

Reference No. 11888/1
 Umar Banda (012 358 8110)
 MAYORAL COMMITTEE: OCTOBER 2021

From: The Acting City Manager
 To: The Executive Mayor

GROUP FINANCIAL SERVICES: MUNICIPAL FINANCE MANAGEMENT ACT IN-YEAR FINANCIAL REPORT (MONTHLY AND QUARTER 1 BUDGET STATEMENT) FOR THE PERIOD ENDING 30 SEPTEMBER 2021

1. PURPOSE

This report presents the progress on the financial performance of the City of Tshwane against the budget for the period ended 30 September 2021, in compliance with Sections 71 and 52(d) of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) (MFMA).

2. STRATEGIC PILLARS

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

3. BACKGROUND

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

For the reporting period ended 30 September 2021, the ten working days end on 14 October 2021.

4. DISCUSSION

The 2021/21 Medium-term Revenue and Expenditure Framework was approved on 27 May 2021.

The attached in-year report (Annexure A) provides a high-level analysis as of 30 September 2021 in the prescribed format. Material variances will be referred to

briefly in this report. Comprehensive explanations will be included in the monthly financial management report.

The following table summarises the financial performance as at 30 September 2021.

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 30 SEPTEMBER 2021					
Description	Original Budget	YTD actual	YTD budget	YTD variance	YTD variance
	R'000	R'000	R'000	R'000	%
Total Revenue(Excluding Capital Transfers)	39,160,287	10,739,458	10,407,356	332,102	3%
Total Expenditure	39,139,554	8,298,287	9,211,843	(913,556)	-10%
Surplus /Deficit	20,733	2,441,171	1,195,512		

The following table shows expenditure for the previous financial year, 2020/21:

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 30 SEPTEMBER 2020					
Description	Original Budget	YTD actual	YTD budget	YTD variance	YTD variance
	R'000	R'000	R'000	R'000	%
Total Revenue(Excluding Capital Transfers)	37,509,140	9,121,591	9,989,970	(868,379)	-9%
Total Expenditure	37,274,523	8,294,386	10,183,869	(1,889,484)	-19%
Surplus /Deficit	234,617	827,206	(193,899)		

The actual operating revenue realised, excluding capital transfers and contributions, reflects a favourable variance of R332 million against the year-to-date (YTD) budget for the period ended 30 September 2021.

The operating expenditure is underspent by R913,6 million, which is 10% less than the YTD budget. The YTD surplus is R2,4 billion.

The total original capital budget amounts to R4 billion. The expenditure for the period, including that of the municipal entities, amounts to R330,3 million, representing 8,3% of the total original capital budget.

The short-term investments as at 30 September 2021 amounted to R783 million, with short-term loans amounting to R797 million.

5. INTERDEPARTMENTAL AND CLUSTER IMPACT

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

6. COMMENTS FROM DEPARTMENTS

6.1 GROUP HEAD: GROUP LEGAL AND SECRETARIAT SERVICES

(Unaltered)

[not yet available]

6.2 CHIEF FINANCIAL OFFICER

(Unaltered)

Cognisance is taken of the contents of the report.

The purpose of this report is to provide progress on the financial performance of the City of Tshwane against the budget for the period ended 30 September 2021, in compliance with section 71 and 52(d) of the Municipal Finance Management Act (MFMA).

7. IMPLICATIONS

7.1 HUMAN RESOURCES

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

7.2 FINANCIAL IMPLICATIONS

This report outlines the financial performance against the approved budget of the City for the 2021/22 financial year for the period ending 30 September 2021. The report is tabled in compliance with Sections 71 and 52(d) of the MFMA and has no additional financial implications for the City.

7.3 CONSTITUTIONAL AND LEGAL FACTORS

This report must be approved in compliance with the legislative requirements of Sections 71 and 52(d) of the MFMA and National Treasury Regulation GG 32141 of 17 April 2009.

7.4 COMMUNICATION

In compliance with the legislative requirements of Sections 71 and 52(d) of the MFMA, this document is provided to all stakeholders by placing it on the City of Tshwane public website.

7.5 PREVIOUS MAYORAL COMMITTEE RESOLUTIONS

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

8. COMPLIANCE WITH THE MUNICIPAL STANDARD CHART OF ACCOUNTS

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

The City does not have an mSCOA system for transacting. However, the City is still required to submit financial information to the National Treasury in terms of the seven mSCOA segments.

9. CONCLUSION

This report meets the MFMA requirement for the Executive Mayor to receive a “monthly budget statement” within ten working days after the end of the month in terms of and in compliance with Sections 71 and 52(d) of the MFMA.

The operating revenue realised, excluding capital transfers and contributions, reflects a favourable variance of R332 million against the YTD budget for the period ended 30 September 2021.

The following revenue sources contributed to the overrecovery:

- Property Rates (R20,1 million favourable): Revenue better than projected due to the constant update of property valuations and categories through the supplementary valuation roll as per Section 78 of the Local Government: Municipal Property Rates Amendment Act, 2014 (Act 29 of 2014) (MPRAA).
- Service Charges: Electricity (R80,3 million favourable): Mainly on Prepaid Electricity. The City is in the process of migrating conventional meters to prepaid meters.
- Service Charges: Water (R195,9 million favourable): Revenue better than projected, mainly on Water Fees and Cross-border Bulk Water.
- Service Charges: Sanitation (R14,7 million favourable): Revenue dependent on water sales.
- Service Charges: Refuse (R37,6 million favourable): Revenue was better than projected, mainly on Solid Waste Removal and Landfill Sites.
- Interest Earned on Outstanding Debtors (R103 million favourable): Revenue was better than projected.
- Fines and Penalties (R8,9 million favourable): Revenue was better than projected.
- Other Revenue (R45,6 million favourable): Revenue was better than projected, mainly on Approval Fees of Advertisement Signs, Transport Fees, Administrative Handling Fees, Training Fees Recovered, Township Development Contribution: Electricity.
- Repairs and maintenance
 - Repairs and maintenance expenditure is R146 million against a YTD budget of R342,7 million. The percentage spent against the projections is 42,6%.
- Cash flow
 - The short-term investments as at 30 September 2021 amounted to R783 million, with short-term loans amounting to R797 million.
 - The cost coverage ratio is at negative 0,3 for the period.

Departments must put measures in place to improve revenue.

Departments must ensure that spending on the operational budget is in line with the City’s policy on cost-containment measures.

ANNEXURE

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

RECOMMENDED

That it be recommended:

1. That the financial performance for the period ended 30 September 2021, as contained in Annexure A, be noted.
2. That the report be noted, in compliance with Sections 71 and 52(d) of the MFMA, as well as the municipal budget and reporting regulations.
3. That this report be submitted to the National and Provincial Treasury.

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

GROUP FINANCIAL SERVICES
MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): IN-YEAR FINANCIAL REPORT FOR THE PERIOD ENDING
30 SEPTEMBER 2021

REPORT CHECKED AND PASSED FOR SUBMISSION TO:

	Comments, if any, on the report
Divisional Head: Budget Office NM Mokete SIGNATURE: DATE:	
Divisional Head: Financial Reporting and Assets KE Mokgokong SIGNATURE: DATE:	
Divisional Head: Treasury Office KC Thipe SIGNATURE: DATE:	
Divisional Head: Revenue Management R Shilenge SIGNATURE: DATE:	
Chief Financial Officer U Banda SIGNATURE: DATE:	

ANNEXURE A



IN-YEAR REPORT

BUDGET YEAR: 2021/22

REPORTING PERIOD: M03 SEPTEMBER 2021

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PART 1: IN-YEAR REPORT

1.1 City Manager's report

The 2021/22 Medium-term Revenue and Expenditure Framework was approved on 27 May 2021. This gives effect to the financial plan of the City of Tshwane, including its two municipal entities.

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

1.2 Recommended

That it be recommended:

1. That the financial performance for the period ended 30 September 2021, as contained in Annexure A, be noted.
2. That the report be noted, in compliance with Sections 71 and 52(d) of the MFMA, as well as the municipal budget and reporting regulations.
3. That this report be submitted to the National and Provincial Treasury.

1.3 Executive summary

The financial results for the City of Tshwane for the period ended 30 September 2021 are summarised as follows:

Consolidated monthly budget statement – summary

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

- Revenue by source
- Expenditure by type
- Transfers recognised

The table provides information related to the pre-audited outcome, original budget, and performance for the period under review, year-to-date (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) - M03 September							
Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Revenue By Source							
Property rates	8,464,806	8,587,212	746,619	2,150,554	2,130,465	20,090	1%
Service charges - electricity revenue	12,402,875	15,015,588	1,352,758	4,166,074	4,085,812	80,262	2%
Service charges - water revenue	4,280,102	4,887,501	449,425	1,286,736	1,090,878	195,858	18%
Service charges - sanitation revenue	1,281,588	1,381,594	126,869	349,753	335,100	14,653	4%
Service charges - refuse revenue	1,492,686	1,598,946	144,470	448,620	411,023	37,597	9%
Rental of facilities and equipment	146,460	169,968	14,945	34,651	44,220	(9,569)	-22%
Interest earned - external investments	201,858	159,184	559	4,480	34,008	(29,528)	-87%
Interest earned - outstanding debtors	375,857	823,164	52,301	162,606	59,569	103,037	173%
Dividends received	–	–	–	–	–	–	–
Fines, penalties and forfeits	59,786	250,902	6,398	15,476	6,621	8,855	134%
Licences and permits	40,150	52,447	3,253	6,262	6,315	(53)	-1%
Agency services	–	–	–	–	–	–	–
Transfers and subsidies	5,270,677	5,252,770	62,341	1,893,664	2,028,413	(134,749)	-7%
Other revenue	953,546	981,012	64,270	220,581	174,932	45,649	26%
Gains	3,316	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)	34,973,707	39,160,287	3,024,205	10,739,458	10,407,356	332,102	3%
Expenditure By Type							
Employee related costs	12,768,940	12,155,085	965,405	2,889,691	2,836,060	53,631	2%
Remuneration of councillors	131,886	154,588	10,967	32,703	38,647	(5,944)	-15%
Debt impairment	2,105,348	2,124,802	–	362,509	543,764	(181,255)	-33%
Depreciation & asset impairment	2,120,788	2,499,321	166,908	511,834	605,712	(93,879)	-15%
Finance charges	852,849	1,515,089	31,773	34,832	141,455	(106,622)	-75%
Bulk purchases - electricity	11,423,005	11,160,809	1,431,499	2,835,618	2,970,020	(134,403)	–
Inventory consumed	632,669	3,791,131	295,596	593,804	726,458	(132,655)	-18%
Contracted services	3,864,012	3,684,727	258,046	492,889	875,381	(382,493)	-44%
Transfers and subsidies	21,956	43,164	325	545	11,300	(10,755)	-95%
Other expenditure	1,986,600	2,010,793	303,522	543,862	463,034	80,829	17%
Losses	238	46	–	–	11	(11)	-100%
Total Expenditure	35,908,290	39,139,554	3,464,041	8,298,287	9,211,843	(913,556)	-10%
Surplus/(Deficit)	(934,583)	20,733	(439,836)	2,441,171	1,195,512	1,245,658	104%
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1,567,991	2,002,838	160,940	205,928	198,672	7,256	4%
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	–	284,733	7,887	45,349	62,948	(17,599)	-28%
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	633,408	2,308,304	(271,008)	2,692,448	1,457,132		
Taxation	436	498	–	–	124	(124)	-100%
Surplus/(Deficit) after taxation	632,972	2,307,807	(271,008)	2,692,448	1,457,008		
Attributable to minorities	–	–	–	–	–		
Surplus/(Deficit) attributable to municipality	632,972	2,307,807	(271,008)	2,692,448	1,457,008		
Share of surplus/ (deficit) of associate	–	–	–	–	–		
Surplus/ (Deficit) for the year	632,972	2,307,807	(271,008)	2,692,448	1,457,008		

The actual revenue amounts to R10,7 billion and reflects a favourable variance of R332 million against the YTD budget.

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

- Property Rates (R20,1 million favourable): Revenue better than projected due to the constant update of property valuations and categories through the supplementary valuation roll as per Section 78 of the MPRAA.
- Service Charges: Electricity (R80,3 million favourable): Mainly on Prepaid Electricity. The City is in the process of migrating conventional meters to prepaid meters.
- Service Charges: Water (R195,9 million favourable): Revenue better than projected, mainly on Water Fees and Cross-border Bulk Water.
- Service Charges: Sanitation (R14,7 million favourable): Revenue dependent on water sales.
- Service Charges: Refuse (R37,6 million favourable): Revenue was better than projected, mainly on Solid Waste Removal and Landfill Sites.
- Rental of Facilities and Equipment (R9,6 million unfavourable): Mainly on Rental Stands and Businesses due to delays in the allocation of billed revenue for the months of July, August and September 2021.
- Interest Earned on External Investments (R29,5 million unfavourable): Revenue was less than projected due to the low cash flow position.
- Interest Earned on Outstanding Debtors (R103 million favourable): Revenue was better than projected.
- Fines and Penalties (R8,9 million favourable): Mainly on AARTO, revenue was better than projected.
- Transfers and Subsidies (R134,7 million unfavourable): Mainly on Public Transport Network Grant, Equitable Shares, Project Preparation Grant, HIV and Aids Grant Revenue; revenue recognition is dependent on performance.
- Other Revenue (R45,6 million favourable): Revenue was better than projected, mainly on Approval Fees of Advertisement Signs, Transport Fees, Administrative Handling Fees, Training Fees Recovered, Township Development Contribution: Electricity.

The actual expenditure amounts to R8,3 billion and indicates an underspending variance of R913,6 million or 10% against the YTD budget of R9,2 billion.

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

- Employee-related Cost (R53,6 million over budget): Mainly on provision for leave payments and service bonus due to prorated monthly actual and budget projection reflected under November 2021 when the actual payments take place.
- Debt Impairment (R181,3 million under budget): Due to a delay in processing the journal for the period. The expenditure will reflect in October 2021.
- Depreciation and Asset Impairment (R93,9 million under budget): Mainly on Depreciation; the capitalisation of assets will increase in the second quarter and impairment is only done at year end.
- Finance Costs (R106,6 million under budget): Mainly on interest payable on external loans due to a delay in processing the journal for the period. The expenditure will reflect in October 2021.
- Bulk Purchases – Electricity (R134,4 million under budget): The Bulk Electricity Invoice for September 2021 will be processed for payment on 11 October 2021.

- Inventory Consumed (R132,7 million under budget): Mainly on Bulk Water Purchases – Own Plants, Rand Water, Magalies Water, Chemicals, Electronic Equipment, Petrol and Diesel due to delay in processing purchase orders and most items in the group being procured as and when required.
- Contracted Services (R382,5 million under budget): Mainly on Household Refuse Removal, Buildings, Project Management Services, Rudimentary Services, Reticulation Electricity, Water Reticulation, Lights, Consultants: Civil Engineering, Research and Advisory, Connections, Water flow Connections/Disconnection, Water Connection/Disconnection, Lights, Personnel and Labour due to a delay in processing purchase orders and the implementation of cost-cutting measures.
- Transfers and Subsidies (R10,8 million under budget) mainly on Local Economic Development Initiatives, Drug and Substance Abuse Non-profit Organisation Support and Gratuities.
- Other Expenditure (R80,8 million over budget): Mainly on Insurance Premiums. Annual renewal premiums are payable in advance during Quarter 1 and that has been effected in July 2021.

The overall repairs and maintenance expenditure is R146 million against a YTD budget of R342,7 million. The percentage spent against the projections is 42,6%.

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

Cost containment

Cost Containment Measures	2020/21 Budget	2021/22 Current Budget	(Decrease) / Increase	YTD Budget - Sept 2021	Actuals -Sept 2021	Variance	Possible (Savings) / No-Saving 2021
	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Consultants	216,569	225,079	8,511	93,569	41,499	(52,070)	–
Project Management Cost	416,731	391,696	(25,035)	75,982	29,622	(46,360)	–
Travel and Subsistence : National/ International	259	35	(224)	9	–	(9)	(9)
Domestic Accommodation	12	50	38	13	–	(13)	(13)
Sponsorships and Events	3,361	4,474	1,113	–	454	454	–
Catering	308	1,400	1,092	350	83	(267)	(267)
Communications	1,417	–	(1,417)	–	18	18	–
Overtime	360,862	374,053	13,191	78,876	83,780	4,904	–
Internet	36,932	35,085	(1,847)	8,771	7,595	(1,176)	–
Advertising and Marketing	7,625	6,339	(1,286)	932	979	47	–
Stationery	19,217	18,302	(915)	4,258	2,044	(2,214)	(2,214)
Total	1,063,292	1,056,514	(6,778)	262,760	166,073	(96,686)	(2,502)

An amount of R2,5 million has been identified as Quarter 1 cost-containment savings.

