2 053 615
Electricity		430 984	1 428 665	1 458 665	167 813	491 988	1 458 665	(966 677)	-66%	1 458 665
Water		97 526	100 500	101 100	36 619	86 627	114 750	(28 123)	-25%	101 100
Waste water management		543 853	474 450	472 850	151 197	403 172	440 200	(37 028)	-8%	472 850
Waste management		16 994	21 000	21 000	8 355	20 822	21 000	(178)	-1%	21 000
Other		29 978	61 500	32 500	12 512	31 632	32 500	(868)	-3%	32 500
Total Capital Expenditure - Standard Classification	3	3 968 594	4 465 209	4 524 586	878 364	3 167 429	4 524 586	(1 357 158)	-30%	4 524 586
Funded by:										
National Government		2 398 239	2 321 395	2 357 649	549 583	2 223 141	2 357 649	(134 509)	-6%	2 357 649
Provincial Government		44 959	38 355	47 978	1 202	46 710	47 978	(1 269)	-3%	47 978
Other transfers and grants		1 773	200	200	-	200	200	-		200
Transfers recognised - capital		2 444 971	2 359 950	2 405 828	550 785	2 270 050	2 405 828	(135 777)	-6%	2 405 828
Public contributions & donations	5	155 127	110 000	110 000	34 138	97 926	110 000	(12 074)	-11%	110 000
Borrowing	6	1 194 839	1 010 259	1 010 259	284 607	770 534	1 010 259	(239 725)	-24%	1 010 259
Internally generated funds		173 657	985 000	998 500	8 834	28 919	998 500	(969 581)	-97%	998 500
Total Capital Funding		3 968 594	4 465 209	4 524 586	878 364	3 167 429	4 524 586	(1 357 158)	-30%	4 524 586

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

TSH City Of Tshwane - Table C6 Consolidated Monthly Budget Statement - Financial Position - M12 June

Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		75,890	142,717	143,009	318,948	143,009
Call investment deposits		1,087,430	2,986,935	2,240,639	1,710,508	2,240,639
Consumer debtors		2,594,648	2,698,589	2,792,794	3,984,506	2,792,794
Other debtors		1,003,587	1,068,301	1,011,974	1,254,786	1,011,974
Current portion of long-term receivables		95,249	236,599	131,849	74,482	131,849
Inventory		573,790	587,849	634,995	693,067	634,995
Total current assets		5,430,594	7,720,990	6,955,260	8,036,297	6,955,260
Non current assets						
Long-term receivables		19,851	90,799	9,161	38,690	9,161
Investments		711	399,096	357,790	711	357,790
Investment property		802,526	932,302	876,183	802,526	876,183
Property, plant and equipment		31,500,515	39,494,466	36,261,771	33,596,607	36,261,771
Intangible assets		392,730	153,871	392,923	392,730	392,923
Other non-current assets		3,788,943	–	–	3,706,094	–
Total non current assets		36,505,276	41,070,534	37,897,828	38,537,356	37,897,828
TOTAL ASSETS		41,935,870	48,791,524	44,853,088	46,573,653	44,853,088
LIABILITIES						
Current liabilities						
Borrowing		732,530	847,270	764,503	651,129	764,503
Consumer deposits		375,950	369,977	387,995	406,352	387,995
Trade and other payables		7,933,647	5,636,868	6,028,183	7,287,852	6,028,183
Provisions		–	11,825	11,895	–	11,895
Total current liabilities		9,042,127	6,865,941	7,192,576	8,345,333	7,192,576
Non current liabilities						
Borrowing		10,500,694	12,077,516	11,699,907	10,874,907	11,699,907
Provisions		3,714,275	3,440,975	3,585,444	4,205,962	3,585,444
Total non current liabilities		14,214,969	15,518,491	15,285,350	15,080,869	15,285,350
TOTAL LIABILITIES		23,257,096	22,384,432	22,477,927	23,426,202	22,477,927
NET ASSETS	2	18,678,774	26,407,092	22,375,161	23,147,452	22,375,161
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		18,421,766	26,128,803	22,118,718	22,916,649	22,118,718
Reserves		257,009	278,289	256,443	230,803	256,443
TOTAL COMMUNITY WEALTH/EQUITY	2	18,678,774	26,407,092	22,375,161	23,147,452	22,375,161

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

TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M12 June

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates, penalties & collection charges		5 360 554	5 533 559	5 648 759	570 665	5 443 759	5 648 759	(205 000)	-4%	5 648 759
Service charges		14 601 285	17 011 229	16 103 510	1 237 200	15 241 868	16 103 510	(861 642)	-5%	16 103 510
Other revenue		1 094 670	2 187 493	2 442 013	284 255	1 485 259	2 442 013	(956 754)	-39%	2 442 013
Government - operating		3 516 826	4 240 323	4 220 131	17 375	4 010 397	4 220 131	(209 734)	-5%	4 220 131
Government - capital		2 452 489	2 370 209	2 416 086	200	2 324 738	2 416 086	(91 348)	-4%	2 416 086
Interest		463 281	246 631	258 568	92 503	721 184	258 568	462 616	179%	258 568
Payments										
Suppliers and employees		(23 175 168)	(24 550 779)	(23 975 797)	(972 548)	(24 912 610)	(23 975 797)	936 813	-4%	(23 975 797)
Finance charges		(1 137 968)	(1 057 999)	(1 284 416)	(460 749)	(1 253 459)	(1 284 416)	(30 957)	2%	(1 284 416)
Transfers and Grants		–	(288 055)	(282 780)	(19 592)	(81 356)	(282 780)	(201 425)	71%	(282 780)
NET CASH FROM/(USED) OPERATING ACTIVITIES		3 175 968	5 692 612	5 546 073	749 309	2 979 781	5 546 073	2 566 292	46%	5 546 073
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		592 462	–	(950 000)	96 496	261 688	(950 000)	1 211 688	-128%	–
Decrease (Increase) in non-current debtors		(66 503)	(241 572)	(27 790)	–	(40 739)	(27 790)	(12 949)	47%	(27 790)
Decrease (increase) other non-current receivables		140 433	2 759	10 690	(27 215)	303 771	10 690	293 081	2742%	10 690
Decrease (increase) in non-current investments		5 097	(302 991)	(313 142)	961	(18 332)	(313 142)	294 810	-94%	(313 142)
Payments										
Capital assets		(3 968 594)	(4 339 234)	(3 446 948)	(878 364)	(3 167 429)	(3 446 948)	(279 520)	8%	(3 446 948)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(3 297 106)	(4 881 039)	(4 727 190)	(808 123)	(2 661 041)	(4 727 190)	(2 066 150)	44%	(3 777 190)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		1 200 000	1 000 000	1 000 000	1 000 000	1 000 000	1 000 000	–	–	1 000 000
Increase (decrease) in consumer deposits		24 900	7 366	369 562	9 304	30 402	369 562	(339 160)	-92%	369 562
Payments										
Repayment of borrowing		(518 231)	(702 083)	(982 803)	–	(505 736)	(982 803)	(477 067)	49%	(982 803)
NET CASH FROM/(USED) FINANCING ACTIVITIES		706 669	305 283	386 760	1 009 304	524 667	386 760	(137 907)	-36%	386 760
NET INCREASE/ (DECREASE) IN CASH HELD		585 531	1 116 856	1 205 642	950 490	843 407	1 205 642			2 155 642
Cash/cash equivalents at beginning:		600 518	2 012 796	1 178 005		1 186 049	1 178 005			1 186 049
Cash/cash equivalents at month/year end:		1 186 049	3 129 652	2 383 648		2 029 456	2 383 648			3 341 691

PART 2 – SUPPORTING DOCUMENTATION

(a) Table SC1: Material variance explanations

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M12 June				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	Revenue By Source			
	Property rates	89,419	Revenue better than projected - All Properties have been interfaced onto SAP Billing System and there is no backlog.	None.
	Property rates - penalties & collection charges	–		
	Service charges - electricity revenue	(77,189)	Revenue less than projected. Electricity prepaid is demand driven.	None.
	Service charges - water revenue	(156,281)	A decline in revenue due to current water restrictions.	On going monitoring.
	Service charges - sanitation revenue	1,424	Revenue higher than anticipated.	None.
	Service charges - refuse revenue	35,066	Revenue better than projected for "Solid Waste Removal Fees".	On-going monitoring .
	Service charges - other	43,622	Revenue on the line-item "Reconnection fees" better than projected.	Not a pro-rata revenue item and dependent of specific service required.
	Rental of facilities and equipment	(8,335)	Decline in revenue for "Rental: Businesses" due to an expiry of the contract on business leases.	A report to regularize the expired leases is in progress.
	Interest earned - external investments	59,324	"Interest On Bank Account" is the main contributor due to the R950m of Smart meter contract that is kept in bank.	On-going monitoring .
	Interest earned - outstanding debtors	170,910	Interest On "Amounts In Arrear" is the main contributor. Interest on long overdue accounts.	Not a pro-rata revenue item and will be monitored.
	Dividends received	–		
	Fines	(1,727)	Revenue for "Fines" is less than projected.	None.
	Licences and permits	(1,629)	"Drivers Licenses" is the main contributor due to a decline in applications	Expenditure will be monitored.
	Agency services	–		
	Transfers recognised - operational	(34,451)	An underspending on the Housing Top Structure Grant due to work stoppage and registration of projects. The grant is recognised as revenue, based on actual expenditure incurred for the period.	The grant will not be fully spent by year end and a roll over will be requested.
	Other revenue	4,702	Revenue better than anticipated on "Township Development contributions Electricity"	None.
	Gains on disposal of PPE	(947,130)	Gains on disposal of PPE is the main contributor due to provision for Smart Meter Project.	The contract for the Smart Meter Project is currently under judicial review.
2	Expenditure By Type			
	Employee related costs	(165,186)	Due to leave provision and post employment pension benefit	On-going monitoring.
	Remuneration of councillors	(4,367)	Payment in terms of the Public Office Bearers Act.	None.
	Debt impairment	85,589	Entity "SWA" is the main contributor. This is mainly attributed to the collection rates which are below the budgeted amount.	Entity to improve collection rate.
	Depreciation & asset impairment	14,112	"Depreciation" is the main contributor. It is calculated in line with assets verification and purification process.	None.
	Finance charges	(30,957)	"Interest Expense Interest Swaps" is the main contributor. The long term loan have variable interest rates that fluctuate daily.	Will be monitored and reviewed.
	Bulk purchases	(833,028)	"Bulk: Electricity" and "Water: Rand Water" are the main contributors due to a decrease in purchases against YTD projection.	Will be monitored and reviewed.
	Other materials	(40,197)	"Coal" is the main contributor. Coal orders have been placed with the suppliers awaiting for delivery.	None.
	Contracted services	49,746	"Prepaid commission" is the main contributor due to third party vendor payment.	
	Transfers and grants	(344,544)	"Municipal Entities" is the main contributor due to year-end accrual reversal.	Actual payment to be done which will cancel out the credit.
	Other expenditure	(746,548)	Mainly due to underspending on the Housing Top Structure Grant. The were delays in some of the projects due to stoppage of work and the enrolment of projects with the National Home Builders Registration Council (NHBRC) by the Province.	The Province is currently fast tracking the registration process on the NHBRC, an underspending is expected due to the delays.
	Loss on disposal of PPE	3,888	"Scrapping of Assets" is the main contributor.	None.
3	Capital Expenditure			
	Vote 1 - City Manager Department	(498)	"Implementation of Tsosoloso Programme" project are ahead of plan.	None at this stage.
	Vote 2 - Economic Development & Spatial Planning Department	(54,116)	"Inner City Regeneration" project is the main contributor. The commitment is in process with the Housing Company Tshwane entity.	None at this stage.
	Vote 3 - Emergency Management Services Department	(105)	"Renovation & Upgrading of Facilities", the spending on this is at 98%, the rest of the funds will be a saving.	None.
	Vote 4 - Environment & Agriculture Management Department	(696)	"Atmospheric Pollution Monitoring Network" project is the main contributor. The budget of 91% has been spent, the rest of the funds will not be spent.	None.

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

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M12 June				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
3	Vote 5 - Group Communication & Marketing Department	–	None	None.
	Vote 6 - Group Financial Services Department	(64 987)	"BPC and SCOA" is the main contributor. The mSCOA SAP system was scheduled to go-live on 12 July 2017, however EoH did not deliver the required mSCOA compliant SAP system including BPC and therefore no payment will be made in this financial year.	None.
	Vote 7 - Group Human Capital Management Department	(5 702)	"Tshwane Leadership and Management Academy" project. Procurement processes prohibited TLMA from spending the total budget.	Funds will be rolled over to the new financial year.
	Vote 8 - Health Department	(8 169)	"Upgrading of Clinic Dispensaries" project is the main contributor. Contractor was only be appointed on 18 of April 2017.	Second claim was received and processed.
	Vote 9 - Housing & Human Settlement Department	(35 997)	"Townlands Marabastad" - Outstanding invoices still to be processed.	None.
	Vote 10 - Metro Police Department	(3)	"Purchasing of Policing Equipment" project - Policing equipment has been procured.	None.
	Vote 11 - Regional Operations & Coordination Department	(168)	"Jojo Tanks -RE-AGA-Tshwane" project is the main contributor. Actuals were posted on 3 July 2017 after changes were made to the PO's.	None.
	Vote 12 - Roads & Transport Department	(81 606)	"Flooding Backlogs: Sosh & Winterveldt Area" is the main contributor. Stoppages by the community on this project made it impossible to complete the work.	None.
	Vote 13 - Shared Services Department	(14 669)	"IT infrastructure - Tshwane House" project is the main contributor. Equipment that was committed was delivered and invoices have been received from the service providers which have to be authorised for payment.	None.
	Vote 14 - Utility Services Department	(85 309)	"AMVI Infrastructure (Smart Meter Project)" project is the main contributor. The project is under judicial review.	None at this stage.
	Vote 15 - Other Departments	(58 754)	"Insurance Replacements" project is the main contributor. Procurement of vehicles stolen/written-off is the responsibility of Corporate and Shared Services Department and could not be procured using insurance.	Departmental creators and approvers were linked to insurance projects by the e-procurement developers.
4	Financial Position			
	Current assets	1 081 037	An increase in consumer debtors, cash and inventory.	
	Non current assets	639 528	An increase long term receivables and long term loans.	
	Current liabilities	1 152 757	An increase in trade and other payables.	
5	Non current liabilities	(204 482)	A decrease in non-current liabilities items against projections except "Provisions".	
	Cash Flow			
	Transfer receipts - capital	(80 061)	None alignment of receipts against projection.	
	Contributions & Contributed assets	95 020	No budget projection for the month.	
	Proceeds on disposal of PPE	1 476		
	Short term loans	160 000	increased in short term loans.	
	Borrowing long term/refinancing	1 000 000	Long terms borrowings received in June.	
	Increase in consumer deposits	(21 498)	A decrease in consumer deposits against projection.	
	Receipt of non-current debtors	(2 316)	A decrease in non-current debtors against projection.	
	Receipt of non-current receivables	(28 106)	A decrease in non-current receivables against projection.	
	Change in non-current investments	27 056	An increase in non-current receivables against projection.	
	Capital assets	276 536	Actual higher than projected.	
	Repayment of borrowing	(51 747)	Linked to repayment of short term loans.	
6	Measurable performance			
7	Municipal Entities			
	Revenue			
	Housing Company Tshwane	(415)	Spent less on "Transfers recognised - operational" - The entity has spent less on grant as a result of tenders that were cancelled due to non-reponsiveness on pricing.	None.
	Sandspruit Works Association	19 343	"Transfer recognised - operational" - Operational Grant billed above the budgeted amount. This is mainly attributed to the declining collection rates.	Debt collection strategy is being developed and further credit control process are currently undertaken to improve collection rate. Increase in collection rates will result in a decrease in grant transfers.
	Tshwane Economic Development Agency	261	"Interest earned - external investments" - Interest income better than projected.	None.
	Expenditure			
	Housing Company Tshwane	(2 905)	"Other expenditure" is the main contributor. There is a decrease on maintenance costs on buildings under management.	Deviation report was taken to the board for approval.
	Sandspruit Works Association	24 237	"Debt impairment" - This is mainly attributed to the collection rates which are below the budgeted amount. This resulted in excess debtors impairment above the budgeted amount.	Debt collection strategy has been developed and further credit control process is being undertaken to improve collection rate.
	Tshwane Economic Development Agency	(8 977)	"Other expenditure" is the main contributor. Expenditure less than projected.	None.
	Capital Expenditure			
	Housing Company Tshwane	(45 273)	Underspending on capital projects and office furniture.	None.
	Sandspruit Works Association	(7 247)	Expenditure on "Other Buildings" - Furniture still needs to be procured.	Spend according to budget.
	Tshwane Economic Development Agency	(2 316)	"Other Assets" assets purchased for the period, expenditure not aligning to projection.	None.