Summary of capital expenditure

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

The following table shows the total original budget of R4 billion. The actual expenditure for the period amounts to R330,3 million, representing 8,3% of the total budget. The expenditure, including commitments, is R1,2 billion.

Consolidated summary – Capital expenditure, 30 September 2021:

CONSOLIDATED SUMMARY STATEMENT OF CAPITAL EXPENDITURE: 30 SEPTEMBER 2021							
Description	Original Budget 2020/21	YTD Budget	YTD Actual	Commitments	YTD Actual + Committed	YTD Variance	% Spent
	R'000	R'000	R'000	R'000	R'000	R'000	%
Expenditure	3,956,871	807,895	330,290	854,716	1,185,006	(477,606)	8.3%
TOTAL Capital Financing	3,956,871	807,895	330,290	854,716	1,185,006	(477,606)	8.3%

Capital expenditure per funding source as at 30 September 2021:

Capital Expenditure for the CoT per Funding Source as at 30 September 2021						
Funding Source	Original Budget 2021/22	YTD Expenditure Projections 30 September 2021	YTD Actual Expenditure 30 September 2021	Variance (Actual vs Projections)	Actual as % of Expenditure Projection	Actual as % of Original Budget
	(R)	(R)	(R)	(R)	%	%
Public Transport Infrastructure and Systems Grant (PTIS)	379 800 000	69 388 355	1 600 105	(67 788 250)	2.3%	0.4%
Neighbourhood Development Partnership Grant (NDPG)	20 000 000	3 999 999	1 113 241	(2 886 758)	27.8%	5.6%
Urban Settlements Development Grant (USDG)	1 020 010 290	216 117 233	109 701 072	(106 416 161)	50.8%	10.8%
Energy Efficiency Demand Side Management (EEDSM)	10 000 000	2 800 000	193 618	(2 606 382)	6.9%	1.9%
Community Library Services (CLS)	12 727 000	0	110 940	110 940	0.0%	0.9%
LG SETA Discretionary Allocation	10 000 000	4 300 000	0	(4 300 000)	0.0%	0.0%
Informal Settlements Upgrading Partnership Grant	560 301 000	132 252 175	87 235 516	(45 016 659)	66.0%	15.6%
Housing Company Tshwane - Social Housing Regulatory Authority (SHRA)	274 733 203	80 286 928	45 349 337	(34 937 591)	56.5%	16.5%
Total Grant Funding	2 287 571 493	509 144 690	245 303 828	(263 840 862)	48.2%	10.7%
Borrowings	1 500 000 000	255 820 042	81 502 665	(174 317 377)	31.9%	5.4%
Council Funding	14 300 000	11 000 000	1 417 188	(9 582 812)	12.9%	9.9%
Capital Replacement Reserve	5 000 000	346 638	0	(346 638)	0.0%	0.0%
Total Internally generated funds	19 300 000	11 346 638	1 417 188	(9 929 450)	12.5%	7.3%
Public Contributions & Donations	150 000 000	31 584 000	2 066 140	(29 517 860)	6.5%	1.4%
Total Contributions	150 000 000	31 584 000	2 066 140	(29 517 860)	6.5%	1.4%
Total	3 956 871 493	807 895 370	330 289 822	(477 605 548)	40.9%	8.3%

An amount of R330,3 million or 8,3% of the budget has been spent. The percentage spent in the previous year on the budget was at 7,7%.

The low expenditure on most of the projects is due to the following:

- The projects have not achieved any milestones in Quarter 1 due to a hold being placed on all projects funded through a borrowing funding source.

Capital expenditure per funding source as at 30 September 2020:

Capital Expenditure for the CoT per Funding Source as at 30 September 2020						
Funding Source	Supplementary Budget 2020/21	YTD Expenditure Projections 30 September 2020	YTD Actual Expenditure 30 September 2020	Variance (Actual vs Projection)	Actual as % of Expenditure Projection	Actual as % of Supplementary Budget
	(R)	(R)	(R)	(R)	%	%
Public Transport Infrastructure and Systems Grant (PTIS)	402 641 720	97 389 637	20 770 207	(76 619 430)	21.3%	5.2%
Neighbourhood Development Partnership Grant (NDPG)	5 000 000	375 538	0	(375 538)	0	0.0%
Urban Settlements Development Grant (USDG)	1 082 137 560	255 167 270	160 287 107	(94 880 163)	62.8%	14.8%
Energy Efficiency Demand Side Management (EEDSM)	9 000 000	0	0	0	0.0%	0.0%
Community Library Services (CLS)	12 000 000	1 013 953	5 848 888	4 834 935	576.8%	48.7%
LG SETA Discretionary Allocation	14 000 000	0	0	0	0.0%	0.0%
Integrated City Development Grant (ICDG)	43 785 200	0	0	0	0.0%	0.0%
Informal Settlements Upgrading Partnership Grant	320 432 000	43 031 773	15 997 729	(27 034 044)	37.2%	5.0%
Total Grant Funding	1 888 996 480	396 978 171	202 903 931	(194 074 240)	51.1%	10.7%
Borrowings	1 500 000 000	112 043 519	47 587 361	(64 456 158)	42.5%	3.2%
Council Funding	312 635 256	46 458 711	37 298 621	(9 160 091)	80.3%	11.9%
Capital Replacement Reserve	5 000 000	11 266	321 267	310 000	2851.6%	6.4%
Total Internally generated funds	317 635 256	46 469 977	37 619 887	(8 850 090)	81.0%	11.8%
Other Contributions	9 000 000	675 969	0	(675 969)	0.0%	0.0%
Public Contributions & Donations	150 000 000	20 192 651	10 263 289	(9 929 361)	50.8%	6.8%
Total Contributions	159 000 000	20 868 620	10 263 289	(10 605 330)	49.2%	6.5%
Total	3 865 631 736	576 360 287	298 374 469	(277 985 818)	51.8%	7.7%

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 YTD basis.

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

Chart C1: 2021/22 Capital expenditure (Monthly trend: Actual versus target)

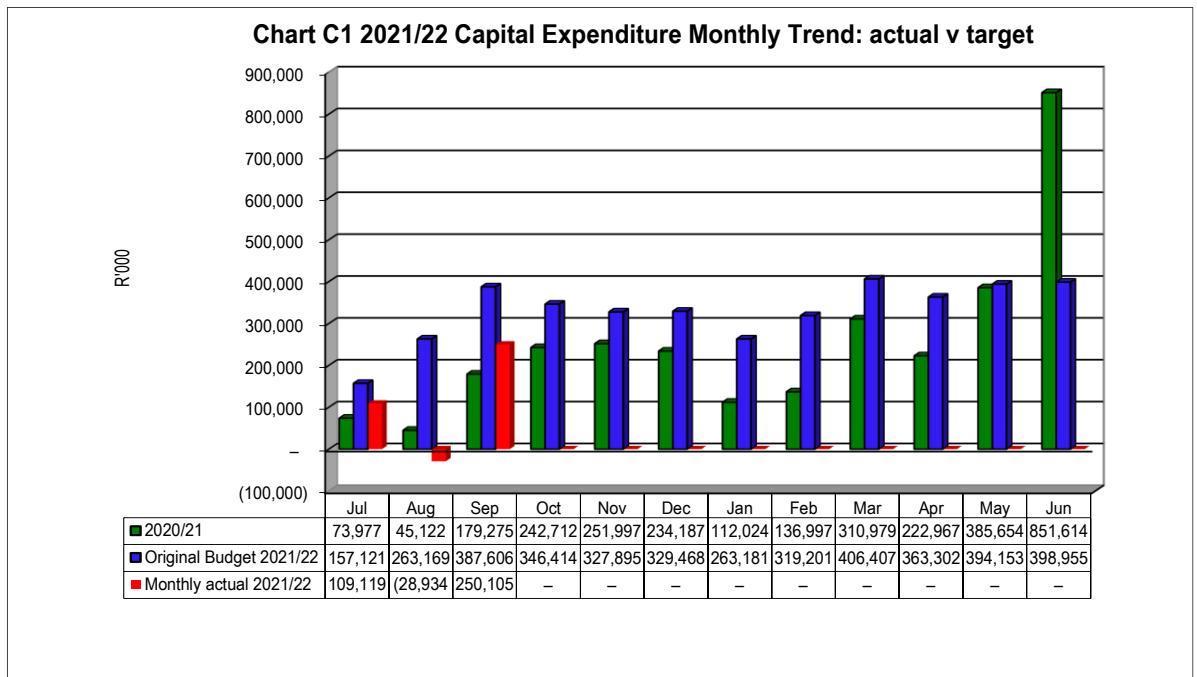
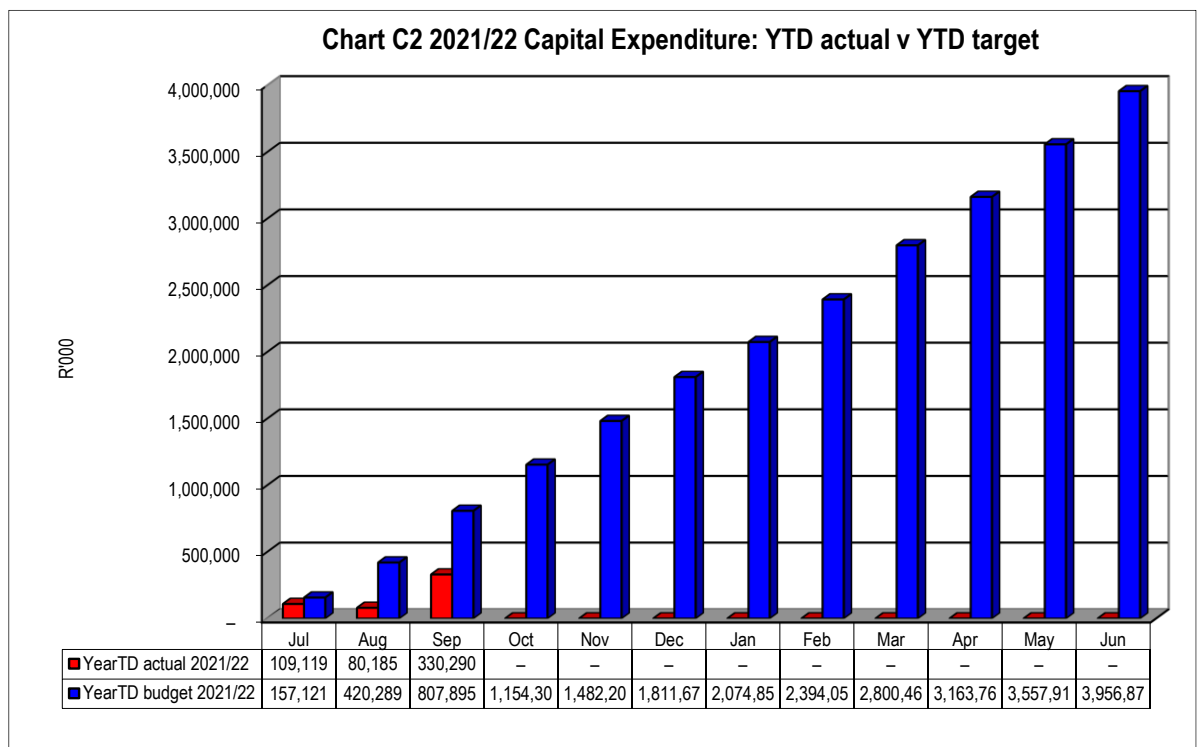


Chart C2: 2021/22 Capital expenditure (YTD actual versus YTD target)



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

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

Financial position

The financial position, as indicated in Table C1, shows that the community wealth or equity of the City of Tshwane as at 30 September 2021 amounts to R33 billion. Details related to the assets and liabilities of the City of Tshwane are provided in Table C6 in a format that is consistent with international standards and aligned with GRAP 1 (Generally Recognised Account Practice).

Cash flow

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

- Cash and cash equivalents as at the end of 30 September 2021 amount to negative R12,4 million.
- The cash flow from operating activities reflects R471,2 million.
- The cash flow from investing activities amounts to R851,4 million.
- The cash from financing activities amounts to R113 million.

Debtors' age analysis

The debtors' report, as reflected in Tables C1 and SC3, has been prepared based on the format required to be lodged electronically with the National Treasury. This format provides an extended age analysis, as well as an age analysis by debtor type.

It also compares this month's results with those of the same period of the previous financial year.

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

An amount of R9,4 billion is outstanding in this category, compared to R9,1 billion in the 2020/21 financial year. The total debtors are at R17,1 billion.

Chart C3: Aged consumer debtors' analysis

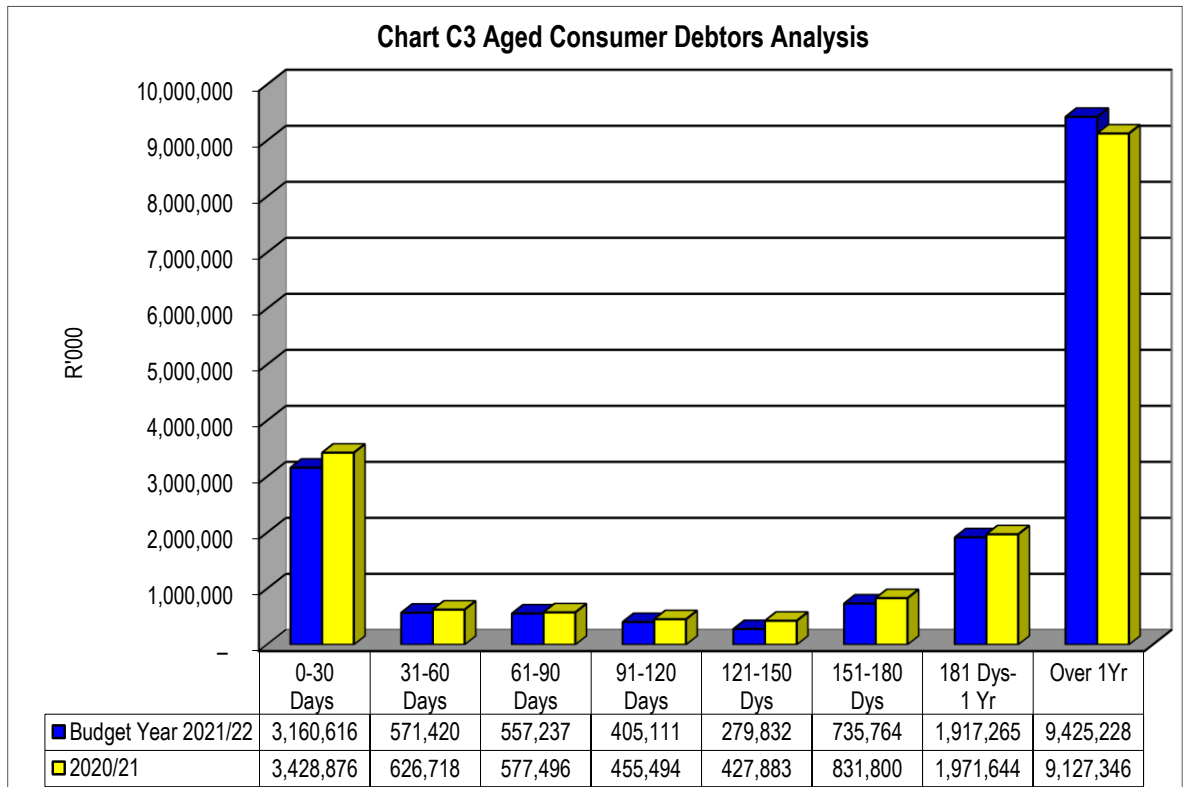
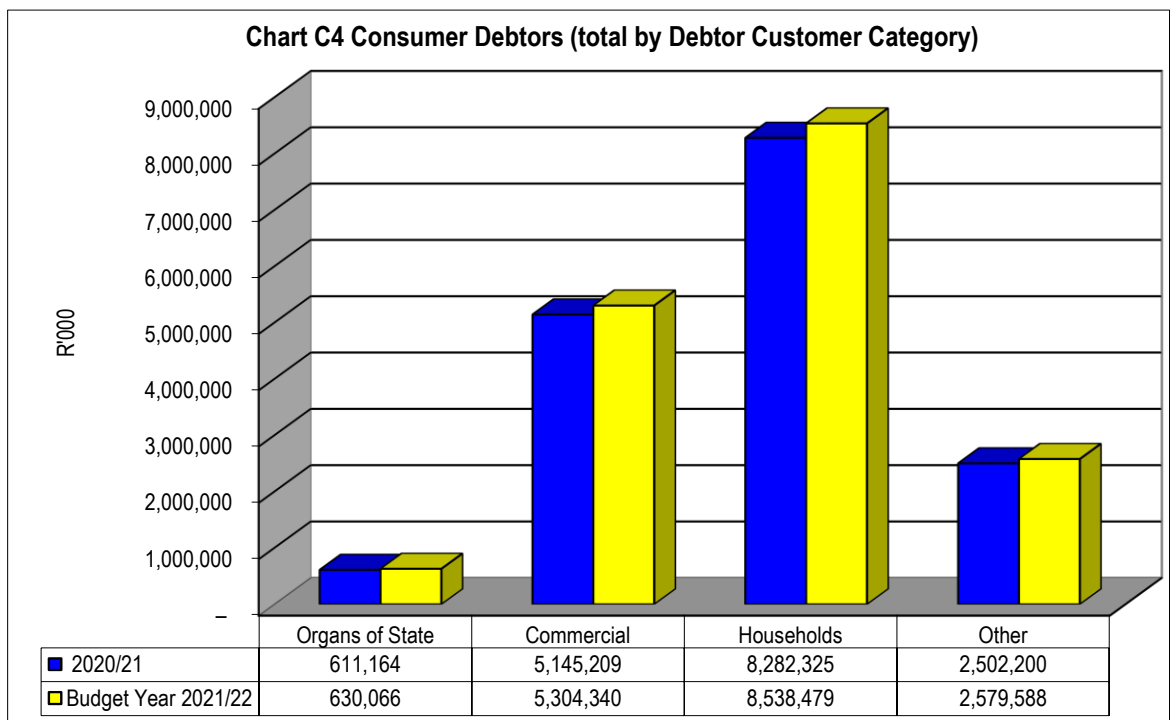


Chart C4 shows that the increase in the customer category is attributable to households, which reflects an increase of R256 million compared to the previous financial year.