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

TSH City Of Tshwane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M12 June

City of Tshwane - Supporting Table 002 Monthly Budget Statement - performance indicators - W12 June			2015/16	Budget Year 2016/17			
Description of financial indicator	Basis of calculation	Ref	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		2.2%	8.2%	9.8%	10.4%	9.8%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		78.4%	48.0%	47.7%	85.9%	47.7%
<u>Safety of Capital</u>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		102.6%	70.3%	82.6%	81.3%	82.6%
Gearing	Long Term Borrowing/ Funds & Reserves		4085.7%	4339.9%	4562.4%	4711.8%	4562.4%
<u>Liquidity</u>							
Current Ratio	Current assets/current liabilities	1	0.6%	1.1%	1.0%	1.0%	1.0%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.1%	0.5%	0.3%	0.2%	0.3%
<u>Revenue Management</u>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing		86.1%	95.3%	92.5%	110.7%	95.3%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		14.5%	13.6%	13.2%	18.5%	13.5%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		100.0%	100.0%	100.0%	100.0%	100.0%
<u>Funding of Provisions</u>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<u>Other Indicators</u>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2	20.7%	9.0%	21.0%	21.3%	21.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	29.4%	22.6%	22.2%	27.8%	22.2%
Employee costs	Employee costs/Total Revenue - capital revenue		29.1%	25.9%	27.0%	27.2%	27.5%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		5.6%	4.9%	4.4%	0.5%	4.5%
Interest & Depreciation	I&D/Total Revenue - capital revenue		10.0%	7.7%	9.4%	9.6%	9.6%
<u>IDP regulation financial viability indicators</u>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		13.4	14.8	11.3	11.7	11.0
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		10.1%	8.9%	125.7%	13.8%	9.5%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		0.04	0.13	0.10	0.62	0.10

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

TSH City Of Tshwane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description		Budget Year 2016/17											Actual Bad Debts Written Off against Debtors		Impairment - Bad Debts i.l.o Council Policy	
	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days					
R thousands																
Debtors Age Analysis By Income Source																
Trade and Other Receivables from Exchange Transactions - Water	1200	582,374	92,973	100,047	60,650	39,188	57,112	305,658	1,109,011	2,347,013	1,571,618	2,222	-	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	330,259	26,192	35,439	18,102	10,370	17,153	129,684	497,824	1,065,022	673,133	752	-	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	536,156	89,100	33,731	50,320	45,666	49,884	272,520	1,158,065	2,235,443	1,576,456	675	-	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	85,163	6,290	10,821	8,541	4,931	7,664	41,741	158,445	323,596	221,322	576	-	-	-	
Receivables from Exchange Transactions - Waste Management	1600	119,614	13,464	18,663	14,336	12,955	15,376	79,558	321,427	595,393	443,653	858	-	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	10,127	1,651	1,082	969	683	213,635	152	41,079	269,378	256,517	-	-	-	-	
Interest on Arrear Debtor Accounts	1810	154,961	41,362	51,851	48,654	39,705	46,576	232,005	1,066,539	1,671,653	1,423,479	1,667	-	-	-	
Other	1900	144,442	14,345	27,105	20,656	7,320	26,648	135,970	609,241	985,727	799,835	1,116	-	-	-	
Total By Income Source	2000	1,963,096	285,377	278,739	222,228	160,819	434,047	1,197,288	4,951,631	9,493,225	6,966,013	7,866	-	-	-	
2015/16 - totals only		1,526,901	186,001	148,350	200,001	101,332	360,594	990,805	4,102,867	7,616,851	5,755,599	5,636	0	-	-	
Debtors Age Analysis By Customer Group																
Organs of State	2200	62,718	(2,726)	5,837	(653)	(448)	4,321	3,171	(9,393)	62,827	(3,002)	-	-	-	-	
Commercial	2300	589,025	81,220	66,670	54,005	35,191	53,500	255,171	1,088,819	2,223,601	1,486,686	-	-	-	-	
Households	2400	1,153,642	180,147	170,285	143,848	103,518	132,529	779,225	3,144,656	5,807,851	4,303,776	7,184	-	-	-	
Other	2500	157,711	26,735	35,947	25,028	22,559	243,697	159,721	727,548	1,398,947	1,178,553	683	-	-	-	
Total By Customer Group	2600	1,963,096	285,377	278,739	222,228	160,819	434,047	1,197,288	4,951,631	9,493,225	6,966,013	7,866	-	-	-	

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

TSH City Of Tshwane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Budget Year 2016/17												Prior year totals for chart (same period)
Description	NT Code	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	740,630								740,630	1,595,735	
Bulk Water	0200	182,519								182,519	178,146	
PAYE deductions	0300	108,584								108,584	91,080	
VAT (output less input)	0400	(80,682)								(80,682)	(90,873)	
Pensions / Retirement deductions	0500	102,315								102,315	97,311	
Loan repayments	0600	510,310								510,310	1,543,905	
Trade Creditors	0700	1,024,676								1,024,676	3,060,644	
Auditor General	0800	1,270								1,270	1,084	
Other	0900	2,902,097								2,902,097	1,647,610	
Total By Customer Type	1000	5,491,721	-	-	-	-	-	-	-	5,491,721	8,124,642	

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

TSH City Of Tshwane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M12 June

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
<u>Municipality</u>									
Call Investment deposits < 90 days									
Knysna Stocks	24	15y	Stock	31.12.2018	0	0,0%	715	–	715
Sanlam	26	14y	Insurance policy	07.12.2015	–	3,0%	–	–	–
Sanlam	27	14y	Insurance policy	01.01.2016	–	3,0%	–	–	–
Capital Alliance	28	8y	Insurance policy	On selling date	1	2,0%	622	(623)	0
Capital Alliance	29	9y	Insurance policy	On selling date	5	3,0%	1 969	(1 974)	–
ABSA	32	On Call	Money Market	On call	168	6,5%	30 350	–	30 517
ABSA	33	On Call	Money Market	On call	59	6,5%	10 636	–	10 694
ABSA	34	On Call	Money Market	On call	44	6,5%	7 966	–	8 010
ABSA	35	On Call	Money Market	On call	1	6,5%	175	–	176
Investec Bank	37	On Call	Money Market	On call	147	6,5%	26 653	–	26 800
Investec Bank	38	On Call	Money Market	On call	47	6,5%	8 519	–	8 566
Investec Bank	39	On Call	Money Market	On call	6	6,5%	1 141	–	1 147
Standard Bank	40	On Call	Money Market	On call	549	6,7%	96 444	–	96 992
Standard Bank	41	On Call	Money Market	On call	17	6,7%	2 994	–	3 011
Investec Bank	108	On Call	Money Market	On call	179	6,9%	30 694	–	30 873
RMB	237	On Call	Money Market	31.10.2011	–	0,0%	–	–	–
STANLIB	106	On Call	Money Market	On call	1	0,4%	243	3	247
ABSA	338	On Call	Short Term	On call	1 016	0,0%	–	–	1 016
Nedbank	341	On Call	Short Term	On call	1 027	0,0%	–	–	1 027
Standard Bank	340	On Call	Short Term	On call	2 351	5,8%	379 945	76 648	458 944
ABSA	243	On Call	Short Term	On call	–	0,0%	–	–	–
Nedbank	244	On Call	Short Term	On call	–	0,0%	–	–	–
ABSA	245	On Call	Short Term	On call	–	0,0%	–	–	–
Standard Bank		On Call	Sinking Fund	On call	–	0,0%	950 000	–	950 000
Nedbank	247	On Call	Short Term	On call	–	0,0%	–	–	–
ABSA	248	On Call	Short Term	On call	–	0,0%	–	–	–
Standard Bank	260	On Call	Short Term	On call	411	6,9%	70 722	–	71 133
Municipality sub-total							1 619 788	74 054	1 699 870
<u>Entities</u>									
Entities sub-total					–		–	–	–
TOTAL INVESTMENTS AND INTEREST	2	–			0		1 619 788	74 054	1 699 870

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

TSH City Of Tshwane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M12 June

Description		Ref	2015/16 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Budget Year 2016/17				
							YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
RECEIPTS:		1,2									
Operating Transfers and Grants											
National Government:			3,299,090	3,646,903	3,610,649	–	3,610,649	3,610,649	–		3,610,649
EPWP Incentive			31,143	50,247	50,247	–	50,247	50,247	–		50,247
Finance Management			4,175	2,875	2,875	–	2,875	2,875	–		2,875
Fuel Levy			1,395,849	1,440,100	1,440,100	–	1,440,100	1,440,100	–		1,440,100
Integrated City Development Grant			39,702	42,652	6,398	–	6,398	6,398	–		6,398
Local Government Equitable Share			1,654,390	1,864,838	1,864,838	–	1,864,838	1,864,838	–		1,864,838
Municipal Human Settlement Capacity Grant			12,831	–	–	–	–	–	–		–
Public Transport Network Operations Grant			161,000	200,011	200,011	–	200,011	200,011	–		200,011
Urban Settlement Development Grant			–	46,180	46,180	–	46,180	46,180	–		46,180
Provincial Government:			207,969	329,573	329,573	–	329,573	329,573	–		329,573
Emergency Medical Services			59,687	62,850	62,850	–	62,850	62,850	–		62,850
HIV and Aids Grant			11,948	12,649	12,649	–	12,649	12,649	–		12,649
HSDG (Top Structure)			86,656	203,033	203,033	–	203,033	203,033	–		203,033
Primary Health Care			42,085	44,325	44,325	–	44,325	44,325	–		44,325
Research & Technology Development Services			893	–	–	–	–	–	–		–
Sport & Recreation: Community Libraries			6,700	6,716	6,716	–	6,716	6,716	–		6,716
Other transfers and grants [insert description]											
Other grant providers:			359,222	263,847	266,501	17,375	364,242	266,500	97,741	36.7%	266,501
Broadband/Wifi DTSP			8,850	–	–	–	–	–	–		–
Housing Company Tshwane			19,761	36,757	31,483	10,323	30,629	31,483	(854)	-2.7%	31,483
Sandspruit			270,575	172,940	172,940	7,052	271,547	172,940	98,607	57.0%	172,940
TEDA			60,036	54,150	58,178	–	58,166	58,178	(12)	0.0%	58,178
Tirelo Boshia Grant- Research and Development				–	3,900	–	3,900	3,900	–		3,900
Total Operating Transfers and Grants		5	3,866,281	4,240,323	4,206,723	17,375	4,304,464	4,206,723	97,741	2.3%	4,206,723
Capital Transfers and Grants											
National Government:			2,377,911	2,331,654	2,367,908	–	2,367,908	2,367,908	–		2,367,908
Energy Efficiency & Demand Side Management			7,000	–	–	–	–	–	–		–
Integrated City Development Grant			–	–	36,254	–	36,254	36,254	–		36,254
Integrated National Electricity Programme			37,000	40,000	40,000	–	40,000	40,000	–		40,000
Neighbourhood Development Partnership			62,619	48,500	48,500	–	48,500	48,500	–		48,500
Public Transport Network Operations Grant			770,609	750,000	750,000	–	750,000	750,000	–		750,000
Urban Settlement Development Grant			1,500,683	1,493,154	1,493,154	–	1,493,154	1,493,154	–		1,493,154
Provincial Government:			40,551	26,284	47,284	–	42,890	47,284	(4,393)	-9.3%	47,284
Gautrans			–	–	–	–	–	–	–		–
Social Infrastructure Grant			33,000	21,000	41,000	–	36,607	41,000	(4,393)	-10.7%	41,000
Sport and Recreation: Community Libraries			7,551	5,284	6,284	–	6,284	6,284	–		6,284
Other grant providers:			1,395	200	200	200	200	200	–		200
Smart Connect Grant			1,395	200	200	200	200	200	–		200
Total Capital Transfers and Grants		5	2,419,857	2,358,138	2,415,392	200	2,410,998	2,415,392	(4,393)	-0.2%	2,415,392
TOTAL RECEIPTS OF TRANSFERS & GRANTS		5	6,286,138	6,598,461	6,622,115	17,575	6,715,462	6,622,114	93,348	1.4%	6,622,115

(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 - M12 June

Description		Ref	2015/16 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Budget Year 2016/17 YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
EXPENDITURE											
Operating expenditure of Transfers and Grants											
National Government:			3,302,751	3,646,903	3,614,648	4,537	3,609,607	3,614,648	(5,042)	-0.1%	3,614,648
EPWP Incentive			31,143	50,247	50,247	–	50,247	50,247	–		50,247
Finance Management			3,925	2,875	2,875	–	2,875	2,875	–		2,875
Fuel Levy			1,395,849	1,440,100	1,440,100	–	1,440,100	1,440,100	–		1,440,100
Integrated City Development Grant			16,532	42,652	6,398	–	6,145	6,398	(252)	-3.9%	6,398
Local Government Equitable Share			1,654,389	1,864,838	1,864,838	–	1,864,838	1,864,838	–		1,864,838
Municipal Disaster Recovery Grant			12,438	–	–	–	–	–	–		–
Municipal Human Settlement Capacity Grant			28,215	–	–	–	–	–	–		–
Public Transport Network Operations Grant			160,259	200,011	204,010	4,537	199,221	204,010	(4,789)	-2.3%	204,010
Urban Settlement Development Grant			–	46,180	46,180	–	46,180	46,180	–		46,180
Provincial Government:			192,289	329,573	330,253	11,189	198,312	330,253	(131,941)	-40.0%	330,253
Emergency Medical Services			59,687	62,850	62,850	–	62,850	62,850	–		62,850
Gautrans			–	–	–	–	–	–	–		–
HIV and Aids Grant			11,948	12,649	12,649	–	12,649	12,649	–		12,649
HSDG (Top Structure)			73,772	203,033	203,285	9,739	72,555	203,285	(130,729)	-64.3%	203,285
Primary Health Care			42,085	44,325	44,325	–	44,325	44,325	–		44,325
Research & Technology Development Services			369	–	–	–	–	–	–		–
Sport & Recreation: Community Libraries			4,429	6,716	7,145	1,450	5,932	7,145	(1,212)	-17.0%	7,145
Other grant providers:			358,135	263,847	267,587	17,375	364,242	267,587	96,655	36.1%	267,587
Broadband/Wifi DTSP			7,763	–	1,087	–	–	1,087	(1,087)		1,087
Housing Company Tshwane			19,761	36,757	31,483	10,323	30,629	31,483	(854)	-2.7%	31,483
Sandspruit			270,575	172,940	172,940	7,052	271,547	172,940	98,607	57.0%	172,940
TEDA			60,036	54,150	58,178	–	58,166	58,178	(12)	0.0%	58,178
Tirelo Boshia Grant: Research and Development			–	–	3,900	–	3,900	3,900	–		3,900
									–		–
Total operating expenditure of Transfers and Grants:			3,853,175	4,240,323	4,212,489	33,101	4,172,160	4,212,489	(40,329)	-1.0%	4,212,489
Capital expenditure of Transfers and Grants											
National Government:			2,405,477	2,331,654	2,367,908	549,582	2,232,140	2,367,908	(99,514)	-4.2%	2,367,908
Finance Management			157	–	–	–	–	–	–		–
Integrated City Development Grant			–	–	36,254	–	–	36,254	–		36,254
Integrated National Electricity Programme			36,801	40,000	40,000	11,414	39,332	40,000	(668)	-1.7%	40,000
Neighbourhood Development Partnership			62,619	48,500	48,500	1,228	48,002	48,500	(498)	-1.0%	48,500
Public Transport Network Operations Grant			768,351	750,000	750,000	246,291	729,153	750,000	(20,847)	-2.8%	750,000
Urban Settlement Development Grant			1,537,550	1,493,154	1,493,154	290,648	1,415,652	1,493,154	(77,502)	-5.2%	1,493,154
Provincial Government:			39,273	38,355	47,978	1,202	46,049	47,978	(1,929)	-4.0%	47,978
Gautrans			–	12,071	–	–	–	–	–		–
Social Infrastructure Grant			33,000	21,000	41,000	660	40,340	41,000	(660)	-1.6%	41,000
Sport and Recreation: Community Libraries			6,273	5,284	6,978	541	5,710	6,978	(1,268)	-18.2%	6,978
Other grant providers:			1,773	200	200	–	200	200	–		200
Smart Connect Grant			1,773	200	200	–	200	200	–		200
Total capital expenditure of Transfers and Grants			2,446,524	2,370,209	2,416,086	550,784	2,278,389	2,416,086	(101,443)	-4.2%	2,416,086
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS			6,299,699	6,610,532	6,628,575	583,884	6,450,549	6,628,575	(141,772)	-2.1%	6,628,575