Chart C4: Consumer debtors by customer category

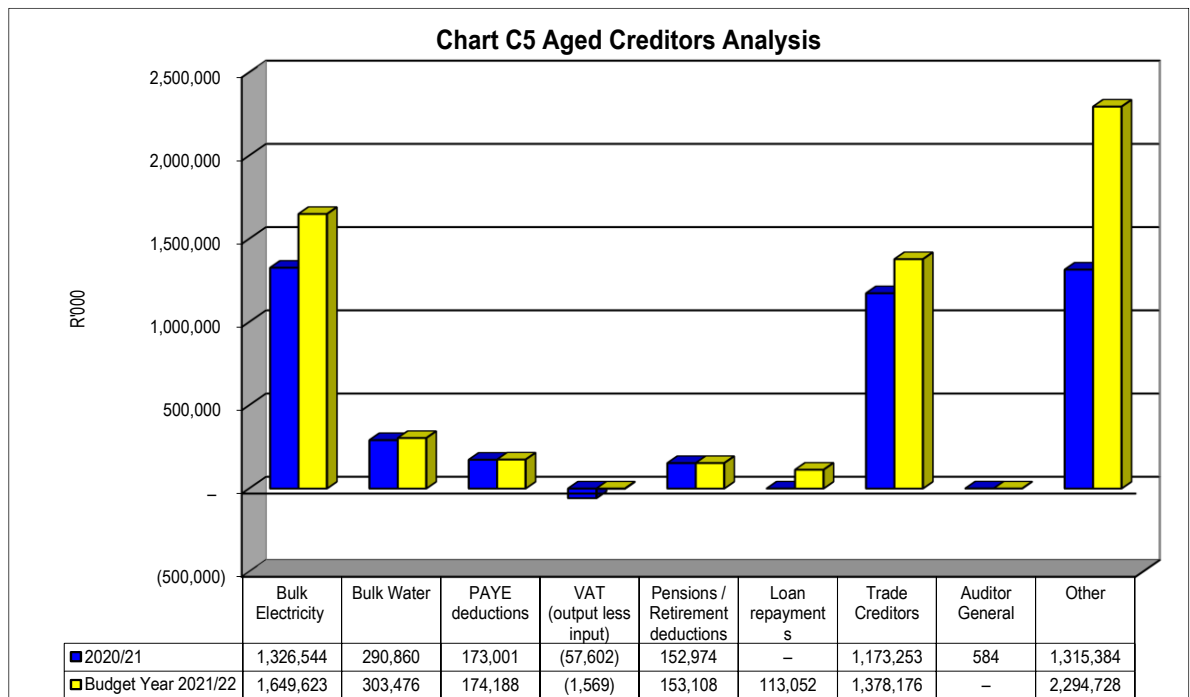


Creditors' age analysis

Tables C1 and SC4 provide an extended age analysis by creditor type.

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

Chart C5: Aged creditors' analysis



Investment portfolio analysis (Table SC5)

The investment portfolio analysis shown in Table SC5 reflects the institution where funds are invested, the period of investment, the type of investment and the accrued interest for the month. The market value at the end of the month amounts to R786 million.

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

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

The total original budget is R7,5 billion and an amount of R2,6 billion was received for the period. A variance of R61,4 million is reflected, mainly due to outstanding health grants. The variance on the equitable share is due to the non-alignment of projections as the payment schedule was received late.

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 actual expenditure incurred, amounting to R2,1 billion, against the YTD budget of R2,5 billion. A variance of R367 million is reflected, mainly due to underspending on infrastructure grants.

Expenditure on councillor and staff benefits (Table SC8)

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

Parent municipality's financial performance (Table SC10)

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

Summary of municipal entities (Table SC11)

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

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

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

Performance indicators (Table SC2)

This table reflects various ratios, such as –

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

1.4 In-year budget statement tables

The financial results for the period ended 30 September 2021 are reflected in Tables C1 to C7, and they are followed by the supporting documents contained in Tables SC1 to SC13e.

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

TSH City Of Tshwane - Table C1 Consolidated Monthly Budget Statement Summary - M03 September							
Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Financial Performance							
Property rates	8,464,806	8,587,212	746,619	2,150,554	2,130,465	20,090	1%
Service charges	19,457,251	22,883,629	2,073,522	6,251,183	5,922,813	328,370	6%
Investment revenue	201,858	159,184	559	4,480	34,008	(29,528)	-87%
Transfers and subsidies	5,270,677	5,252,770	62,341	1,893,664	2,028,413	(134,749)	-7%
Other own revenue	1,579,115	2,277,491	141,166	439,576	291,657	147,919	51%
Total Revenue (excluding capital transfers and contributions)	34,973,707	39,160,287	3,024,205	10,739,458	10,407,356	332,102	3%
Employee costs	12,768,940	12,155,085	965,405	2,889,691	2,836,060	53,631	2%
Remuneration of Councillors	131,886	154,588	10,967	32,703	38,647	(5,944)	-15%
Depreciation & asset impairment	2,120,788	2,499,321	166,908	511,834	605,712	(93,879)	-15%
Finance charges	852,849	1,515,089	31,773	34,832	141,455	(106,622)	-75%
Inventory consumed and bulk purchases	12,055,673	14,951,940	1,727,095	3,429,421	3,696,479	(267,057)	-7%
Transfers and subsidies	21,956	43,164	325	545	11,300	(10,755)	-95%
Other expenditure	7,956,198	7,820,368	561,568	1,399,261	1,882,191	(482,930)	-26%
Total Expenditure	35,908,290	39,139,554	3,464,041	8,298,287	9,211,843	(913,556)	-10%
Surplus/(Deficit)	(934,583)	20,733	(439,836)	2,441,171	1,195,512	1,245,658	104%
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1,567,991	2,002,838	160,940	205,928	198,672	7,256	4%
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	—	284,733	7,887	45,349	62,948	(17,599)	-28%
Surplus/(Deficit) after capital transfers & contributions	633,408	2,308,304	(271,008)	2,692,448	1,457,132	1,235,316	85%
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year	633,408	2,308,304	(271,008)	2,692,448	1,457,132	1,235,316	85%
Capital expenditure & funds sources							
Capital expenditure	3,047,507	3,956,871	250,105	330,290	807,895	(477,606)	-59%
Capital transfers recognised	1,631,457	2,287,571	210,798	245,304	509,145	(263,841)	-52%
Borrowing	1,032,993	1,500,000	38,408	81,503	255,820	(174,317)	-68%
Internally generated funds	383,057	169,300	900	3,483	42,931	(39,447)	-92%
Total sources of capital funds	3,047,507	3,956,871	250,105	330,290	807,895	(477,606)	-59%
Financial position							
Total current assets	9,500,559	13,523,871		8,807,650			
Total non current assets	52,119,192	47,208,883		50,344,440			
Total current liabilities	13,905,504	13,309,703		10,368,511			
Total non current liabilities	16,451,272	17,594,469		15,756,341			
Community wealth/Equity	31,262,975	29,828,582		33,027,239			
Cash flows							
Net cash from (used) operating	3,545,273	4,010,666	(573,028)	471,217	1,879,988	1,408,771	75%
Net cash from (used) investing	(2,563,204)	(4,119,525)	(445,992)	(851,417)	(807,895)	43,521	-5%
Net cash from (used) financing	(1,257,140)	673,354	(113,052)	(113,052)	1,289,904	1,402,957	109%
Cash/cash equivalents at the month/year end	652,123	1,368,523	—	(12,373)	3,166,025	3,178,397	100%
Debtors & creditors analysis	0-30 Days	31-60 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr
Debtors Age Analysis							
Total By Income Source	3,160,616	571,420	405,111	279,832	735,764	1,917,265	9,425,228
Creditors Age Analysis							
Total Creditors	6,064,783	—	—	—	—	—	—

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

TSH City Of Tshwane - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - M03 September							
Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
<u>Revenue - Functional</u>							
<i>Governance and administration</i>	13,886,191	13,950,497	805,616	4,134,545	4,148,505	(13,960)	0%
Executive and council	68,039	68,102	111	111	28,643	(28,532)	-100%
Finance and administration	13,818,115	13,882,175	805,504	4,134,431	4,119,860	14,572	0%
Internal audit	38	220	2	3	2	1	70%
<i>Community and public safety</i>	844,952	1,473,194	175,231	279,262	210,752	68,511	33%
Community and social services	40,426	45,797	6,082	10,605	10,905	(299)	-3%
Sport and recreation	14,872	22,890	878	2,067	1,009	1,058	105%
Public safety	73,255	271,274	7,965	18,847	8,636	10,212	118%
Housing	627,012	1,043,560	136,240	223,081	150,464	72,616	48%
Health	89,388	89,672	24,066	24,662	39,738	(15,076)	-38%
<i>Economic and environmental services</i>	923,745	1,266,157	53,533	118,456	194,565	(76,109)	-39%
Planning and development	106,500	116,085	8,673	28,469	25,230	3,238	13%
Road transport	811,264	1,140,035	43,807	87,572	168,820	(81,248)	-48%
Environmental protection	5,981	10,037	1,053	2,415	514	1,901	370%
<i>Trading services</i>	20,659,660	24,498,078	2,156,745	6,419,777	6,054,330	365,447	6%
Energy sources	12,950,885	15,606,385	1,391,149	4,254,092	4,150,623	103,469	2%
Water management	4,676,481	5,445,846	479,489	1,344,095	1,110,923	233,172	21%
Waste water management	1,537,621	1,845,723	141,378	372,669	381,585	(8,916)	-2%
Waste management	1,494,672	1,600,123	144,729	448,921	411,199	37,722	9%
<i>Other</i>	227,150	259,933	1,908	38,694	60,824	(22,130)	-36%
Total Revenue - Functional	36,541,698	41,447,858	3,193,033	10,990,735	10,668,976	321,759	3%
<u>Expenditure - Functional</u>							
<i>Governance and administration</i>	7,768,799	8,562,136	669,076	1,650,232	1,740,122	(89,890)	-5%
Executive and council	1,254,133	1,107,021	132,702	294,777	257,109	37,668	15%
Finance and administration	6,411,574	7,334,496	529,003	1,326,573	1,459,968	(133,395)	-9%
Internal audit	103,092	120,619	7,371	28,882	23,044	5,838	25%
<i>Community and public safety</i>	6,715,498	6,515,673	539,215	1,423,030	1,555,522	(132,492)	-9%
Community and social services	368,046	418,094	28,689	76,155	86,575	(10,420)	-12%
Sport and recreation	503,939	561,064	33,526	98,295	122,496	(24,201)	-20%
Public safety	4,004,314	3,739,258	292,438	858,630	906,751	(48,120)	-5%
Housing	807,621	807,586	94,381	155,361	162,498	(7,137)	-4%
Health	1,031,578	989,671	90,181	234,589	277,202	(42,613)	-15%
<i>Economic and environmental services</i>	3,232,167	3,116,970	212,725	615,080	694,709	(79,629)	-11%
Planning and development	1,012,886	936,355	68,318	206,845	246,926	(40,081)	-16%
Road transport	1,976,201	1,975,492	128,175	363,562	405,492	(41,930)	-10%
Environmental protection	243,080	205,123	16,231	44,673	42,292	2,381	6%
<i>Trading services</i>	18,017,622	20,755,509	2,029,044	4,576,160	5,172,201	(596,041)	-12%
Energy sources	11,689,441	14,054,669	1,608,807	3,442,059	3,679,354	(237,295)	-6%
Water management	4,051,665	4,273,872	331,013	756,672	944,137	(187,465)	-20%
Waste water management	811,569	813,253	43,510	139,914	180,665	(40,752)	-23%
Waste management	1,464,947	1,613,715	45,715	237,516	368,045	(130,529)	-35%
<i>Other</i>	174,640	189,765	13,981	33,784	49,413	(15,629)	-32%
Total Expenditure - Functional	35,908,726	39,140,052	3,464,041	8,298,287	9,211,968	(913,681)	-10%
Surplus/ (Deficit) for the year	632,972	2,307,807	(271,008)	2,692,448	1,457,008	1,235,440	85%

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

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

TSH City Of Tshwane - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M03 September							
Vote Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Revenue by Vote							
Vote 1 - Community & Social Development Services Department	44,008	41,577	4,972	5,162	9,491	(4,329)	-45.6%
Vote 2 - Economic Development & Spatial Planning Department	431,675	392,667	19,098	77,421	83,343	(5,922)	-7.1%
Vote 3 - Emergency Services Department	12,414	11,618	1,783	3,684	2,056	1,627	79.1%
Vote 4 - Environment & Agriculture Management Department	1,504,274	1,623,351	146,418	452,455	411,723	40,733	9.9%
Vote 5 - Group Financial Services Department	13,520,519	13,726,320	780,025	4,091,202	4,096,312	(5,110)	-0.1%
Vote 6 - Group Property Management Department	90,044	75,000	10,760	19,449	17,217	2,232	13.0%
Vote 7 - Health Department	86,957	87,497	23,805	24,150	39,509	(15,358)	-38.9%
Vote 8 - Human Settlement Department	627,027	1,043,605	136,241	223,066	150,410	72,656	48.3%
Vote 9 - Tshwane Metro Police Department	63,274	260,683	6,443	15,605	6,808	8,797	129.2%
Vote 10 - Regional Operations & Coordination Department	32,267	32,795	2,614	7,922	4,075	3,846	94.4%
Vote 11 - Roads & Transport Department	837,429	1,191,138	46,668	93,370	174,819	(81,450)	-46.6%
Vote 12 - Shared Services Department	7	-	1	3	-	3	
Vote 13 - Utility Services: Electricity Department	12,948,083	15,604,120	1,390,359	4,253,153	4,150,000	103,153	2.5%
Vote 14 - Utility Services: Water and Sanitation Department	6,213,273	7,280,959	620,529	1,716,422	1,491,757	224,666	15.1%
Vote 15 - Other Departments	130,448	76,528	3,317	7,672	31,455	(23,784)	-75.6%
Total Revenue by Vote	36,541,698	41,447,858	3,193,033	10,990,735	10,668,976	321,759	3.0%
Expenditure by Vote							
Vote 1 - Community & Social Development Services Department	560,938	431,515	35,856	114,843	101,680	13,164	12.9%
Vote 2 - Economic Development & Spatial Planning Department	683,474	628,471	49,152	138,816	165,427	(26,611)	-16.1%
Vote 3 - Emergency Services Department	986,737	941,891	73,547	219,077	236,480	(17,403)	-7.4%
Vote 4 - Environment & Agriculture Management Department	1,806,430	1,946,371	70,972	305,401	439,576	(134,175)	-30.5%
Vote 5 - Group Financial Services Department	3,146,568	4,146,484	127,970	595,080	731,597	(136,518)	-18.7%
Vote 6 - Group Property Management Department	827,866	910,077	147,044	214,306	180,664	33,643	18.6%
Vote 7 - Health Department	566,169	553,146	55,459	132,891	171,654	(38,764)	-22.6%
Vote 8 - Human Settlement Department	838,226	839,922	96,767	162,999	170,216	(7,217)	-4.2%
Vote 9 - Tshwane Metro Police Department	3,414,566	2,678,386	197,225	620,430	641,066	(20,636)	-3.2%
Vote 10 - Regional Operations & Coordination Department	3,250,114	2,948,048	204,714	586,495	658,576	(72,081)	-10.9%
Vote 11 - Roads & Transport Department	1,748,501	1,760,431	116,217	329,422	373,366	(43,944)	-11.8%
Vote 12 - Shared Services Department	1,504,670	1,390,647	232,592	352,132	367,414	(15,282)	-4.2%
Vote 13 - Utility Services: Electricity Department	10,353,906	12,954,403	1,519,713	3,191,400	3,401,375	(209,975)	-6.2%
Vote 14 - Utility Services: Water and Sanitation Department	4,437,089	4,687,474	344,653	816,853	1,030,639	(213,786)	-20.7%
Vote 15 - Other Departments	1,783,457	2,322,787	192,159	518,143	542,237	(24,094)	-4.4%
Total Expenditure by Vote	35,908,712	39,140,052	3,464,041	8,298,287	9,211,968	(913,681)	-9.9%
Surplus/ (Deficit) for the year	632,986	2,307,807	(271,008)	2,692,448	1,457,008	1,235,440	84.8%

(d) Table C4: Consolidated monthly budget statement – Financial performance (revenue and expenditure)

TSH City Of Tshwane - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September							
Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Revenue By Source							
Property rates	8,464,806	8,587,212	746,619	2,150,554	2,130,465	20,090	1%
Service charges - electricity revenue	12,402,875	15,015,588	1,352,758	4,166,074	4,085,812	80,262	2%
Service charges - water revenue	4,280,102	4,887,501	449,425	1,286,736	1,090,878	195,858	18%
Service charges - sanitation revenue	1,281,588	1,381,594	126,869	349,753	335,100	14,653	4%
Service charges - refuse revenue	1,492,686	1,598,946	144,470	448,620	411,023	37,597	9%
Rental of facilities and equipment	146,460	169,968	14,945	34,651	44,220	(9,569)	-22%
Interest earned - external investments	201,858	159,184	559	4,480	34,008	(29,528)	-87%
Interest earned - outstanding debtors	375,857	823,164	52,301	162,606	59,569	103,037	173%
Dividends received	–	–	–	–	–	–	–
Fines, penalties and forfeits	59,786	250,902	6,398	15,476	6,621	8,855	134%
Licences and permits	40,150	52,447	3,253	6,262	6,315	(53)	-1%
Agency services	–	–	–	–	–	–	–
Transfers and subsidies	5,270,677	5,252,770	62,341	1,893,664	2,028,413	(134,749)	-7%
Other revenue	953,546	981,012	64,270	220,581	174,932	45,649	26%
Gains	3,316	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)	34,973,707	39,160,287	3,024,205	10,739,458	10,407,356	332,102	3%
Expenditure By Type							
Employee related costs	12,768,940	12,155,085	965,405	2,889,691	2,836,060	53,631	2%
Remuneration of councillors	131,886	154,588	10,967	32,703	38,647	(5,944)	-15%
Debt impairment	2,105,348	2,124,802	–	362,509	543,764	(181,255)	-33%
Depreciation & asset impairment	2,120,788	2,499,321	166,908	511,834	605,712	(93,879)	-15%
Finance charges	852,849	1,515,089	31,773	34,832	141,455	(106,622)	-75%
Bulk purchases - electricity	11,423,005	11,160,809	1,431,499	2,835,618	2,970,020	(134,403)	-18%
Inventory consumed	632,669	3,791,131	295,596	593,804	726,458	(132,655)	-18%
Contracted services	3,864,012	3,684,727	258,046	492,889	875,381	(382,493)	-44%
Transfers and subsidies	21,956	43,164	325	545	11,300	(10,755)	-95%
Other expenditure	1,986,600	2,010,793	303,522	543,862	463,034	80,829	17%
Losses	238	46	–	–	11	(11)	-100%
Total Expenditure	35,908,290	39,139,554	3,464,041	8,298,287	9,211,843	(913,556)	-10%
Surplus/(Deficit)	(934,583)	20,733	(439,836)	2,441,171	1,195,512	1,245,658	104%
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1,567,991	2,002,838	160,940	205,928	198,672	7,256	4%
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	–	284,733	7,887	45,349	62,948	(17,599)	-28%
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	633,408	2,308,304	(271,008)	2,692,448	1,457,132		
Taxation	436	498	–	–	124	(124)	-100%
Surplus/(Deficit) after taxation	632,972	2,307,807	(271,008)	2,692,448	1,457,008		
Attributable to minorities	–	–	–	–	–		
Surplus/(Deficit) attributable to municipality	632,972	2,307,807	(271,008)	2,692,448	1,457,008		
Share of surplus/ (deficit) of associate	–	–	–	–	–		
Surplus/ (Deficit) for the year	632,972	2,307,807	(271,008)	2,692,448	1,457,008		

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

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

TSH City Of Tshwane - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - M03 September)							
Vote Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Multi-Year expenditure appropriation							
Vote 1 - Community & Social Development Services Department	47,754	75,427	111	111	15,048	(14,937)	-99%
Vote 2 - Economic Development & Spatial Planning Department	97,559	22,203	—	—	—	—	—
Vote 3 - Emergency Services Department	38,893	19,800	—	541	1,350	(809)	-60%
Vote 4 - Environment & Agriculture Management Department	26,997	37,000	—	—	2,275	(2,275)	-100%
Vote 5 - Group Financial Services Department	60,336	40,400	—	(56)	3,875	(3,931)	-101%
Vote 6 - Group Property Management Department	16,782	20,100	—	273	42,000	(41,727)	—
Vote 7 - Health Department	28,385	62,447	1,317	1,317	7,872	(6,555)	-83%
Vote 8 - Human Settlement Department	600,465	1,075,791	99,931	157,600	299,591	(141,991)	-47%
Vote 9 - Tshwane Metro Police Department	14,382	21,500	—	—	—	—	—
Vote 10 - Regional Operations & Coordination Department	19,460	19,500	—	—	1,961	(1,961)	-100%
Vote 11 - Roads & Transport Department	621,778	774,101	18,419	26,441	95,948	(69,507)	-72%
Vote 12 - Shared Services Department	256,928	297,018	—	(15)	12,882	(12,897)	-100%
Vote 13 - Utility Services: Electricity Department	649,060	453,086	27,097	34,393	57,563	(23,169)	-40%
Vote 14 - Utility Services: Water and Sanitation Department	534,517	708,150	101,210	104,603	169,415	(64,812)	-38%
Vote 15 - Other Departments	11,077	277,850	1,113	1,113	80,455	(79,342)	-99%
Total Capital Multi-year expenditure	3,024,373	3,904,373	249,198	326,321	790,235	(463,914)	-59%
Single Year expenditure appropriation							
Vote 1 - Community & Social Development Services Department	—	—	—	—	—	—	—
Vote 2 - Economic Development & Spatial Planning Department	172	2,649	—	—	—	—	—
Vote 3 - Emergency Services Department	—	—	—	—	—	—	—
Vote 4 - Environment & Agriculture Management Department	—	—	—	—	—	—	—
Vote 5 - Group Financial Services Department	—	—	—	—	—	—	—
Vote 6 - Group Property Management Department	102	42,000	—	—	—	—	—
Vote 7 - Health Department	—	—	—	—	1,748	(1,748)	-100%
Vote 8 - Human Settlement Department	21,954	—	197	3,258	7,912	(4,654)	-59%
Vote 9 - Tshwane Metro Police Department	—	—	—	—	—	—	—
Vote 10 - Regional Operations & Coordination Department	632	—	—	—	—	—	—
Vote 11 - Roads & Transport Department	—	1,500	710	710	—	710	#DIV/0!
Vote 12 - Shared Services Department	—	—	—	—	3,000	(3,000)	-100%
Vote 13 - Utility Services: Electricity Department	—	—	—	—	5,000	(5,000)	-100%
Vote 14 - Utility Services: Water and Sanitation Department	—	5,750	—	—	—	—	—
Vote 15 - Other Departments	274	600	—	—	—	—	—
Total Capital single-year expenditure	23,134	52,499	907	3,969	17,660	(13,691)	-78%
Total Capital Expenditure	3,047,507	3,956,871	250,105	330,290	807,895	(477,606)	-59%
Capital Expenditure - Functional Classification							
Governance and administration	360,312	396,571	—	(71)	64,307	(64,378)	-100%
Executive and council	—	—	—	—	—	—	—
Finance and administration	360,312	396,421	—	(71)	64,307	(64,378)	-100%
Internal audit	—	150	—	—	—	—	—
Community and public safety	622,605	1,193,365	96,075	156,731	306,999	(150,268)	-49%
Community and social services	30,503	41,227	111	111	88	23	27%
Sport and recreation	28,120	67,700	—	—	15,048	(15,048)	-100%
Public safety	53,275	68,000	—	814	1,350	(537)	-40%
Housing	482,322	943,991	94,647	154,490	277,894	(123,404)	-44%
Health	28,385	72,447	1,317	1,317	12,620	(11,303)	-90%
Economic and environmental services	706,641	1,042,350	21,060	24,430	178,354	(153,923)	-86%
Planning and development	86,918	228,749	—	—	72,155	(72,155)	-100%
Road transport	613,694	808,101	21,060	24,430	106,198	(81,768)	-77%
Environmental protection	6,029	5,500	—	—	—	—	—
Trading services	1,330,089	1,305,886	132,970	143,352	258,235	(114,884)	-44%
Energy sources	645,076	467,286	27,097	34,393	62,674	(28,280)	-45%
Water management	397,279	378,800	57,301	57,927	92,111	(34,184)	-37%
Waste water management	277,534	444,800	48,572	51,031	101,263	(50,232)	-50%
Waste management	10,200	15,000	—	—	2,188	(2,188)	-100%
Other	27,861	18,700	—	5,848	—	5,848	—
Total Capital Expenditure - Functional Classification	3,047,507	3,956,871	250,105	330,290	807,895	(477,606)	-59%
Funded by:							
National Government	1,561,429	1,990,111	165,338	199,844	424,558	(224,714)	-53%
Provincial Government	70,027	12,727	111	111	—	111	#DIV/0!
District Municipality	—	—	—	—	—	—	—
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	—	284,733	45,349	45,349	84,587	(39,238)	-46%
Transfers recognised - capital	1,631,457	2,287,571	210,798	245,304	509,145	(263,841)	-52%
Borrowing	1,032,993	1,500,000	38,408	81,503	255,820	(174,317)	-68%
Internally generated funds	383,057	169,300	900	3,483	42,931	(39,447)	-92%
Total Capital Funding	3,047,507	3,956,871	250,105	330,290	807,895	(477,606)	-59%

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

TSH City Of Tshwane - Table C6 Consolidated Monthly Budget Statement - Financial Position - M03 September			
Description	2020/21	Budget Year 2021/22	
	Pre-audit outcome	Original Budget	YearTD actual
R thousands			
<u>ASSETS</u>			
Current assets			
Cash	247,948	336,217	–
Call investment deposits	429,418	1,032,306	783,088
Consumer debtors	6,323,833	9,793,406	5,624,456
Other debtors	1,447,800	1,380,936	1,588,774
Current portion of long-term receivables	298,496	129,536	1,501
Inventory	753,065	851,470	809,831
Total current assets	9,500,559	13,523,871	8,807,650
Non current assets			
Long-term receivables	58,192	13,277	9,816
Investments	866,676	766,851	827,533
Investment property	1,135,947	1,176,031	1,045,449
Investments in Associate	–	–	–
Property, plant and equipment	49,126,337	44,442,486	47,645,423
Biological	–	–	–
Intangible	932,040	810,238	816,218
Other non-current assets	–	–	–
Total non current assets	52,119,192	47,208,883	50,344,440
TOTAL ASSETS	61,619,751	60,732,754	59,152,090
<u>LIABILITIES</u>			
Current liabilities			
Bank overdraft			797,829
Borrowing	870,213	1,483,066	234,337
Consumer deposits	947,410	700,581	919,736
Trade and other payables	12,075,966	11,126,055	8,416,609
Provisions	11,916	–	–
Total current liabilities	13,905,504	13,309,703	10,368,511
Non current liabilities			
Borrowing	15,269,670	14,444,892	12,649,883
Provisions	1,181,602	3,149,577	3,106,458
Total non current liabilities	16,451,272	17,594,469	15,756,341
TOTAL LIABILITIES	30,356,776	30,904,172	26,124,851
NET ASSETS	31,262,975	29,828,582	33,027,239
<u>COMMUNITY WEALTH/EQUITY</u>			
Accumulated Surplus/(Deficit)	30,960,413	29,520,128	32,724,677
Reserves	302,562	308,454	302,562
TOTAL COMMUNITY WEALTH/EQUITY	31,262,975	29,828,582	33,027,239

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

TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M03 September							
Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
CASH FLOW FROM OPERATING ACTIVITIES							
Receipts							
Property rates	8,403,089	7,900,235	746,619	2,150,554	1,960,028	190,527	10%
Service charges	19,207,587	20,714,698	2,278,779	6,495,285	5,034,048	1,461,237	29%
Other revenue	1,293,965	1,454,328	84,193	328,780	229,441	99,339	43%
Transfers and Subsidies - Operational	5,305,895	5,252,770	36,843	1,971,274	2,032,699	(61,425)	-3%
Transfers and Subsidies - Capital	1,964,275	2,287,571	10,478	648,466	648,466	-	
Interest	345,760	916,495	514	4,351	34,008	(29,657)	-87%
Dividends							
Payments							
Suppliers and employees	(32,003,660)	(32,957,178)	(3,694,598)	(11,058,931)	(7,905,946)	3,152,986	-40%
Finance charges	(949,638)	(1,515,089)	(31,773)	(34,832)	(141,455)	(106,622)	75%
Transfers and Grants	(22,001)	(43,164)	(4,082)	(33,730)	(11,300)	22,430	-198%
NET CASH FROM/(USED) OPERATING ACTIVITIES	3,545,273	4,010,666	(573,028)	471,217	1,879,988	1,408,771	75%
CASH FLOWS FROM INVESTING ACTIVITIES							
Receipts							
Proceeds on disposal of PPE	-	-	-	-	-	-	
Decrease (increase) in non-current receivables	(222,910)	(12,654)	(245)	(221)	-	(221)	
Decrease (increase) in non-current investments	1,303,976	(150,000)	(207,014)	(565,090)	-	(565,090)	
Payments							
Capital assets	(3,644,271)	(3,956,871)	(238,733)	(286,105)	(807,895)	(521,790)	65%
NET CASH FROM/(USED) INVESTING ACTIVITIES	(2,563,204)	(4,119,525)	(445,992)	(851,417)	(807,895)	43,521	-5%
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts							
Short term loans	-	-	-	-	-	-	
Borrowing long term/refinancing	(685,796)	1,500,000	-	-	1,500,000	(1,500,000)	-100%
Increase (decrease) in consumer deposits	-	13,737	-	-	-	-	
Payments							
Repayment of borrowing	(571,345)	(840,382)	(113,052)	(113,052)	(210,096)	(97,043)	46%
NET CASH FROM/(USED) FINANCING ACTIVITIES	(1,257,140)	673,354	(113,052)	(113,052)	1,289,904	1,402,957	109%
NET INCREASE/ (DECREASE) IN CASH HELD	(275,072)	564,496	(1,132,073)	(493,252)	2,361,997		
Cash/cash equivalents at beginning:	927,194	804,027	480,880	480,880	804,027		
Cash/cash equivalents at month/year end:	652,123	1,368,523		(12,373)	3,166,025		

Note: The cash and equivalents as at 30 September 2021 are at negative R12,4 million, which only includes highly liquid investments. The short-term investments as at 30 September 2021 amounted to R783 million with the short term loan amounting to R797 million.