(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 - M12 June

Description	Ref	Budget Year 2016/17				
		Approved Rollover 2015/16	Monthly actual	YearTD actual	YTD variance	YTD variance
R thousands						%
EXPENDITURE						
<u>Operating expenditure of Approved Roll-overs</u>						
National Government:		3,999	3,999	3,999	–	
Public Transport Network Operations Grant		3,999	3,999	3,999	–	
Provincial Government:		12,826	790	790	12,036	93.8%
HSDG (Top Structure)		252	252	252	–	
Research & Tecnology Development Services		75	–		75	100.0%
Sport & Recreation: Community Libraries		428	428	428	–	
Gautrans		12,071	110	110	11,961	99.1%
Other grant providers:		1,087	–	–	1,087	100.0%
Broadband/Wifi DTPS		1,087			1,087	100.0%
Total operating expenditure of Approved Roll-overs		17,912	4,789	4,789	13,123	73.3%
Provincial Government:		695	695	695	–	
Sport and Recreation: Community Libraries		695	695	695	–	
Total capital expenditure of Approved Roll-overs		695	695	695	–	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		18,607	5,484	5,484	13,123	70.5%

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

TSH City Of Tshwane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June

Summary of Employee and Councillor remuneration	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		109,968	117,967	118,967	9,730	115,514	118,967	(3,453)	-3%	118,967
Other benefits and allowances		2,475	2,500	2,500	356	2,490	2,500	(10)	0%	2,500
Sub Total - Councillors		112,443	120,467	121,467	10,086	118,003	121,467	(3,463)	-3%	121,467
% increase	4		7.1%	0.8%						0.8%
Senior Managers of the Municipality										
Basic Salaries and Wages		53,595	59,748	56,225	2,517	42,964	56,225	(13,260)	-24%	56,225
Cellphone Allowance		601	732	692	25	406	692	(286)	-41%	692
Sub Total - Senior Managers of Municipality		54,196	60,480	56,917	2,542	43,371	56,917	(13,546)	-24%	56,917
% increase	4		11.6%	-5.9%						-5.9%
Other Municipal Staff										
Basic Salaries and Wages		4,501,526	4,894,527	4,926,197	403,400	4,920,621	4,926,197	(5,576)	0%	4,926,197
Pension and UIF Contributions		1,239,963	1,171,204	1,348,620	90,994	1,108,268	1,348,620	(240,352)	-18%	1,348,620
Medical Aid Contributions		415,154	417,710	444,610	38,985	458,535	444,610	13,925	3%	444,610
Overtime		371,580	212,189	307,190	29,472	385,729	307,190	78,539	26%	307,190
Performance Bonus		313	419	19,537	42	266	19,537	(19,271)	-99%	19,537
Motor Vehicle Allowance		303,286	334,721	39,969	25,692	305,328	39,969	265,359	664%	39,969
Cellphone Allowance		17,782	22,946	247,262	1,293	16,108	247,262	(231,154)	-93%	247,262
Housing Allowances		35,179	26,129	426	3,209	39,231	426	38,805	9111%	426
Other benefits and allowances		317,097	342,493	332,128	30,766	363,294	332,128	31,166	9%	332,128
Post-retirement benefit obligations		-	203,073	195,073	106,943	106,943	195,073	(88,130)	-45%	195,073
Sub Total - Other Municipal Staff		7,201,879	7,625,411	7,861,011	730,797	7,704,323	7,861,011	(156,687)	-2%	7,861,011
% increase	4		5.9%	3.1%						3.1%
Total Parent Municipality		7,368,518	7,806,358	8,039,394	743,425	7,865,697	8,039,394	(173,697)	-2%	8,039,394
			5.9%	3.0%						3.0%
Unpaid salary, allowances & benefits in arrears:										
Board Members of Entities										
Board Fees		4,579	5,368	4,362	503	3,327	4,362	(1,035)	-24%	4,362
Sub Total - Board Members of Entities		4,579	5,368	4,362	503	3,327	4,362	(1,035)	-24%	4,362
% increase	4		17.2%	-18.7%						-18.7%
Senior Managers of Entities										
Basic Salaries and Wages		16,945	27,353	20,647	2,068	26,456	20,647	5,810	28%	20,647
Pension and UIF Contributions		1,132	1,934	1,512	92	1,193	1,512	(318)	-21%	1,512
Medical Aid Contributions		631	1,233	1,015	75	875	1,015	(141)	-14%	1,015
Performance Bonus		437	643	480	-	-	480	(480)	-100%	480
Motor Vehicle Allowance		1,943	3,713	2,991	155	2,112	2,991	(880)	-29%	2,991
Cellphone Allowance		407	214	163	27	328	163	165	101%	163
Housing Allowances		208	360	293	18	232	293	(62)	-21%	293
Other benefits and allowances		-	601	601	14	236	601	(366)	-61%	601
Sub Total - Senior Managers of Entities		21,703	36,052	27,702	2,449	31,431	27,702	3,729	13%	27,702
% increase	4		66.1%	-23.2%						-23.2%
Other Staff of Entities										
Basic Salaries and Wages		76,796	82,127	70,523	5,347	68,253	70,523	(2,269)	-3%	70,523
Pension and UIF Contributions		12,875	13,760	10,964	905	11,622	10,964	657	6%	10,964
Medical Aid Contributions		10,137	10,714	8,906	792	9,494	8,906	589	7%	8,906
Overtime		2,414	2,484	2,309	210	2,522	2,309	213	9%	2,309
Performance Bonus		4,486	4,875	3,817	-	188	3,817	(3,628)	-95%	3,817
Motor Vehicle Allowance		6,436	6,606	5,013	478	6,105	5,013	1,092	22%	5,013
Cellphone Allowance		423	426	316	38	469	316	153	48%	316
Housing Allowances		3,342	3,527	2,667	280	3,428	2,667	761	29%	2,667
Other benefits and allowances		1,508	2,385	2,278	263	2,433	2,278	154	7%	2,278
Sub Total - Other Staff of Entities		118,417	126,903	106,793	8,313	104,514	106,793	(2,279)	-2%	106,793
% increase	4		7.2%	-15.8%						-15.8%
Total Municipal Entities		144,699	168,323	138,857	11,265	139,272	138,857	415	0%	138,857
TOTAL SALARY, ALLOWANCES & BENEFITS		7,513,217	7,974,681	8,178,251	754,690	8,004,969	8,178,251	(173,282)	-2%	8,178,251
% increase	4		6.1%	2.6%						2.6%
TOTAL MANAGERS AND STAFF		7,396,195	7,848,847	8,052,423	744,101	7,883,639	8,052,423	(168,784)	-2%	8,052,423

(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 - M12 June

Description	Ref	Budget Year 2016/17			2016/17 Medium Term Revenue & Expenditure Framework		
		June Budget	June Actual	June Variance	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands	1						
Cash Receipts By Source							
Property rates		492 570	570 665	78 095	5 648 759	6 032 645	6 516 106
Property rates - penalties & collection charges		–	–	–	–	–	–
Service charges - electricity revenue		781 583	500 711	(280 872)	10 419 229	11 343 108	12 230 562
Service charges - water revenue		422 264	524 424	102 160	3 421 287	3 848 434	4 281 001
Service charges - sanitation revenue		80 002	97 032	17 031	815 059	916 098	1 018 527
Service charges - refuse		93 818	115 033	21 214	1 176 375	1 281 365	1 383 011
Service charges - other		21 219	–	(21 219)	271 560	288 397	305 412
Rental of facilities and equipment		10 409	16 749	6 340	140 772	158 445	176 231
Interest earned - external investments		711	19 998	19 287	44 417	47 020	41 874
Interest earned - outstanding debtors		(6 436)	72 506	78 942	214 151	225 494	237 440
Fines		24 417	180	(24 237)	303 348	318 507	334 951
Licences and permits		4 802	8 220	3 418	50 895	54 483	58 152
Agency services		–	–	–	–	10 957	12 452
Transfer receipts - operating		24 306	17 375	(6 931)	4 220 131	4 298 403	4 642 282
Other revenue		89 772	259 106	169 334	996 997	1 109 129	1 198 311
Cash Receipts by Source		2 039 436	2 201 998	162 561	27 722 981	29 932 485	32 436 312
Other Cash Flows by Source							
Transfer receipts - capital		80 261	200	(80 061)	2 416 086	2 490 956	2 576 832
Contributions & Contributed assets		–	95 020	95 020	–	–	–
Proceeds on disposal of PPE		–	1 476	1 476	–	–	–
Short term loans		–	160 000	160 000	–	–	–
Borrowing long term/refinancing		–	1 000 000	1 000 000	1 000 000	1 000 000	1 000 000
Increase in consumer deposits		30 802	9 304	(21 498)	369 562	7 869	8 023
Receipt of non-current debtors		2 316	–	(2 316)	(27 790)	(29 867)	(29 545)
Receipt of non-current receivables		891	(27 215)	(28 106)	10 690	(18 132)	(18 633)
Change in non-current investments		(26 095)	961	27 056	(313 142)	(17 074)	115 342
Total Cash Receipts by Source		2 127 611	3 441 743	1 314 131	31 178 388	33 366 238	36 088 330
Cash Payments by Type							
Employee related costs		559 599	742 783	183 184	7 691 843	8 153 474	8 648 826
Remuneration of councillors		11 481	10 588	(892)	126 413	133 117	141 221
Interest paid		121 814	460 749	338 935	1 284 416	1 309 582	1 339 511
Bulk purchases - Electricity		701 267	449 419	(251 848)	7 439 622	8 076 314	8 685 914
Bulk purchases - Water & Sewer		195 882	171 420	(24 461)	2 314 188	2 779 456	3 049 032
Other materials		33 353	29 952	(3 401)	269 800	296 281	315 224
Contracted services		248 938	226 215	(22 723)	2 606 401	2 950 623	3 231 774
Grants and subsidies paid - other municipalities		–	–	–	–	–	–
Grants and subsidies paid - other		96 106	19 592	(76 514)	282 780	284 074	290 591
General expenses		375 714	160 267	(215 447)	3 527 531	3 346 613	3 642 910
Cash Payments by Type		2 344 153	2 270 986	(73 168)	25 542 994	27 329 535	29 345 001
Other Cash Flows/Payments by Type							
Capital assets		601 828	878 364	276 536	3 446 948	3 633 577	3 910 877
Repayment of borrowing		51 747	–	(51 747)	620 959	735 443	864 726
Other Cash Flows/Payments		30 154	–	(30 154)	361 843	–	–
Total Cash Payments by Type		3 027 882	3 149 349	121 468	29 972 746	31 698 555	34 120 604
NET INCREASE/(DECREASE) IN CASH HELD		(900 270)	292 393	1 192 664	1 205 642	1 667 682	1 967 726
Cash/cash equivalents at the month/year beginning:		2 948 492	1 737 063		1 178 005	2 383 648	4 051 330
Cash/cash equivalents at the month/year end:		2 048 221	2 029 456	1 192 664	2 383 648	4 051 330	6 019 056