PART 2: SUPPORTING DOCUMENTATION

(a) Table SC1: Material variance explanations

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M03 September			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands			
Revenue By Source			
Property rates	20,090	Revenue better than projected due to the constant update of the property valuations and categories through supplementary valuation roll as per section 78 of the MPRAA.	
Service charges - electricity revenue	80,262	Mainly on Prepaid Electricity. The city is in a process of migrating conventional meters into prepaid.	
Service charges - water revenue	195,858	Revenue better than projected mainly on Water Fees and Cross-Border Bulk Water.	
Service charges - sanitation revenue	14,653	Revenue dependant on water sales.	
Service charges - refuse revenue	37,597	Revenue was better than projected, mainly on Solid Waste Removal and Landfill Sites.	
Rental of facilities and equipment	(9,569)	Mainly on Rental Stand and Businesses. Delays in the allocation of billed revenue for the months of July, August and September 2021.	
Interest earned - external investments	(29,528)	Revenue was less than projected. Due to low cash flow position.	
Interest earned - outstanding debtors	103,037	Revenue was better than projected.	
Dividends received	-		
Fines, penalties and forfeits	8,855	Mainly on AARTO, revenue was better than projected.	
Licences and permits	(53)		
Agency services	-		
Transfers and subsidies	(134,749)	Mainly on Public Transport Network Grant, Equitable Shares, Project Preparation Grant, HIV and Aids Grant Revenue, revenue recognition is dependent on performance.	
Other revenue	45,649	Revenue was better than projected, mainly on Approval Fees of Advertisement Signs, Transport Fees, Administrative Handling Fees, Training Fees Recovered, Township Development Contribution Electricity.	
Gains	-		
Expenditure By Type			
Employee related costs	53,631	Mainly on provision for leave payments and service bonus due to prorated monthly actual and budget projection reflected under November when actual payments take place.	
Remuneration of councillors	(5,944)		
Debt impairment	(181,255)	Due to delay in processing of journal for the period. The expenditure will reflect in October 2021.	
Depreciation & asset impairment	(93,879)	Mainly on Depreciation, the capitalisation of assets will increase in the second quarter, and impairment is only done at year end.	
Finance charges	(106,622)	Mainly on interest payable on external loans. Due to delay in processing of Journal for the period. The expenditure will reflect in October 2021.	
Bulk purchases	(134,403)	The Bulk Electricity Invoice for September 2021 will be processed for payment on 11 October 2021.	
Inventory Consumed	(132,655)	Mainly on Bulk Water Purchases – Own Plants, Rand Water, Magalies Water, Chemicals, Electronic Equipment, Petrol and Diesel. Due to delay in processing of Purchase Orders and most items in the group are procured as and when required.	
Contracted services	(382,493)	Mainly on Household Refuse Removal, Researcher, Buildings, Project management services, Rudimentary services, Reticulation Electricity, Water Reticulation, Lights, Consultants: Civil Engineering, Research and advisory, Connections, Water flow connections/disconnection, Water connection/disconnection, Lights, Personnel and Labour. Due to delay in processing of Purchase Orders and the implementation of cost cutting measures.	
Transfers and subsidies	(10,755)	Mainly on LED Initiatives, DSA NPO Support and Gratuities.	
Other expenditure	80,829	Mainly on Insurance Premium. Annual Renewal Premiums are payable in advance during the first quarter and that has been effected in July 2021.	
Losses	(11)		

Table SC1: Material variance explanations (continued)

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M03 September				
Description		Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands				
Capital Expenditure				
Vote 1 - Community & Social Development Services Department		(14,937)	Upgrading of Caledonian Stadium (Inner City Park) - Cash flow System approval in process.	R9,8 million expenditure to be processed after approval of Cash flow System.
Vote 2 - Economic Development & Spatial Planning Department		-	None	None.
Vote 3 - Emergency Services Department		(809)	Construction of Emergency Services Station Mamelodi 1 - The contractor declared a dispute on 13 September 2021 and informed the Principal Agent and the Emergency Services that no work will commence until the dispute is resolved. The dispute involves the monthly salary of the CLO (Community Liasion Officer) for the entire contract period as well as the monthly payments for security services provided for the duration of the contract. Poor performance by the contractor: Certification in terms of site works concluded remains outstanding to reach practical completion.	On 27 September the ESD had a meeting with the Contractor and the PA to discuss the following matters in question from the dispute: -Salary payment of CLO -Payment of security on site The matter with regards to the CLO was resolved and no payments will be made to the contractor by the City. In terms of the security, it was requested that the Contractor submits evidence to support his claim by 1 October 2021. The Professional team to review and advise on the way forward. -Poor performance by the contractor: The implementation of penalties will continue till such time the contractor reached completion.
Vote 4 - Environment & Agriculture Management Department		(2,275)	Provision of waste containers - Commencement date for Capex projects was delayed to January 2022 due to budget rebasing.	Project planning will commence end of October 2021 to be ready to start work in January 2022.
Vote 5 - Group Financial Services Department		(3,931)	Insurance Replacements (CTMM Contribution) - Delay in the approval for the creation of PO.	Awaiting approval.
Vote 6 - Group Property Management Department		(41,727)	Acquisition of Midtown Building - A report regarding the purchase offer was prepared to the Mayoral Committee, but not yet approved.	Regular follow-ups until the report is approved.
Vote 7 - Health Department		(8,303)	New Clinic Lusaka - Due to cash flow situation the department had to seek approval from the CM to spend on this project. Approval received 27 September 2021.	3 Claims received and in process for payment. Constant follow up will be made to Finance to fast track the payments.
Vote 8 - Human Settlement Department		(146,645)	Construction of roads & stormwater - Soshanguve South X12 - Invoices not received for work done.	Service providers will be advised to invoice work done.
Vote 9 - Tshwane Metro Police Department		-	None.	None.
Vote 10 - Regional Operations & Coordination Department		(1,961)	RIMM: Belle Ombre: Concrete Plant - Project delayed in the 1st quarter 2021/22 FY due to financial rebasing.	Purchase Order will be generated effective 01 October 2021 and catchup plans implemented.
Vote 11 - Roads & Transport Department		(68,797)	Wonderboom Intermodal Facility (Hector Pieterse Station) - The division busy with the creation of Purchase Orders after the approval of the City Manager.	Engage Supply Chain Management to fast tract the approval process.
Vote 12 - Shared Services Department		(15,897)	Computer Equipment Deployment - End user computer hardware equipment - Delays in the appointment of the service providers.	Orders placed and awaiting delivery.
Vote 13 - Utility Services: Electricity Department		(28,169)	Soshanguve 132/11KV Substation - 32kV Control and Protection panels have been fully installed. Switchgear panels installed. Transformer A and R equipment installed. 132kV panels installed and now busy with multi-core cables.	Regular follow-up meetings with contractor to track progress. Work will be expedited in the next month.
Vote 14 - Utility Services: Water and Sanitation Department		(64,812)	Bronkhorstbaai: Refurbishment and upgrade of Water Purification Plant - There is service entries amounting to R3,6 million that were done after the 1st of October due to corrections that needed to be done. The full projected amount could not be spent due to outstanding BAC resolution.	The service entriees were done, and payments submitted to finance.
Vote 15 - Other Departments		(79,342)	Construction of Plumbing Workshop - The division is still in a process of creating purchase orders.	Follow up on the memo prepared to get permission to create purchase orders.
Financial Position				
Current assets		(5,514,050)	Due to decrease in consumer debtors.	
Non current assets		3,135,557	Due to increase in property, plant and equipment.	
Current liabilities		(3,739,021)	Due to decrease in borrowings, trade and other payables.	
Non current liabilities		(1,838,129)	Due to decrease in borrowings.	
Cash Flow				
Cash flow from operating activities		1,408,771	Mainly on payment of suppliers and employees.	
Cash flow from investing activities		43,521	Mainly on capital assets and non current investments.	
Cash flow from financing activities		1,402,957	Mainly on borrowings	
Measureable performance				
Municipal Entities				
Revenue By Municipal Entity				
Housing Company Tshwane		(9,926)	COT is still in a process of transferring group property stock to HCT through conveyancing	Management is engaging with COT Officials to accelerate the process of transferring Group property stock to HCT
Tshwane Economic Development Agency		(296)	Mainly on Other Revenue. This represent funds earned from adhoc ventures which are expected to increase in the coming months.	None.
Expenditure By Municipal Entity				
Housing Company Tshwane		(10,132)	Mainly on Employee Related Costs. Vacant position within the organisational structure	As the City has put the moratorium on filling of positions, the entity will review the organogram and adjust the budget during the adjustment budget process
Tshwane Economic Development Agency		(3,049)	Mainly on Employee Related Costs. Variance is due to vacancies not yet filled and the budgeted salary increase not yet implemented.	None.
Capital Expenditure By Municipal Entity				
Housing Company Tshwane		(44,383)	Townlands Project - The appointment process for the construction contractor is on hold.	The appointment process for the construction contractor is on hold.
Tshwane Economic Development Agency		(31)	Procured assets are yet to be delivered where delays are caused by the availability of procured assets.	Track delivery of procured assets.

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

TSH City Of Tshwane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M03 September				
Description of financial indicator	Basis of calculation	2020/21	Budget Year 2021/22	
		Pre-audit outcome	Original Budget	YearTD actual
<u>Borrowing Management</u>				
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	4.0%	6.0%	6.6%
Borrowed funding of 'own n' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	33.9%	89.9%	24.7%
<u>Safety of Capital</u>				
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	90.3%	90.7%	66.9%
<u>Liquidity</u>				
Current Ratio	Current assets/current liabilities	0.7	1.0	0.8
Liquidity Ratio	Monetary Assets/Current Liabilities	0.0	0.1	0.1
<u>Revenue Management</u>				
Payment Level %	Last 12 Mths Receipts/ Last 12 Mths Billing	98.1%	90.9%	100.9%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	23.2%	28.9%	67.3%
<u>Creditors Management</u>				
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	100.0%	100.0%	100.0%
<u>Other Indicators</u>				
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	21.7%	18.0%	25.5%
Employee costs	Employee costs/Total Revenue - capital revenue	36.5%	31.0%	26.9%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	3.9%	3.6%	1.4%
Interest & Depreciation	I&D/Total Revenue - capital revenue	8.5%	10.3%	5.1%
<u>IDP regulation financial viability indicators</u>				
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	19.5	19.3	59.8
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	27.4%	35.7%	20.4%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	0.3	0.5	(0.3)

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

TSH City Of Tshwane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September													
Description	NT Code	Budget Year 2021/22										Total over 90 days	Actual Bad Debts Written Off against Debtors
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	700,844	173,518	167,656	84,010	54,488	70,287	346,268	1,402,694	2,999,765	1,957,747	9,069	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1,125,129	102,598	110,308	90,736	57,337	90,646	390,052	1,412,928	3,379,733	2,041,699	730	
Receivables from Non-exchange Transactions - Property Rates	1400	811,216	130,942	83,074	84,549	59,731	75,743	413,615	2,093,798	3,752,668	2,727,435	1,195	
Receivables from Exchange Transactions - Waste Water Management	1500	147,935	26,687	28,939	18,806	7,731	16,878	67,291	278,968	593,235	389,675	2,555	
Receivables from Exchange Transactions - Waste Management	1600	154,079	27,146	25,606	22,467	14,602	24,925	102,573	657,714	1,029,111	822,280	1,574	
Receivables from Exchange Transactions - Property Rental Debtors	1700	11,312	2,185	2,310	1,881	2,577	368,298	149	78,273	466,985	451,178	1,513	
Interest on Arrear Debtor Accounts	1810	153,185	62,449	72,455	64,046	53,435	62,884	430,125	2,326,884	3,225,462	2,937,373	2,338	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	56,916	45,894	66,890	38,617	29,931	26,103	167,192	1,173,969	1,605,512	1,435,812	1,212	
Total By Income Source	2000	3,160,616	571,420	557,237	405,111	279,832	735,764	1,917,265	9,425,228	17,052,472	12,763,200	20,185	
2020/21 - totals only		3,428,876	626,718	577,496	455,494	427,883	831,800	1,971,644	9,127,346	17,447,258	12,814,168	12,182	
Debtors Age Analysis By Customer Group													
Organs of State	2200	134,839	62,964	26,284	15,299	28,254	12,989	144,789	204,649	630,066	405,980	-	
Commercial	2300	1,230,752	136,725	148,229	123,927	96,917	278,390	646,076	2,643,323	5,304,340	3,788,634	-	
Households	2400	1,371,516	322,693	333,592	210,155	110,714	205,723	938,835	5,045,249	8,538,479	6,510,677	18,004	
Other	2500	423,508	49,038	49,132	55,730	43,947	238,661	187,565	1,532,007	2,579,588	2,057,910	2,182	
Total By Customer Group	2600	3,160,616	571,420	557,237	405,111	279,832	735,764	1,917,265	9,425,228	17,052,472	12,763,200	20,185	

Table SC3 indicates that the total debtors amount to R17,1 billion.

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

TSH City Of Tshwane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September				
Description	NT Code	Budget Year 2021/22		Prior year
		0 - 30 Days	Total	totals for chart (same period)
R thousands				
Creditors Age Analysis By Customer Type				
Bulk Electricity	0100	1,649,623	1,649,623	1,326,544
Bulk Water	0200	303,476	303,476	290,860
PAYE deductions	0300	174,188	174,188	173,001
VAT (output less input)	0400	(1,569)	(1,569)	(57,602)
Pensions / Retirement deductions	0500	153,108	153,108	152,974
Loan repayments	0600	113,052	113,052	-
Trade Creditors	0700	1,378,176	1,378,176	1,173,253
Auditor General	0800	-	-	584
Other	0900	2,294,728	2,294,728	1,315,384
Total By Customer Type	1000	6,064,783	6,064,783	4,374,997

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

TSH City Of Tshwane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M03 September								
Investments by maturity Name of institution & investment ID	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	Closing Balance
R thousands	Yrs/Months							
Municipality								
Call Investment deposits < 90 days								
Knysna Stocks	15y	Stock	31.12.2018	0		–	–	0
Sanlam	14y	Insurance policy	07.12.2015	–	3.0%	–	–	–
Sanlam	14y	Insurance policy	01.01.2016	–	3.0%	–	–	–
Capital Alliance	8y	Insurance policy	On selling date	1	2.0%	788	–	789
Capital Alliance	9y	Insurance policy	On selling date	6	3.0%	2,470	–	2,476
ABSA	On Call	Money Market	On call	249	7.3%	40,472	–	40,721
ABSA	On Call	Money Market	On call	87	7.3%	14,183	–	14,270
ABSA	On Call	Money Market	On call	65	7.3%	10,623	–	10,688
ABSA	On Call	Money Market	On call	1	7.3%	234	–	235
Investec Bank	On Call	Money Market	On call	220	7.3%	35,795	–	36,015
Investec Bank	On Call	Money Market	On call	70	7.3%	11,441	–	11,511
Investec Bank	On Call	Money Market	On call	10	7.3%	1,563	–	1,572
Standard Bank	On Call	Money Market	On call	856	7.8%	129,156	–	130,011
Standard Bank	On Call	Money Market	On call	27	7.8%	4,023	–	4,050
Investec Bank	On Call	Money Market	On call	232	6.8%	40,099	–	40,331
RMB	On Call	Money Market	31.10.2011	–	0.0%	–	–	–
STANLIB	On Call	Money Market	On call	–	0.4%	291	1	292
ABSA	On Call	Short Term	On call	–	6.7%	–	–	–
Nedbank	On Call	Short Term	On call	–	6.7%	–	–	–
Standard Bank	On Call	Short Term	On call	–	6.6%	40		40
First National Bank	On Call	Short Term	On call	–	0.0%	–	–	–
Nedbank	On Call	Short Term	On call	–	0.0%	–	–	–
ABSA	On Call	Short Term	On call	–	0.0%	19,235	–	19,235
Standard Bank	On Call	Sinking Fund	On call	–	0.0%	–	–	–
Nedbank	On Call	Short Term	On call	–	0.0%	379,889	91	379,980
ABSA	On Call	Short Term	On call	–	0.0%	–	–	–
Standard Bank	On Call	Short Term	On call	–	7.8%	93,238	–	93,238
Municipality sub-total				1,825		783,539	92	785,456
Entities								
7511242.85	62 Days	Call account	As and when required	19	3.5%	524	18	561
Entities sub-total				19		524	18	561
TOTAL INVESTMENTS AND INTEREST				1,844		784,063	110	786,017

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

TSH City Of Tshwane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M03 September								
Description	2020/21	Budget Year 2021/22						
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
RECEIPTS:								
Operating Transfers and Grants								
National Government:	5,160,995	5,057,011	4,758	1,920,569	1,970,979	(50,410)	-2.6%	5,057,011
Local Government Equitable Share	3,330,863	3,088,576		1,286,907	1,328,088	(41,181)	-3.1%	3,088,576
Fuel Levy	1,492,460	1,564,720		521,573	521,573	-		1,564,720
Local Government Finance Management Grant	2,000	2,100		2,100	2,100	-		2,100
Urban Settlement Development Grant	43,378	31,547		15,773	15,773	-		31,547
Expanded Public Works Programme Incentive (EPWP)	12,271	19,031	4,758	4,758	4,758	0	0.0%	19,031
Public Transport Network Operations Grant	270,912	295,662		71,000	71,000	-		295,662
Programme and Project Preparation Support Grant	9,111	55,375		18,458	27,688	(9,230)	-33.3%	55,375
Provincial Government:	144,900	193,759	31,060	49,681	60,695	(11,015)	-18.1%	193,759
Primary Health Care	55,118	58,845	23,538	23,538	23,538	-		58,845
HIV and Aids Grant	24,027	24,392	-	-	14,635	(14,635)	-100.0%	24,392
Human Settlement Development Grant (HSDG)	19,583	58,000		-	10,000	(10,000)	-100.0%	58,000
Libraries Plan	5,500	7,522	7,522	7,522	7,522	-		7,522
TRT Bus Operations Subsidy	40,672	45,000		18,621	5,000	13,621	272.4%	45,000
District Municipality:	-	-	-	-	-	-		-
<i>[insert description]</i>						-		
Other grant providers:	-	2,000	1,025	1,025	1,025	-		2,000
DBSA	-	-	-	-	-	-		-
LG SETA Discretionary grant (93 applies over 3 years)	-	2,000	1,025	1,025	1,025	-		2,000
Total Operating Transfers and Grants	5,305,895	5,252,770	36,843	1,971,274	2,032,699	(61,425)	-3.0%	5,252,770
Capital Transfers and Grants								
National Government:	1,919,017	1,990,111	-	637,988	637,988	-		1,990,111
Urban Settlement Development Grant	1,182,138	1,020,010		299,694	299,694	-		1,020,010
Public Transport Infrastructure & Systems Grant	360,659	379,800		157,307	157,307	-		379,800
Neighbourhood Development Partnership Grant	5,000	20,000		12,896	12,896	-		20,000
Energy Efficiency and Demand Side Management	9,000	10,000				-		10,000
Integrated City Development Grant	41,788					-		-
Informal Settlements Upgrading Partnership Grant	320,432	560,301		168,091	168,091	-		560,301
Provincial Government:	45,259	12,727	10,478	10,478	10,478	-		12,727
Sport and Recreation: Community Libraries	12,000	12,727	10,478	10,478	10,478	-		12,727
HCT - SHRA	33,259					-		-
District Municipality:	-	-	-	-	-	-		-
<i>[insert description]</i>						-		
Other grant providers:	-	284,733	-	-	-	-		284,733
LG SETA Discretionary grant (93 applies over 3 years)		10,000				-		10,000
RCG-SHRA		274,733				-		274,733
Total Capital Transfers and Grants	1,964,275	2,287,571	10,478	648,466	648,466	-		2,287,571
TOTAL RECEIPTS OF TRANSFERS & GRANTS	7,270,170	7,540,341	47,321	2,619,740	2,681,165	(61,425)	-2.3%	7,540,341

The total original budget is R7,5 billion and an amount of R2,6 billion was received for the period. A variance of R61,4 million is reflected, due to outstanding health grants. The variance on the equitable share is due to the non-alignment of projections as the payment schedule was received late.

(g) Table SC7(1): Monthly budget statement – Transfers and grant expenditures

TSH City Of Tshwane - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M03 September								
Description	2020/21	Budget Year 2021/22						
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
EXPENDITURE								
Operating expenditure of Transfers and Grants								
National Government:	5,173,600	5,057,011	33,031	1,845,871	1,947,311	(101,440)	-5.2%	5,057,011
Local Government Equitable Share	3,330,862	3,088,576		1,286,907	1,328,088	(41,181)	-3.1%	3,088,576
Fuel Levy	1,492,460	1,564,720		521,573	521,573	-		1,564,720
Local Government Finance Management Grant	760	2,100	56	815		815		2,100
Urban Settlement Development Grant	43,378	31,547	9,210	12,811	22,614	(9,803)	-43.4%	31,547
Expanded Public Works Programme Incentive (EPWP)	12,271	19,031	4,758	4,758	4,758	0	0.0%	19,031
Public Transport Network Operations Grant	286,360	295,662	19,006	19,006	56,434	(37,428)		295,662
Programme and Project Preparation Support Grant	7,507	55,375			13,844	(13,844)	-100.0%	55,375
Provincial Government:	150,250	193,759	27,859	56,353	58,883	(2,531)	-4.3%	193,759
Primary Health Care	55,118	58,845	23,538	23,538	23,538	-		58,845
HIV and Aids Grant	24,027	24,392	2,864	8,558	8,899	(341)	-3.8%	24,392
Human Settlement Development Grant (HSDG)	25,581	58,000	1,391	6,068	14,500	(8,432)	-58.1%	58,000
Libraries Plan	7,540	7,522	66	94	696	(602)	-86.5%	7,522
TRT Bus Operations Subsidy	37,985	45,000		18,095	11,250	6,845	60.8%	45,000
District Municipality:	-	-	-	-	-	-	-	-
[insert description]								
Other grant providers:	2,748	2,000	290	902	-	902		2,000
DBSA	942	-				-		-
LG SETA Discretionary grant (93 applies over 3 years)	1,806	2,000	290	902		902		2,000
Total operating expenditure of Transfers and Grants:	5,326,598	5,252,770	61,180	1,903,126	2,006,194	(103,068)	-5.1%	5,252,770
Capital expenditure of Transfers and Grants								
National Government:	1,858,821	1,990,111	165,338	199,844	424,558	(224,714)	-52.9%	1,990,111
Urban Settlement Development Grant	1,180,128	1,020,010	98,360	109,701	216,117	(106,416)	-49.2%	1,020,010
Public Transport Infrastructure & Systems Grant	315,426	379,800		1,600	69,388	(67,788)	-97.7%	379,800
Integrated National Electrification Programme		-			-	-		-
Neighbourhood Development Partnership Grant	1,838	20,000	1,113	1,113	4,000	(2,887)	-72.2%	20,000
Finance Management Grant		-			-	-		-
Energy Efficiency and Demand Side Management	8,460	10,000		194	2,800	(2,606)	-93.1%	10,000
Integrated City Development Grant	37,645	-			-	-		-
Informal Settlements Upgrading Partnership Grant	315,324	560,301	65,864	87,236	132,252	(45,017)	-34.0%	560,301
Provincial Government:	54,749	12,727	111	111	-	111		12,727
Sport and Recreation: Community Libraries	21,054	12,727	111	111	-	111		12,727
Social Infrastructure Grant	436				-	-		-
HCT - SHRA	33,259				-	-		-
District Municipality:	-	-	-	-	-	-	-	-
[insert description]								
Other grant providers:	16,449	284,733	45,349	45,349	84,587	(39,238)	-46.4%	284,733
LG SETA Discretionary grant (93 applies over 3 years)	11,077	10,000			4,300	(4,300)	-100.0%	10,000
RCG-SHRA		274,733	45,349	45,349	80,287	(34,938)	-43.5%	274,733
DBSA - Installation of Bulkwater (Water pilot study)	5,371	-			-	-		-
Total capital expenditure of Transfers and Grants	1,930,018	2,287,571	210,798	245,304	509,145	(263,841)	-51.8%	2,287,571
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	7,256,616	7,540,341	271,978	2,148,429	2,515,339	(366,909)	-14.6%	7,540,341

The table reflects the actual expenditure incurred, amounting to R2,1 billion, against the YTD budget of R2,5 billion. A variance of R367 million is reflected due to underspending on infrastructure grants.

(h) Table SC7 (2): Monthly budget statement – Expenditure against approved rollovers

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

Description	Budget Year 2021/22				
	Approved Rollover 2020/21	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					
<u>EXPENDITURE</u>					
<u>Operating expenditure of Approved Roll-overs</u>					
National Government:	-	-	-	-	
Local Government Equitable Share				-	
Fuel Levy				-	
Local Government Finance Management Grant				-	
Urban Settlement Development Grant				-	
Expanded Public Works Programme Incentive (EPWP)				-	
Public Transport Network Operations Grant				-	
Provincial Government:	-	-	-	-	
Primary Health Care				-	
Human Settlement Development Grant (HSDG)				-	
Libraries Plan				-	
TRT Bus Operations Subsidy				-	
District Municipality:	-	-	-	-	
<i>[insert description]</i>				-	
Other grant providers:	-	-	-	-	
DBSA				-	
Total operating expenditure of Approved Roll-overs	-	-	-	-	
<u>Capital expenditure of Approved Roll-overs</u>					
National Government:	-	-	-	-	
Urban Settlement Development Grant				-	
Integrated City Development Grant				-	
Informal Settlements Upgrading Partnership Grant				-	
Informal Settlements Upgrading Partnership Grant				-	
Provincial Government:	-	-	-	-	
District Municipality:	-	-	-	-	
Other grant providers:	-	-	-	-	
Total capital expenditure of Approved Roll-overs	-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	-	-	-	-	

The allocation and expenditure on approved rollovers will be reflected once the adjustment budget is approved.

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

TSH City Of Tshwane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M03 September							
Summary of Employee and Councillor remuneration	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands	A	B					C
Councillors (Political Office Bearers plus Other)							
Basic Salaries and Wages	131,886	108,655	10,966	32,703	27,164	5,539	20%
Pension and UIF Contributions	—	4,306	1	1	1,076	(1,076)	-100%
Medical Aid Contributions	—	4,254	—	—	1,063	(1,063)	-100%
Motor Vehicle Allowance	—	31,188	—	—	7,797	(7,797)	-100%
Cellphone Allowance	—	6,184	—	—	1,546	(1,546)	-100%
Housing Allowances	—	—	—	—	—	—	—
Other benefits and allowances	—	—	—	—	—	—	—
Sub Total - Councillors	131,886	154,588	10,967	32,703	38,647	(5,944)	-15%
% increase		17.2%					
Senior Managers of the Municipality							
Basic Salaries and Wages	18,957	19,120	1,560	5,010	4,780	230	5%
Pension and UIF Contributions	15	229	1	5	57	(53)	-92%
Medical Aid Contributions	—	58	—	—	15	(15)	-100%
Overtime	—	—	—	—	—	—	—
Performance Bonus	—	—	—	—	—	—	—
Motor Vehicle Allowance	—	—	—	—	—	—	—
Cellphone Allowance	178	226	14	47	57	(10)	-17%
Housing Allowances	—	—	—	—	—	—	—
Other benefits and allowances	149	2,572	95	289	643	(354)	-55%
Payments in lieu of leave	2,908	872	137	(385)	218	(603)	-277%
Long service awards	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—
Sub Total - Senior Managers of Municipality	22,207	23,078	1,808	4,966	5,770	(804)	-14%
% increase		3.9%					
Other Municipal Staff							
Basic Salaries and Wages	7,557,818	7,352,913	619,319	1,883,092	1,831,494	51,598	3%
Pension and UIF Contributions	1,441,751	1,364,931	120,370	365,192	369,697	(4,505)	-1%
Medical Aid Contributions	665,439	599,194	55,547	167,220	168,463	(1,243)	-1%
Overtime	483,530	957,021	48,071	97,830	92,235	5,594	6%
Performance Bonus	544	543,532	79	166	7	160	2406%
Motor Vehicle Allowance	311,181	314,887	26,170	77,925	78,722	(797)	-1%
Cellphone Allowance	17,510	17,564	1,375	4,118	4,169	(51)	-1%
Housing Allowances	56,347	53,936	4,904	14,673	13,484	1,189	9%
Other benefits and allowances	542,907	240,176	43,625	133,208	165,605	(32,397)	-20%
Payments in lieu of leave	1,581,958	314,483	37,458	122,031	78,563	43,468	55%
Long service awards	3,191	2,981	222	677	745	(68)	-9%
Post-retirement benefit obligations	—	261,964	—	—	—	—	—
Sub Total - Other Municipal Staff	12,662,175	12,023,581	957,138	2,866,132	2,803,184	62,948	2%
% increase		-5.0%					
Total Parent Municipality	12,816,268	12,201,247	969,913	2,903,801	2,847,601	56,200	2%
Unpaid salary, allowances & benefits in arrears:							
Board Members of Entities							
Basic Salaries and Wages	—	—	—	—	—	—	—
Pension and UIF Contributions	—	—	—	—	—	—	—
Medical Aid Contributions	—	—	—	—	—	—	—
Overtime	—	—	—	—	—	—	—
Performance Bonus	—	—	—	—	—	—	—
Motor Vehicle Allowance	—	—	—	—	—	—	—
Cellphone Allowance	—	—	—	—	—	—	—
Housing Allowances	—	—	—	—	—	—	—
Other benefits and allowances	—	—	—	—	—	—	—
Board Fees	4,174	5,822	512	512	1,455	(944)	-65%
Payments in lieu of leave	—	—	—	—	—	—	—
Long service awards	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—
Sub Total - Board Members of Entities	4,174	5,822	512	512	1,455	(944)	-65%
Senior Managers of Entities							
Basic Salaries and Wages	27,452	21,107	1,696	4,977	5,277	(299)	-6%
Pension and UIF Contributions	913	1,197	93	280	344	(64)	-19%
Medical Aid Contributions	247	180	(20)	26	45	(19)	-43%
Overtime	—	—	—	—	—	—	—
Performance Bonus	—	312	—	—	95	(95)	-100%
Motor Vehicle Allowance	1,126	878	20	196	220	(24)	-11%
Cellphone Allowance	363	362	32	84	90	(6)	-7%
Housing Allowances	—	70	2	6	17	(12)	-67%
Other benefits and allowances	197	229	(16)	—	91	(91)	-100%
Payments in lieu of leave	—	379	—	—	—	—	—
Long service awards	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—
Sub Total - Senior Managers of Entities	30,297	24,714	1,807	5,568	6,179	(610)	-10%
% increase		-18.4%					
Other Staff of Entities							
Basic Salaries and Wages	42,509	62,870	3,914	10,796	15,718	(4,922)	-31%
Pension and UIF Contributions	3,535	6,231	306	958	1,710	(752)	-44%
Medical Aid Contributions	1,766	2,895	(64)	460	724	(263)	-36%
Overtime	1,117	—	65	177	—	177	—
Performance Bonus	—	2,313	—	—	—	—	—
Motor Vehicle Allowance	11	19	(66)	—	5	(5)	-100%
Cellphone Allowance	440	450	36	108	112	(5)	-4%
Housing Allowances	6	1,410	5	14	353	(338)	-96%
Other benefits and allowances	702	609	(55)	—	851	(851)	-100%
Payments in lieu of leave	—	1,091	—	—	—	—	—
Long service awards	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—
Sub Total - Other Staff of Entities	50,086	77,890	4,140	12,513	19,472	(6,959)	-36%
% increase		55.5%					
Total Municipal Entities	84,557	108,425	6,459	18,593	27,106	(8,513)	-31%
TOTAL SALARY, ALLOWANCES & BENEFITS	12,900,826	12,309,673	976,372	2,922,394	2,874,707	47,687	2%
% increase		-4.6%					
TOTAL MANAGERS AND STAFF	12,768,940	12,155,085	965,405	2,889,691	2,836,060	53,631	2%

(j) Table SC9: Monthly budget statement – Actual and revised targets for cash receipts

TSH City Of Tshwane - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M03 September						
Description	Budget Year 2021/22			2021/22 Medium Term Revenue & Expenditure Framework		
	Sept Budget	Sept Outcome	Sept Variance	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24
R thousands						
Cash Receipts By Source						
Property rates	671,780	746,619	74,838	7,900,235	8,588,630	9,130,156
Service charges - electricity revenue	1,183,721	1,516,611	(1,183,721)	13,476,100	14,742,539	14,513,523
Service charges - water revenue	352,191	474,478	122,287	4,496,501	4,796,398	5,060,200
Service charges - sanitation revenue	106,022	125,289	19,268	1,271,067	1,331,307	1,404,529
Service charges - refuse	119,896	162,400	42,504	1,471,030	1,563,130	1,649,102
Rental of facilities and equipment	26,058	14,204	(11,854)	169,968	213,290	225,021
Interest earned - external investments	3,145	514	(2,631)	159,184	166,607	175,770
Interest earned - outstanding debtors	17,940	52,290	34,350	757,311	779,168	822,022
Dividends received		-	-			
Fines, penalties and forfeits	1,162	6,398	5,236	250,902	284,744	299,222
Licences and permits	2,834	3,253	419	52,447	54,859	57,383
Agency services		-	-			
Transfers and Subsidies - Operational	500	58,204	57,704	5,252,770	5,586,036	5,755,622
Other revenue	81,280	(13,313)	(94,593)	981,012	1,017,088	1,073,521
Cash Receipts by Source	2,566,530	3,146,947	(936,193)	36,238,526	39,123,796	40,166,072
Other Cash Flows by Source						
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	94,028	10,478	(83,550)	2,287,571	2,283,237	2,211,003
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)			-			
Proceeds on Disposal of Fixed and Intangible Assets			-			
Short term loans			-			
Borrowing long term/refinancing	1,500,000	14,695	(1,485,305)	1,500,000	1,500,000	1,500,000
Increase (decrease) in consumer deposits			-	13,737	14,012	14,292
			-			
Decrease (increase) in non-current receivables		245	245	(12,654)	1,461	1,501
Decrease (increase) in non-current investments		207,014	207,014	(150,000)	(150,000)	(150,000)
Total Cash Receipts by Source	4,160,557	3,379,380	(2,297,789)	39,877,181	42,772,505	43,742,868
Cash Payments by Type						
Employee related costs	955,392	959,025	3,633	12,155,085	12,856,103	13,408,784
Remuneration of councillors	12,882	10,966	(1,916)	154,588	161,390	168,652
Interest paid	141,454	31,773	(109,681)	1,515,089	1,581,753	1,645,023
Bulk purchases - Electricity	1,387,945	1,431,499	43,555	11,160,809	11,776,242	12,706,655
Acquisitions - water & other inventory	313,899	295,596	(18,303)	3,791,131	4,219,827	4,409,575
Contracted services	384,123	257,453	(126,670)	3,684,727	3,737,594	3,934,137
Grants and subsidies paid - other municipalities		-	-			
Grants and subsidies paid - other	3,218	4,082	865	43,164	45,730	47,774
General expenses	159,398	280,348	120,949	2,010,838	2,088,758	2,189,597
Cash Payments by Type	3,358,310	3,270,742	(87,569)	34,515,431	36,467,395	38,510,197
Other Cash Flows/Payments by Type						
Capital assets	387,606	250,105	(137,501)	3,956,871	3,966,754	3,885,935
Repayment of borrowing	210,096	113,052	(97,043)	840,382	1,788,076	982,913
Other Cash Flows/Payments		238,733	238,733			
Total Cash Payments by Type	3,956,012	3,872,632	(83,380)	39,312,685	42,222,225	43,379,045
NET INCREASE/(DECREASE) IN CASH HELD	204,546	(493,252)	(697,798)	564,496	550,280	363,822
Cash/cash equivalents at the month/year beginning:	2,961,479	480,880	(2,480,599)	794,551	1,359,046	1,909,327
Cash/cash equivalents at the month/year end:	3,166,025	(12,373)	(3,178,397)	1,359,046	1,909,327	2,273,149