(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) - M12 June

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue By Source										
Property rates		5,384,019	5,764,124	5,884,124	570,665	5,973,543	5,884,124	89,419	2%	5,884,124
Service charges - electricity revenue		9,340,209	11,360,246	10,853,364	495,027	10,776,175	10,853,364	(77,189)	-1%	10,853,364
Service charges - water revenue		3,226,514	3,815,498	3,386,080	492,753	3,285,551	3,386,080	(100,529)	-3%	3,386,080
Service charges - sanitation revenue		760,693	894,777	794,771	88,632	803,033	794,771	8,261	1%	794,771
Service charges - refuse revenue		1,128,046	1,205,390	1,225,390	115,460	1,260,456	1,225,390	35,066	3%	1,225,390
Service charges - other		232,687	209,560	271,560	35,098	315,182	271,560	43,622	16%	271,560
Rental of facilities and equipment		131,388	127,397	136,157	16,291	127,570	136,157	(8,587)	-6%	136,157
Interest earned - external investments		56,000	41,895	43,895	19,885	103,626	43,895	59,731	136%	43,895
Interest earned - outstanding debtors		361,055	187,512	394,916	67,304	553,455	394,916	158,539	40%	394,916
Fines		313,549	198,658	303,348	180	301,621	303,348	(1,727)	-1%	303,348
Licences and permits		48,743	60,564	50,895	8,220	49,266	50,895	(1,629)	-3%	50,895
Transfers recognised - operational		3,516,826	3,976,476	3,944,122	15,727	3,811,930	3,944,122	(132,192)	-3%	3,944,122
Other revenue		1,027,750	1,736,142	965,913	259,420	998,793	965,913	32,880	3%	965,913
Gains on disposal of PPE		165,268	–	950,000	2,870	2,870	950,000	(947,130)	-100%	950,000
Total Revenue (excluding capital transfers and contributions)		25,692,749	29,578,240	29,204,536	2,187,530	28,363,070	29,204,536	(841,466)	-3%	29,204,536
Expenditure By Type										
Employee related costs		7,340,108	7,459,140	7,897,699	732,021	7,731,180	7,897,699	(166,519)	-2%	7,897,699
Remuneration of councillors		112,443	120,467	121,467	10,086	118,003	121,467	(3,463)	-3%	121,467
Debt impairment		1,126,463	849,492	1,007,969	97,204	1,007,969	1,007,969	–		1,007,969
Depreciation & asset impairment		1,431,703	1,254,567	1,507,421	213,991	1,522,786	1,487,421	35,365	2%	1,507,421
Finance charges		1,136,967	1,057,638	1,284,077	460,723	1,253,116	1,291,530	(38,414)	-3%	1,284,077
Bulk purchases		8,808,849	9,748,736	9,545,936	979,001	8,695,415	9,545,936	(850,521)	-9%	9,545,936
Other materials		227,064	272,961	258,820	29,701	226,652	260,525	(33,872)	-13%	258,820
Contracted services		3,180,721	2,673,690	2,664,855	415,955	2,733,558	2,673,608	59,950	2%	2,664,855
Transfers and grants		370,325	288,055	282,780	19,592	(61,763)	282,780	(344,544)	-122%	282,780
Other expenditure		3,994,662	3,922,825	3,502,972	286,915	2,821,342	3,504,984	(683,642)	-20%	3,502,972
Loss on disposal of PPE		104,715	1	1	1,393	3,889	77	3,812	4950%	1
Total Expenditure		27,834,020	27,647,570	28,073,996	3,246,582	26,052,148	28,073,996	(2,021,848)	-7%	28,073,996
Surplus/(Deficit)		(2,141,271)	1,930,670	1,130,540	(1,059,052)	2,310,922	1,130,540	1,180,382	104%	1,130,540
Transfers recognised - capital		2,452,210	2,370,209	2,416,086	539,593	2,259,043	2,416,086	(157,044)	-6%	2,416,086
Surplus/(Deficit) after capital transfers & contributions		310,939	4,300,879	3,546,626	(519,460)	4,569,965	3,546,626	1,023,339	29%	3,546,626
Surplus/(Deficit) after taxation		310,939	4,300,879	3,546,626	(519,460)	4,569,965	3,546,626	1,023,339	29%	3,546,626

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

TSH City Of Tshwane - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M12 June

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<u>Revenue By Municipal Entity</u>										
Housing Company Tshwane		23,989	45,863	36,867	10,802	36,452	36,867	(415)	-1%	36,867
Sandspruit Works Association		486,305	521,135	487,884	22,564	507,227	487,884	19,343	4%	487,884
Tshwane Economic Development Agency		60,523	64,631	60,761	40	61,022	60,761	261	0%	60,761
Total Operating Revenue	1	570,817	631,629	585,512	33,406	604,702	585,512	19,190	3%	585,512
<u>Expenditure By Municipal Entity</u>										
Housing Company Tshwane		25,685	49,114	27,695	8,907	24,790	27,695	(2,905)	-10%	27,695
Sandspruit Works Association		486,305	521,135	487,884	43,790	512,121	487,884	24,237	5%	487,884
Tshwane Economic Development Agency		60,864	64,131	60,261	4,973	51,284	60,261	(8,977)	-15%	60,261
Total Operating Expenditure	2	572,854	634,380	575,840	57,670	588,195	575,840	12,355	2%	575,840
Surplus/ (Deficit) for the yr/period		(2,037)	(2,751)	9,672	(24,264)	16,507	9,672	31,545	326%	9,672
<u>Capital Expenditure By Municipal Entity</u>										
Housing Company Tshwane		14,869	41,304	75,748	17,268	30,474	75,748	(45,273)	-60%	75,748
Sandspruit Works Association		1,253	7,300	7,300	–	53	7,300	(7,247)	-99%	7,300
Tshwane Economic Development Agency		470	5,923	3,918	(191)	1,602	3,918	(2,316)	-59%	3,918
Total Capital Expenditure	3	16,593	54,528	86,966	17,077	32,129	86,966	(54,837)	-63%	86,966

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

TSH City Of Tshwane - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M12 June