(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) - M03 September							
Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance
R thousands							%
Revenue By Source							
Property rates	8,464,806	8,587,212	746,619	2,150,554	2,130,465	20,090	1%
Service charges - electricity revenue	12,402,875	15,015,588	1,352,758	4,166,074	4,085,812	80,262	2%
Service charges - water revenue	4,280,102	4,887,501	449,425	1,286,736	1,090,878	195,858	18%
Service charges - sanitation revenue	1,281,588	1,381,594	126,869	349,753	335,100	14,653	4%
Service charges - refuse revenue	1,492,686	1,598,946	144,470	448,620	411,023	37,597	9%
Rental of facilities and equipment	146,460	121,554	14,204	32,369	32,117	252	1%
Interest earned - external investments	201,858	158,081	514	4,351	33,732	(29,381)	-87%
Interest earned - outstanding debtors	375,857	822,755	52,290	162,576	59,467	103,110	173%
Dividends received	-	-	-	-	-	-	
Fines, penalties and forfeits	59,786	250,902	6,398	15,476	6,621	8,855	134%
Licences and permits	40,150	52,447	3,253	6,262	6,315	(53)	-1%
Agency services	-	-	-	-	-	-	
Transfers and subsidies	5,270,677	5,252,770	62,341	1,893,664	2,028,413	(134,749)	-7%
Other revenue	953,546	980,020	64,248	220,514	174,684	45,830	26%
Gains	3,316	-	-	-	-	-	
Total Revenue (excluding capital transfers and contributions)	34,973,707	39,109,369	3,023,388	10,736,949	10,394,626	342,323	3%
Expenditure By Type							
Employee related costs	12,768,940	12,046,659	959,025	2,871,237	2,808,954	62,284	2%
Remuneration of councillors	131,886	154,588	10,967	32,703	38,647	(5,944)	-15%
Debt impairment	2,105,348	2,124,802	-	362,509	543,764	(181,255)	-33%
Depreciation & asset impairment	2,120,788	2,496,669	166,471	511,177	605,049	(93,872)	-16%
Finance charges	852,849	1,515,089	31,773	34,832	141,455	(106,622)	-75%
Bulk purchases - electricity	11,423,005	11,160,809	1,431,499	2,835,618	2,970,020	(134,403)	
Inventory consumed	632,669	3,789,764	295,596	593,803	726,117	(132,314)	-18%
Contracted services	3,864,012	3,667,546	257,453	491,022	871,086	(380,064)	-44%
Transfers and subsidies	21,956	140,874	4,082	33,730	35,728	(1,998)	-6%
Other expenditure	1,986,600	1,992,334	302,092	540,989	458,419	82,570	18%
Losses	238	-	-	-	-	-	
Total Expenditure	35,908,290	39,089,134	3,458,958	8,307,620	9,199,238	(891,618)	-10%
Surplus/(Deficit)	(934,583)	20,235	(435,570)	2,429,329	1,195,388	1,233,941	103%
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1,567,991	2,002,838	160,940	205,928	198,672	7,256	4%
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	-	10,000	-	-	2,500	(2,500)	-100%
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	
Surplus/(Deficit) after capital transfers & contributions	633,408	2,033,074	(274,629)	2,635,257	1,396,560	1,238,697	89%
Taxation	436	-	-	-	-	-	
Surplus/(Deficit) after taxation	632,972	2,033,074	(274,629)	2,635,257	1,396,560	1,238,697	89%

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

TSH City Of Tshwane - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M03 September							
Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
<u>Revenue By Municipal Entity</u>							
Housing Company Tshwane	43,590	84,261	(7,097)	11,140	21,065	(9,926)	-47%
Tshwane Economic Development Agency	70,671	64,366	27	15,796	16,092	(296)	-2%
Total Operating Revenue	114,261	148,627	(7,070)	26,936	37,157	(10,221)	-28%
<u>Expenditure By Municipal Entity</u>							
Housing Company Tshwane	66,207	84,261	4,261	10,933	21,065	(10,132)	-48%
Tshwane Economic Development Agency	70,817	63,869	4,579	12,918	15,967	(3,049)	-19%
Total Operating Expenditure	137,024	148,130	8,840	23,851	37,032	(13,181)	-36%
Surplus/ (Deficit) for the yr/period	(22,763)	498	(15,910)	3,084	124	(23,402)	-18812%
<u>Capital Expenditure By Municipal Entity</u>							
Housing Company Tshwane	174,150	466,611	59,297	92,109	136,492	(44,383)	-33%
Tshwane Economic Development Agency	303	442	–	–	31	(31)	-100%
Total Capital Expenditure	174,453	467,053	59,297	92,109	136,522	(44,414)	-33%

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

TSH City Of Tshwane - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M03 September								
Month	2020/21	Budget Year 2021/22						
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands								
<u>Monthly expenditure performance trend</u>								
July	73,977	157,121	109,119	109,119	157,121	48,002	30.6%	3%
August	45,122	263,169	(28,934)	80,185	420,289	340,105	80.9%	2%
September	179,275	387,606	250,105	330,290	807,895	477,606	59.1%	8%
October	242,712	346,414			1,154,309	–		
November	251,997	327,895			1,482,203	–		
December	234,187	329,468			1,811,671	–		
January	112,024	263,181			2,074,853	–		
February	136,997	319,201			2,394,054	–		
March	310,979	406,407			2,800,461	–		
April	222,967	363,302			3,163,763	–		
May	385,654	394,153			3,557,916	–		
June	851,614	398,955			3,956,871	–		
Total Capital expenditure	3,047,507	3,956,871	330,290					

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

TSH City Of Tshwane - Supporting Table SC13a Consolidated Monthly Budget Statement - capital expenditure on new assets by asset class - M03 September							
Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Capital expenditure on new assets by Asset Class/Sub-class							
Infrastructure	1,317,243	1,668,537	81,749	99,747	354,952	255,204	71.9%
Roads Infrastructure	456,065	674,360	17,184	19,221	171,207	151,986	88.8%
Roads	321,426	524,000	17,184	18,114	154,226	136,112	88.3%
Road Structures	81,554	124,360	–	1,107	14,361	13,254	92.3%
Road Furniture	53,086	26,000	–	–	2,620	2,620	100.0%
Storm water Infrastructure	54,348	86,000	3,312	3,449	5,250	1,801	
Drainage Collection	880	–	–	–	–	–	
Storm water Conveyance	53,468	86,000	3,312	3,449	5,250	1,801	
Electrical Infrastructure	386,795	277,045	16,634	23,737	31,338	7,600	24.3%
HV Substations	15,873	5,000	–	–	–	–	
HV Transmission Conductors	–	1,000	–	–	–	–	
MV Substations	60,874	42,800	14	2,487	3,830	1,343	35.1%
MV Networks	142,880	96,975	9,234	9,234	11,748	2,513	21.4%
LV Networks	167,168	109,300	7,386	12,016	15,760	3,744	23.8%
Capital Spares	–	21,970	–	–	–	–	
Water Supply Infrastructure	249,759	329,908	25,823	28,497	73,370	44,874	61.2%
Reservoirs	46,957	58,800	2,302	2,302	7,825	5,523	70.6%
Water Treatment Works	–	5,750	–	–	–	–	
Bulk Mains	29,693	24,000	–	–	5,850	5,850	100.0%
Distribution	97,418	156,358	10,787	13,050	38,453	25,403	66.1%
Distribution Points	75,692	85,000	12,734	13,144	21,242	8,097	38.1%
Sanitation Infrastructure	161,275	282,223	18,796	24,844	71,599	46,756	65.3%
Reticulation	150,281	263,145	18,598	19,486	65,931	46,445	70.4%
Waste Water Treatment Works	–	4,000	–	–	880	880	100.0%
Outfall Sewers	10,993	15,078	198	5,358	4,789	(569)	-11.9%
Solid Waste Infrastructure	9,000	15,000	–	–	2,188	2,188	100.0%
Capital Spares	9,000	15,000	–	–	2,188	2,188	100.0%
Information and Communication Infrastructure	–	4,000	–	–	–	–	
Distribution Layers	–	4,000	–	–	–	–	
Community Assets	152,395	88,927	111	203	9,286	9,082	97.8%
Community Facilities	145,538	88,927	111	203	9,286	9,082	97.8%
Halls	–	100	–	–	–	–	
Centres	–	2,000	–	–	–	–	
Clinics/Care Centres	16,602	50,600	–	–	8,198	8,198	100.0%
Fire/Ambulance Stations	30,401	8,000	–	93	1,000	908	90.8%
Theatres	1,513	5,000	–	–	–	–	
Libraries	–	12,727	111	111	–	(111)	#DIV/0!
Cemeteries/Crematoria	760	10,500	–	–	88	88	100.0%
Public Open Space	14,214	–	–	–	–	–	
Taxi Ranks/Bus Terminals	82,050	–	–	–	–	–	
Sport and Recreation Facilities	6,856	–	–	–	–	–	
Outdoor Facilities	6,856	–	–	–	–	–	
Heritage assets	–	–	–	–	–	–	–
Investment properties	39,314	42,000	–	–	42,000	42,000	100.0%
Revenue Generating	39,314	–	–	–	–	–	
Improved Property	39,314	–	–	–	–	–	
Non-revenue Generating	–	42,000	–	–	42,000	42,000	100.0%
Improved Property	–	42,000	–	–	42,000	42,000	100.0%
Other assets	134,131	506,111	59,493	101,215	142,854	41,639	29.1%
Operational Buildings	–	3,000	–	1,488	–	(1,488)	
Yards	–	3,000	–	–	–	–	
Training Centres	–	–	–	1,488	–	(1,488)	
Housing	134,131	503,111	59,493	99,727	142,854	43,127	30.2%
Staff Housing	–	–	–	4,360	–	(4,360)	
Social Housing	134,131	503,111	59,493	95,367	142,854	47,487	33.2%
Biological or Cultivated Assets	–	3,500	–	–	–	–	–
Biological or Cultivated Assets	–	3,500	–	–	–	–	
Computer Equipment	141,749	35,449	–	–	7,155	7,155	100.0%
Computer Equipment	141,749	35,449	–	–	7,155	7,155	100.0%
Furniture and Office Equipment	32,436	12,400	–	–	1,447	1,447	100.0%
Furniture and Office Equipment	32,436	12,400	–	–	1,447	1,447	100.0%
Machinery and Equipment	79,259	66,900	1,317	1,679	4,605	2,926	63.6%
Machinery and Equipment	79,259	66,900	1,317	1,679	4,605	2,926	63.6%
Transport Assets	3,766	22,000	–	–	–	–	–
Transport Assets	3,766	22,000	–	–	–	–	
Total Capital Expenditure on new assets	1,900,292	2,445,824	142,670	202,845	562,299	359,454	63.9%

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

TSH City Of Tshwane - Supporting Table SC13b Consolidated Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M03 September							
Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Capital expenditure on renewal of existing assets by Asset Class/Sub-class							
Infrastructure	430,512	467,699	71,956	77,830	115,716	37,887	32.7%
Roads Infrastructure	144,821	188,138	20,284	25,942	60,135	34,193	56.9%
Roads	141,712	183,138	20,284	25,942	58,935	32,993	56.0%
Road Structures	3,109	5,000	–	–	1,200	1,200	100.0%
Electrical Infrastructure	69,512	62,311	10,258	10,258	11,111	853	7.7%
Power Plants	973	1,000	–	–	–	–	–
HV Switching Station	–	5,000	–	–	–	–	–
MV Networks	–	5,200	–	–	1,200	1,200	100.0%
LV Networks	62,083	50,000	10,258	10,258	8,800	(1,458)	-16.6%
Capital Spares	6,456	1,111	–	–	1,111	1,111	100.0%
Water Supply Infrastructure	193,327	174,250	39,732	39,947	41,070	1,123	2.7%
Dams and Weirs	1,200	–	–	–	–	–	–
Reservoirs	4,955	2,750	–	215	1,000	785	78.5%
Water Treatment Works	9,375	75,500	8,051	8,051	18,000	9,949	55.3%
Bulk Mains	43,532	–	–	–	–	–	–
Distribution	134,264	96,000	31,681	31,681	22,070	(9,611)	-43.5%
Sanitation Infrastructure	22,852	28,000	1,683	1,683	3,400	1,717	50.5%
Reticulation	20,258	20,000	1,482	1,482	3,400	1,918	56.4%
Waste Water Treatment Works	2,594	8,000	201	201	–	(201)	#DIV/0!
Information and Communication Infrastructure	–	15,000	–	–	–	–	–
Data Centres	–	15,000	–	–	–	–	–
Community Assets	14,671	4,800	–	224	350	126	36.1%
Community Facilities	10,641	4,800	–	224	350	126	36.1%
Fire/Ambulance Stations	3,860	4,800	–	224	350	126	36.1%
Cemeteries/Crematoria	3,589	–	–	–	–	–	–
Markets	3,192	–	–	–	–	–	–
Sport and Recreation Facilities	4,030	–	–	–	–	–	–
Outdoor Facilities	4,030	–	–	–	–	–	–
Other assets	11,709	27,000	–	–	4,500	4,500	100.0%
Operational Buildings	11,709	27,000	–	–	4,500	4,500	100.0%
Training Centres	11,077	5,000	–	–	4,000	4,000	100.0%
Manufacturing Plant	–	17,000	–	–	–	–	–
Depots	–	5,000	–	–	500	500	100.0%
Capital Spares	632	–	–	–	–	–	–
Biological or Cultivated Assets	6,838	7,000	–	–	–	–	–
Biological or Cultivated Assets	6,838	7,000	–	–	–	–	–
Intangible Assets	9,999	127,254	–	–	3,000	3,000	100.0%
Licences and Rights	9,999	127,254	–	–	3,000	3,000	100.0%
Computer Software and Applications	9,999	127,254	–	–	3,000	3,000	100.0%
Computer Equipment	24,929	24,764	–	–	11,132	11,132	100.0%
Computer Equipment	24,929	24,764	–	–	11,132	11,132	100.0%
Machinery and Equipment	111,915	21,500	–	–	4,350	4,350	100.0%
Machinery and Equipment	111,915	21,500	–	–	4,350	4,350	100.0%
Transport Assets	–	100,000	–	(15)	–	15	–
Transport Assets	–	100,000	–	(15)	–	15	–
Total Capital Expenditure on renewal of existing assets	610,572	780,017	71,956	78,039	139,048	61,010	43.9%

(p) Table SC13c: Consolidated monthly budget statement – Repairs and maintenance by asset class

TSH City Of Tshwane - Supporting Table SC13c Consolidated Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M03 September							
Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Repairs and maintenance expenditure by Asset Class/Sub-class							
Infrastructure	866,297	834,829	43,789	89,684	208,942	119,258	57.1%
Roads Infrastructure	97,673	129,591	2,464	11,990	12,085	96	0.8%
Roads	68,566	98,129	1,929	4,393	8,627	4,234	49.1%
Road Structures	44	154	—	4,500	5	(4,495)	
Road Furniture	29,063	31,308	536	3,097	3,454	357	10.3%
Storm water Infrastructure	13,757	18,943	115	147	3,483	3,336	95.8%
Drainage Collection	8,132	10,070	60	70	1,708	1,638	95.9%
Storm water Conveyance	5,625	8,873	56	77	1,775	1,698	95.7%
Electrical Infrastructure	459,200	363,886	25,836	47,528	111,396	63,868	57.3%
Power Plants	27,541	28,450	314	1,066	1,152	86	7.5%
HV Substations	37,377	8,436	1,401	1,442	288	(1,154)	
HV Switching Station	5,759	6,483	1,305	1,347	368	(979)	-266.4%
HV Transmission Conductors	471	584	214	220	40	(180)	
MV Substations	54,325	54,324	5,129	8,283	41,329	33,046	80.0%
MV Switching Stations	14,423	15,859	2,498	4,233	3,305	(928)	-28.1%
MV Networks	188,436	118,091	7,538	16,469	29,916	13,447	45.0%
LV Networks	130,868	131,659	7,438	14,468	34,998	20,530	58.7%
Water Supply Infrastructure	149,795	172,963	8,456	20,452	58,497	38,046	65.0%
Reservoirs	12,828	11,401	6	126	2,738	2,612	95.4%
Water Treatment Works	13,508	13,639	602	982	5,474	4,491	82.1%
Bulk Mains	11,788	11,473	(86)	47	2,247	2,200	97.9%
Distribution	111,670	136,451	7,935	19,296	48,039	28,742	59.8%
Sanitation Infrastructure	135,546	133,622	4,098	6,712	21,051	14,340	68.1%
Pump Station	5,147	6,355	—	—	1,166	1,166	100.0%
Reticulation	45,364	42,558	2,935	5,019	12,427	7,408	59.6%
Waste Water Treatment Works	75,217	75,007	811	814	5,252	4,438	84.5%
Outfall Sewers	9,818	9,702	352	879	2,207	1,328	60.2%
Solid Waste Infrastructure	7,205	10,826	22	60	432	372	86.2%
Landfill Sites	7,205	9,076	22	60	432	372	86.2%
Waste Transfer Stations	—	573	—	—	—	—	
Waste Drop-off Points	—	1,156	—	—	—	—	
Waste Separation Facilities	—	22	—	—	—	—	
Rail Infrastructure	167	2,000	—	—	500	500	100.0%
Rail Lines	167	2,000	—	—	500	500	100.0%
Information and Communication Infrastructure	2,953	2,998	2,797	2,797	1,497	(1,300)	-86.9%
Distribution Layers	2,953	2,998	2,797	2,797	1,497	(1,300)	-86.9%
Community Assets	108,536	140,872	3,145	4,569	32,700	28,132	86.0%
Community Facilities	93,969	120,137	3,019	4,383	29,719	25,336	85.3%
Halls	116	463	—	—	—	—	
Centres	0	1,017	—	—	196	196	100.0%
Clinics/Care Centres	9,076	9,451	136	182	9,451	9,269	98.1%
Fire/Ambulance Stations	4,657	4,358	533	861	2,996	2,135	71.3%
Museums	93	92	—	—	—	—	
Galleries	94	87	3	5	49	44	89.7%
Libraries	1,897	2,863	42	43	395	352	89.1%
Cemeteries/Crematoria	8,887	9,572	6	29	1,544	1,515	98.1%
Police	—	3,008	80	85	752	667	88.7%
Parks	40,385	47,028	1,167	1,994	6,419	4,425	68.9%
Public Open Space	24,335	31,653	949	1,051	6,054	5,003	82.6%
Nature Reserves	3,575	5,661	103	133	643	510	79.3%
Markets	853	4,883	—	—	1,221	1,221	100.0%
Sport and Recreation Facilities	14,567	20,735	126	185	2,981	2,796	93.8%
Indoor Facilities	1,169	1,057	—	—	—	—	
Outdoor Facilities	13,398	19,679	126	185	2,981	2,796	93.8%
Heritage assets	—	175	—	—	44	44	100.0%
Historic Buildings	—	175	—	—	44	44	100.0%
Investment properties	45,322	19,220	792	1,558	5,284	3,727	70.5%
Revenue Generating	38,636	19,220	792	1,558	2,420	862	35.6%
Improved Property	628	16	5	14	198	184	92.9%
Unimproved Property	38,008	19,204	787	1,544	2,221	678	30.5%
Non-revenue Generating	6,686	—	—	—	2,865	2,865	100.0%
Unimproved Property	6,686	—	—	—	2,865	2,865	100.0%
Other assets	93,189	117,568	3,986	8,150	23,138	14,988	64.8%
Operational Buildings	89,055	106,744	3,984	8,139	22,879	14,740	64.4%
Municipal Offices	70,216	80,478	3,914	8,042	17,888	9,846	55.0%
Pay/Enquiry Points	—	971	—	—	243	243	100.0%
Yards	—	402	—	—	101	101	100.0%
Training Centres	(0)	1	0	0	—	(0)	#DIV/0!
Manufacturing Plant	276	329	19	31	187	157	83.7%
Depots	18,563	24,563	50	66	4,461	4,394	98.5%
Capital Spares	—	—	—	—	—	—	
Housing	4,134	10,824	3	11	259	248	95.7%
Staff Housing	—	—	—	—	—	—	
Social Housing	4,134	10,824	3	11	259	248	95.7%
Intangible Assets	56,299	56,421	2,119	17,674	15,904	(1,771)	-11.1%
Licences and Rights	56,299	56,421	2,119	17,674	15,904	(1,771)	-11.1%
Computer Software and Applications	56,299	56,421	2,119	17,674	15,904	(1,771)	-11.1%
Computer Equipment	17,353	43,966	5,456	5,456	9,227	3,771	40.9%
Computer Equipment	17,353	43,966	5,456	5,456	9,227	3,771	40.9%
Furniture and Office Equipment	319	1,002	2	2	472	470	99.6%
Furniture and Office Equipment	319	1,002	2	2	472	470	99.6%
Machinery and Equipment	45,926	65,808	1,588	2,074	15,968	13,894	87.0%
Machinery and Equipment	45,926	65,808	1,588	2,074	15,968	13,894	87.0%
Transport Assets	117,300	134,194	13,960	16,876	31,070	14,194	45.7%
Transport Assets	117,300	134,194	13,960	16,876	31,070	14,194	45.7%
Total Repairs and Maintenance Expenditure	1,350,541	1,414,055	74,837	146,042	342,749	196,707	57.4%

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

TSH City Of Tshwane - Supporting Table SC13d Consolidated Monthly Budget Statement - depreciation by asset class - M03 September							
Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Depreciation by Asset Class/Sub-class							
Infrastructure	1,308,376	1,377,684	105,327	318,861	333,590	14,730	4.4%
Roads Infrastructure	408,468	443,187	34,648	106,259	110,797	4,538	4.1%
Roads	301,016	351,097	25,435	78,006	87,774	9,768	11.1%
Road Structures	16,462	9,754	1,444	4,428	2,439	(1,990)	-81.6%
Road Furniture	90,990	82,335	7,769	23,825	20,584	(3,241)	-15.7%
Storm water Infrastructure	85,695	89,460	7,049	21,616	22,365	749	3.4%
Drainage Collection	82,457	86,694	6,784	20,803	21,674	871	4.0%
Storm water Conveyance	3,118	2,766	255	783	691	(92)	-13.3%
Attenuation	120	—	10	30	—	(30)	—
Electrical Infrastructure	372,508	320,595	31,321	93,908	80,149	(13,759)	-17.2%
Power Plants	44,147	5,232	3,761	11,534	1,308	(10,226)	-781.8%
HV Substations	77,346	69,250	6,204	19,088	17,312	(1,776)	-10.3%
HV Switching Station	15	—	1	4	—	(4)	—
HV Transmission Conductors	12,770	25,336	1,042	3,195	6,334	3,139	49.6%
MV Substations	32,328	15,222	2,315	7,098	3,153	(3,293)	-85.5%
MV Switching Stations	—	3,185	20	62	796	735	92.3%
MV Networks	71,513	46,363	5,885	18,049	11,591	(6,458)	-55.7%
LV Networks	134,389	156,007	12,093	34,877	39,002	4,124	10.6%
Water Supply Infrastructure	195,272	195,732	16,357	48,153	48,933	780	1.6%
Dams and Weirs	4,318	505	355	1,088	126	(962)	-762.4%
Boreholes	32	63	3	10	16	6	37.6%
Reservoirs	19,623	20,954	1,803	5,532	5,238	(294)	-5.6%
Pump Stations	5,169	8,611	369	1,175	2,153	978	45.4%
Water Treatment Works	46,383	23,039	3,393	10,406	5,760	(4,647)	-80.7%
Bulk Mains	29,273	26,916	2,313	7,094	6,729	(365)	-5.4%
Distribution	88,531	114,786	7,966	22,378	28,696	6,318	22.0%
Distribution Points	1,305	100	106	325	25	(300)	-1205.7%
PRV Stations	639	758	47	144	190	46	24.2%
Sanitation Infrastructure	125,725	163,620	9,716	29,795	40,905	11,110	27.2%
Pump Station	2,545	1,838	205	628	459	(168)	-36.6%
Retreatment	40,278	108,463	3,187	9,773	27,116	17,343	64.0%
Waste Water Treatment Works	66,856	38,560	5,125	15,718	9,640	(6,078)	-63.1%
Outfall Sewers	16,048	14,739	1,199	3,676	3,685	9	0.2%
Toilet Facilities	—	21	—	—	5	5	100.0%
Capital Spares	—	—	—	—	—	—	—
Solid Waste Infrastructure	3,546	45,824	302	930	625	(305)	-48.7%
Landfill Sites	2,373	45,438	200	612	529	(83)	-15.8%
Waste Transfer Stations	251	—	23	71	—	(71)	—
Waste Processing Facilities	146	—	13	39	—	(39)	—
Waste Drop-off Points	770	385	66	206	96	(110)	-114.2%
Electricity Generation Facilities	6	—	1	2	—	(2)	—
Rail Infrastructure	3,268	1	305	937	0	(937)	-592275.2%
Rail Lines	3,268	—	305	937	—	(937)	—
Rail Structures	—	1	—	—	0	0	100.0%
Information and Communication Infrastructure	113,893	119,266	5,629	17,264	29,817	12,552	42.1%
Data Centres	979	1,019	65	199	255	56	21.8%
Core Layers	80,595	118,247	3,822	11,722	29,562	17,840	60.3%
Distribution Layers	32,319	—	1,742	5,343	—	(5,343)	—
Community Assets	336,892	329,118	26,412	85,505	82,279	(3,226)	-3.9%
Community Facilities	180,065	258,206	44,235	44,139	64,551	20,412	31.6%
Halls	4,728	1,756	382	1,171	—	(732)	-166.8%
Centres	11,774	127,306	968	3,024	31,826	28,803	90.5%
Crèches	1,894	431	152	482	108	(374)	-347.0%
Clinics/Care Centres	17,440	12,583	1,460	4,478	3,146	(1,332)	-42.3%
Fire/Ambulance Stations	7,584	4,041	623	1,911	1,010	(901)	-89.2%
Testing Stations	2,413	283	198	608	71	(537)	-759.6%
Museums	454	290	37	113	72	(40)	-55.9%
Theatres	144	—	12	36	—	(36)	—
Libraries	28,812	19,955	1,895	6,109	4,989	(1,121)	-22.5%
Cemeteries/Crematoria	9,986	8,166	806	2,441	2,041	(400)	-21.0%
Police	7,000	479	586	1,798	120	(1,678)	-1400.2%
Parks	23,551	—	1,907	5,967	—	(5,967)	—
Public Open Space	3,614	26,390	287	879	6,597	5,718	86.7%
Nature Reserves	4,110	3,634	352	1,080	909	(171)	-18.8%
Public Ablution Facilities	28	97	2	7	24	17	70.4%
Markets	16,745	12,579	1,336	4,098	3,145	(953)	-30.3%
Stalls	2,327	2,373	190	582	593	12	1.9%
Abattoirs	—	—	—	—	—	—	—
Airports	17,064	22,857	1,396	4,282	5,714	1,432	25.1%
Taxi Ranks/Bus Terminals	20,387	14,988	1,645	5,046	3,747	(1,299)	-34.7%
Capital Spares	—	—	—	—	—	—	—
Sport and Recreation Facilities	156,827	70,912	12,177	41,366	17,728	(23,638)	-133.3%
Indoor Facilities	1,523	978	125	384	244	(139)	-57.0%
Outdoor Facilities	155,304	69,935	12,051	40,982	17,484	(23,498)	-134.4%
Capital Spares	—	—	—	—	—	—	—
Heritage assets	—	—	—	—	—	—	—
Monuments	—	—	—	—	—	—	—
Historic Buildings	—	—	—	—	—	—	—
Investment Properties	3,997	6,560	328	1,006	1,640	634	38.7%
Revenue Generating	67	—	6	17	—	(17)	—
Improved Property	67	—	6	17	—	(17)	—
Unimproved Property	—	—	—	—	—	—	—
Non-revenue Generating	3,929	6,560	323	989	1,640	651	39.7%
Improved Property	3,929	6,560	323	989	1,640	651	39.7%
Unimproved Property	0	—	0	0	—	(0)	—
Other assets	187,016	178,771	14,541	44,328	44,827	499	1.1%
Operational Buildings	103,904	124,870	8,628	26,297	31,334	5,037	16.1%
Municipal Offices	56,594	85,237	4,782	14,447	21,426	6,978	32.6%
Pay/Enquiry Points	163	248	14	42	62	20	32.4%
Workshops	3,919	405	291	908	101	(807)	-796.8%
Yards	1,305	—	107	327	—	(327)	—
Stores	832	1,030	67	205	258	52	20.3%
Laboratories	—	—	—	—	—	—	—
Training Centres	1,794	87	147	450	22	(428)	-1960.6%
Manufacturing Plant	9,769	—	827	2,536	—	(2,536)	—
Depots	29,528	37,862	2,394	7,381	9,466	2,084	22.0%
Capital Spares	—	—	—	—	—	—	—
Housing	83,112	53,901	5,913	18,031	13,493	(4,538)	-33.6%
Staff Housing	10,954	9,987	946	2,906	2,497	(410)	-16.4%
Social Housing	72,158	43,915	4,967	15,125	10,996	(4,128)	-37.5%
Biological or Cultivated Assets	14	46	1	3	11	9	75.6%
Biological or Cultivated Assets	14	46	1	3	11	9	75.6%
Intangible Assets	55,057	79,958	3,977	12,197	19,985	7,789	39.0%
Servitudes	—	—	—	—	—	—	—
Licences and Rights	55,057	79,958	3,977	12,197	19,985	7,789	39.0%
Computer Software and Applications	55,057	79,958	3,977	12,197	19,985	7,789	39.0%
Computer Equipment	52,984	155,724	3,280	10,030	38,931	28,901	74.2%
Computer Equipment	52,984	155,724	3,280	10,030	38,931	28,901	74.2%
Furniture and Office Equipment	19,394	137,852	1,249	3,831	34,328	30,497	88.8%
Furniture and Office Equipment	19,394	137,852	1,249	3,831	34,328	30,497	88.8%
Machinery and Equipment	53,781	120,486	3,586	11,032	30,122	19,090	63.4%
Machinery and Equipment	53,781	120,486	3,586	11,032	30,122	19,090	63.4%
Transport Assets	103,279	113,122	8,207	25,040	19,997	(5,043)	-25.2%
Transport Assets	103,279	113,122	8,207	25,040	19,997	(5,043)	-25.2%
Total Depreciation	2,120,788	2,499,321	166,908	511,834	605,712	93,879	15.5%

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

TSH City Of Tshwane - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M03 September							
Description	2020/21	Budget Year 2021/22					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance
R thousands							%
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class							
Infrastructure	470,919	516,031	35,479	49,134	83,895	34,761	41.4%
Roads Infrastructure	70,611	151,801	6,566	17,452	9,550	(7,902)	-82.7%
Roads	70,611	151,801	6,566	17,452	9,550	(7,902)	-82.7%
Storm water Infrastructure	–	20,000	–	–	1,040	1,040	100.0%
Drainage Collection	–	8,000	–	–	1,040	1,040	100.0%
Storm water Conveyance	–	12,000	–	–	–	–	
Electrical Infrastructure	176,537	107,630	205	205	17,375	17,170	98.8%
Power Plants	–	1,130	–	–	–	–	
HV Substations	83,082	51,000	–	–	11,000	11,000	100.0%
LV Networks	93,455	55,500	205	205	6,375	6,170	96.8%
Water Supply Infrastructure	35,787	–	–	1,197	–	(1,197)	
Bulk Mains	28,783	–	–	–	–	–	
Distribution	–	–	–	1,197	–	(1,197)	
Distribution Points	7,004	–	–	–	–	–	
Sanitation Infrastructure	176,847	212,600	28,708	30,280	55,930	25,650	45.9%
Waste Water Treatment Works	176,847	212,600	28,708	30,280	55,930	25,650	45.9%
Solid Waste Infrastructure	1,200	–	–	–	–	–	
Waste Drop-off Points	1,200	–	–	–	–	–	
Information and Communication Infrastructure	9,937	24,000	–	–	–	–	
Data Centres	9,937	24,000	–	–	–	–	
Community Assets	42,912	168,400	–	–	20,403	20,403	100.0%
Community Facilities	31,112	105,700	–	–	5,355	5,355	100.0%
Cemeteries/Crematoria	730	–	–	–	–	–	
Public Open Space	–	50,000	–	–	3,755	3,755	100.0%
Markets	15,817	15,700	–	–	