Month	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Adjusted Budget
R thousands									
Monthly expenditure performance trend									
July	11,590	285,097	124	124	124	124	–		0.003%
August	389,256	344,750	128,494	128,494	128,619	128,619	–		3%
September	387,683	416,994	152,136	152,136	280,755	280,755	(0)	0.0%	6%
October	282,387	366,991	352,182	352,182	632,937	632,937	(0)	0.0%	14%
November	280,581	384,023	286,123	286,123	919,060	919,060	(0)	0.0%	20%
December	430,030	399,243	249,294	249,294	1,168,354	1,168,354	(0)	0.0%	26%
January	75,204	373,789	264,746	155,969	1,324,323	1,433,101	108,778	7.6%	29%
February	220,185	367,045	332,060	167,945	1,492,268	1,765,160	272,892	15.5%	33%
March	285,899	406,345	429,116	224,096	1,716,364	2,194,276	477,912	21.8%	38%
April	270,658	353,507	453,102	230,602	1,946,966	2,647,378	700,412	26.5%	43%
May	336,845	424,567	517,943	342,099	2,289,065	3,165,322	876,257	27.7%	51%
June	1,146,193	342,857	1,359,265	878,364	3,167,429	4,524,586	1,357,158	30.0%	70%
Total Capital expenditure	4,116,511	4,465,209	4,524,586	3,167,429					

(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 - M12 June

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		1,680,103	2,655,486	2,627,130	448,817	1,463,069	2,639,230	1,176,161	44.6%	2,627,130
Infrastructure - Road transport		1,347,676	1,155,536	1,206,067	283,296	1,096,933	1,206,067	109,134	9.0%	1,206,067
Roads, Pavements & Bridges		901,901	769,450	908,391	258,695	830,435	908,391	77,956	8.6%	908,391
Storm water		445,776	386,086	297,676	24,601	266,497	297,676	31,178	10.5%	297,676
Infrastructure - Electricity		100,016	1,126,000	1,116,600	87,184	160,242	1,116,600	956,358	85.6%	1,116,600
Generation		99,069	176,000	165,100	86,099	159,157	165,100	5,943	3.6%	165,100
Transmission & Reticulation		948	950,000	951,500	1,085	1,085	951,500	950,415	99.9%	951,500
Infrastructure - Water		39,032	68,000	47,800	14,957	39,379	62,900	23,521	37.4%	47,800
Dams & Reservoirs		39,032	66,000	43,800	5,189	25,730	48,900	23,170	47.4%	43,800
Reticulation		-	2,000	4,000	9,768	13,649	14,000	351	2.5%	4,000
Infrastructure - Other		193,378	305,950	256,663	63,380	166,515	253,663	87,149	34.4%	256,663
Waste Management		4,998	-	5,000	1,156	4,831	5,000	169	3.4%	5,000
Transportation		2,598	16,500	14,500	5,686	13,812	14,500	688	4.7%	14,500
Other		185,782	289,450	237,163	56,538	147,871	234,163	86,292	36.9%	237,163
Community		172,432	195,400	193,386	34,007	143,845	183,386	39,541	21.6%	193,386
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		38,946	103,000	73,786	3,009	39,334	63,786	24,453	38.3%	73,786
Libraries		8,954	10,000	13,400	5,855	11,756	13,400	1,644	12.3%	13,400
Recreational facilities		9,844	-	650	-	642	650	8	1.2%	650
Security and policing		8,852	30,000	30,000	11,251	29,997	30,000	3	-	30,000
Clinics		83,526	50,900	70,900	10,458	57,710	70,900	13,190	18.6%	70,900
Cemeteries		22,310	1,500	1,650	601	1,574	1,650	76	4.6%	1,650
Other		-	-	3,000	2,832	2,832	3,000	168	5.6%	3,000
Investment properties		8,937	64,259	64,259	18,714	56,537	64,259	7,722	12.0%	64,259
Housing development		-	10,259	10,259	-	8,999	10,259	1,260	12.3%	10,259
Other		8,937	54,000	54,000	18,714	47,538	54,000	6,462	12.0%	54,000
Other assets		24,500	15,784	30,978	9,284	19,459	30,978	11,519	37.2%	30,978
Furniture and other office equipment		16,472	10,284	25,478	6,055	14,115	25,478	11,364	44.6%	25,478
Markets		5,344	5,500	5,500	3,229	5,345	5,500	155	2.8%	5,500
Other		2,684	-	-	-	-	-	-	-	-
Intangibles		129,907	50,200	38,487	750	21,395	38,487	17,091	44.4%	38,487
Computers - software & programming		129,907	50,200	38,487	750	21,395	38,487	17,091	44.4%	38,487
Total Capital Expenditure on new assets	1	2,015,879	2,981,128	2,954,240	511,572	1,704,305	2,956,340	1,252,035	42.4%	2,954,240

(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 - M12 June

class - m12 June

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		894,869	743,735	833,987	267,500	771,868	799,887	28,019	3.5%	833,987
Infrastructure - Road transport		63,502	15,473	9,125	-	1,088	9,125	8,037	88.1%	9,125
Roads, Pavements & Bridges		62,519	12,071	2,500	-	-	2,500	2,500	100.0%	2,500
Storm water		984	3,402	6,625	-	1,088	6,625	5,537	83.6%	6,625
Infrastructure - Electricity		330,968	302,665	342,065	80,629	331,745	342,065	10,319	3.0%	342,065
Generation		220,540	241,665	210,665	40,360	206,504	210,665	4,161	2.0%	210,665
Transmission & Reticulation		42,835	61,000	71,400	6,147	68,610	71,400	2,790	3.9%	71,400
Street Lighting		67,593	-	60,000	34,122	56,631	60,000	3,369	5.6%	60,000
Infrastructure - Water		402,166	255,500	409,091	146,229	370,507	369,132	(1,374)	-0.4%	409,091
Reticulation		402,166	255,500	409,091	146,229	370,507	369,132	(1,374)	-0.4%	409,091
Infrastructure - Sanitation		51,202	60,000	11,609	1,403	11,675	17,468	5,792	33.2%	11,609
Reticulation		46,785	55,000	6,609	1,403	11,675	12,468	792	6.4%	6,609
Sewerage purification		4,417	5,000	5,000	-	-	5,000	5,000	100.0%	5,000
Infrastructure - Other		47,032	110,097	62,097	39,238	56,852	62,097	5,245	8.4%	62,097
Waste Management		11,996	21,000	16,000	7,199	15,991	16,000	9	0.1%	16,000
Transportation		35,036	59,097	36,097	27,251	36,073	36,097	25	0.1%	36,097
Other		-	30,000	10,000	4,788	4,788	10,000	5,212	52.1%	10,000
Community		108,646	55,500	56,514	1,629	55,784	56,514	729	1.3%	56,514
Parks & gardens		34,499	-	-	-	-	-	-	-	-
Fire, safety & emergency		1,940	5,000	5,000	361	4,992	5,000	8	0.2%	5,000
Clinics		2,699	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	1,814	40	1,590	1,814	224	12.3%	1,814
Cemeteries		6,890	2,000	1,200	-	1,200	1,200	0	0.0%	1,200
Other		62,619	48,500	48,500	1,228	48,002	48,500	498	1.0%	48,500
Investment properties		834,290	534,845	534,845	51,983	524,708	566,845	42,137	7.4%	534,845
Housing development		829,300	527,445	527,445	51,983	524,708	559,445	34,737	6.2%	527,445
Other		4,990	7,400	7,400	-	-	7,400	7,400	100.0%	7,400
Other assets		114,910	150,000	145,000	45,680	110,763	145,000	34,237	23.6%	145,000
General vehicles		18,195	-	-	-	-	-	-	-	-
Plant & equipment		2,326	3,000	3,000	2,715	2,715	3,000	285	9.5%	3,000
Computers - hardware/equipment		14,806	20,000	20,000	17,114	19,346	20,000	654	3.3%	20,000
Furniture and other office equipment		16,588	10,000	10,000	2,099	5,856	10,000	4,144	41.4%	10,000
Other Buildings		28,217	61,500	61,500	5,422	33,602	61,500	27,898	45.4%	61,500
Other		34,778	55,500	50,500	18,330	49,244	50,500	1,256	2.5%	50,500
Total Capital Expenditure on renewal of existing assets	1	1,952,715	1,484,080	1,570,346	366,792	1,463,123	1,568,246	105,123	6.7%	1,570,346

(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 - M12 June

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		755,547	777,813	737,676	73,262	646,806	742,255	95,449	12.9%	737,676
Infrastructure - Road transport		125,595	131,316	101,183	18,102	92,604	104,228	11,624	11.2%	101,183
Roads, Pavements & Bridges		107,606	113,036	82,504	14,604	76,430	84,749	8,318	9.8%	82,504
Storm water		17,989	18,280	18,680	3,498	16,174	19,480	3,305	17.0%	18,680
Infrastructure - Electricity		408,793	365,514	361,514	38,474	305,917	362,681	56,763	15.7%	361,514
Generation		71,316	70,799	70,799	16,326	47,487	71,086	23,599	33.2%	70,799
Transmission & Reticulation		273,633	237,433	232,833	17,608	210,156	233,800	23,644	10.1%	232,833
Street Lighting		63,844	57,282	57,882	4,540	48,275	57,795	9,520	16.5%	57,882
Infrastructure - Water		138,596	207,798	201,255	12,829	184,446	200,849	16,403	8.2%	201,255
Dams & Reservoirs		8,053	8,380	8,380	1,737	9,762	10,280	517	5.0%	8,380
Water purification		12,464	10,669	11,027	2,092	10,518	12,704	2,186	17.2%	11,027
Reticulation		118,080	188,749	181,849	8,999	164,166	177,866	13,700	7.7%	181,849
Infrastructure - Sanitation		64,158	55,141	55,570	2,857	52,053	56,193	4,140	7.4%	55,570
Reticulation		22,033	18,490	18,918	1,441	17,536	19,408	1,872	9.6%	18,918
Sewerage purification		42,125	36,652	36,652	1,416	34,517	36,785	2,268	6.2%	36,652
Infrastructure - Other		18,404	18,044	18,154	1,000	11,785	18,303	6,518	35.6%	18,154
Waste Management		18,404	18,044	18,154	1,000	11,785	18,303	6,518	35.6%	18,154
Community		236,988	188,375	125,811	21,867	102,275	125,054	22,780	18.2%	125,811
Parks & gardens		29,396	33,412	30,636	3,786	21,933	29,388	7,456	25.4%	30,636
Sportsfields & stadia		26	198	220	-	209	220	11	5.0%	220
Recreational facilities		12,629	16,342	14,787	974	8,987	13,176	4,189	31.8%	14,787
Fire, safety & emergency		25,723	23,538	23,645	2,060	22,179	24,444	2,265	9.3%	23,645
Security and policing		33,750	33,466	32,992	12,147	29,015	31,561	2,547	8.1%	32,992
Buses		5,562	5,077	5,102	2,322	4,487	5,102	615	12.0%	5,102
Cemeteries		5,882	4,975	4,975	365	3,332	4,875	1,544	31.7%	4,975
Other		124,021	71,367	13,455	214	12,134	16,288	4,154	25.5%	13,455
Other assets		356,360	438,919	379,701	47,124	296,415	406,990	110,575	27.2%	379,701
General vehicles		108,127	157,644	123,877	12,782	111,913	143,877	31,964	22.2%	123,877
Plant & equipment		36,103	44,647	32,084	3,948	21,296	31,027	9,731	31.4%	32,084
Computers - hardware/equipment		2,799	3,529	3,544	44	126	3,525	3,399	96.4%	3,544
Furniture and other office equipment		15,382	17,509	17,971	2,368	9,466	17,429	7,963	45.7%	17,971
Civic Land and Buildings		1,032	1,488	1,248	13	207	898	692	77.0%	1,248
Other Buildings		119,050	125,968	104,614	6,747	74,330	103,114	28,785	27.9%	104,614
Other Land		68,284	82,235	80,894	18,301	69,550	92,861	23,311	25.1%	80,894
Other		5,583	5,899	15,468	2,920	9,527	14,258	4,730	33.2%	15,468
Intangibles		79,643	72,141	73,263	3,121	66,029	73,133	7,105	9.7%	73,263
Computers - software & programming		79,643	72,141	73,263	3,121	66,029	73,133	7,105	9.7%	73,263
Total Repairs and Maintenance Expenditure		1,428,539	1,477,248	1,316,451	145,374	1,111,524	1,347,432	235,909	17.5%	1,316,451

(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 - M12 June

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Depreciation by Asset Class/Sub-class										
Infrastructure		932,417	957,834	1,157,325	174,771	1,077,479	1,132,388	54,909	4.8%	1,157,325
Infrastructure - Road transport		510,999	329,967	406,335	69,120	529,363	400,123	(129,241)	-32.3%	406,335
Roads, Pavements & Bridges		349,224	220,217	304,583	63,118	400,359	299,927	(100,432)	-33.5%	304,583
Storm water		161,775	109,750	101,752	6,002	129,005	100,196	(28,809)	-28.8%	101,752
Infrastructure - Electricity		156,063	402,570	487,747	40,944	237,191	480,290	243,099	50.6%	487,747
Generation		115,733	117,690	125,648	30,854	176,288	123,727	(52,561)	-42.5%	125,648
Transmission & Reticulation		15,854	284,880	342,036	1,764	33,601	336,807	303,207	90.0%	342,036
Street Lighting		24,476	-	20,063	8,325	27,302	19,756	(7,546)	-38.2%	20,063
Infrastructure - Water		159,761	91,156	152,775	39,327	197,609	142,254	(55,355)	-38.9%	152,775
Dams & Reservoirs		14,134	18,598	14,646	1,266	12,404	16,101	3,697	23.0%	14,646
Reticulation		145,627	72,558	138,129	38,061	185,204	126,153	(59,052)	-46.8%	138,129
Infrastructure - Sanitation		18,540	16,907	3,882	342	5,629	5,752	123	2.1%	3,882
Reticulation		16,941	15,498	2,210	342	5,629	4,105	(1,524)	-37.1%	2,210
Sewerage purification		1,599	1,409	1,672	-	-	1,646	1,646	100.0%	1,672
Infrastructure - Other		87,055	117,234	106,587	25,037	107,687	103,970	(3,717)	-3.6%	106,587
Waste Management		6,154	5,917	7,022	2,038	10,039	6,915	(3,124)	-45.2%	7,022
Transportation		13,628	21,302	16,919	8,036	24,050	16,660	(7,390)	-44.4%	16,919
Other		67,273	90,015	82,646	14,963	73,598	80,395	6,797	8.5%	82,646
Community		101,781	70,699	83,561	8,695	96,243	78,991	(17,252)	-21.8%	83,561
Parks & gardens		12,492	-	-	-	-	-	-	-	-
Sportsfields & stadia		14,103	29,023	24,673	734	18,963	21,003	2,040	9.7%	24,673
Libraries		3,242	2,818	4,481	1,429	5,668	4,412	(1,256)	-28.5%	4,481
Recreational facilities		3,564	-	217	-	310	214	(96)	-44.7%	217
Fire, safety & emergency		702	1,409	1,672	88	2,407	1,646	(760)	-46.2%	1,672
Security and policing		3,206	8,453	10,031	2,745	14,462	9,878	(4,584)	-31.7%	10,031
Clinics		31,223	14,343	23,707	2,552	27,822	23,345	(4,477)	-19.2%	23,707
Cemeteries		10,573	986	953	147	1,337	938	(399)	-42.5%	953
Other		22,675	13,666	17,221	991	24,508	16,957	(7,550)	-44.5%	17,221
Investment properties		305,339	168,816	200,328	17,249	280,222	207,802	(72,421)	-34.9%	200,328
Housing development		300,296	151,514	179,797	12,683	257,304	187,585	(69,719)	-37.2%	179,797
Other		5,043	17,301	20,531	4,566	22,918	20,217	(2,701)	-13.4%	20,531
Other assets		50,481	46,715	58,843	13,410	62,781	57,944	(4,837)	-8.3%	58,843
General vehicles		6,588	-	-	-	-	-	-	-	-
Plant & equipment		842	845	1,003	662	1,309	988	(321)	-32.5%	1,003
Computers - hardware/equipment		5,361	5,636	6,688	4,175	9,327	6,585	(2,741)	-41.6%	6,688
Furniture and other office equipment		11,971	5,716	11,863	1,990	9,628	11,682	2,054	17.6%	11,863
Markets		1,935	1,550	1,839	788	2,577	1,811	(766)	-42.3%	1,839
Other Buildings		10,217	17,329	20,564	1,323	16,200	20,250	4,050	20.0%	20,564
Other		13,565	15,639	16,886	4,472	23,741	16,628	(7,113)	-42.8%	16,886
Intangibles		47,040	14,145	12,869	183	10,315	12,672	2,358	18.6%	12,869
Computers - software & programming		47,040	14,145	12,869	183	10,315	12,672	2,358	18.6%	12,869
Total Depreciation		1,437,059	1,258,208	1,512,927	214,308	1,527,040	1,489,797	(37,242)	-2.5%	1,512,927

(r) 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 **June 2017** has been prepared in accordance with the Municipal Finance Management Act and regulations made under that act.

Signature:

Moeketsi Mosola
CITY MANAGER

Date:
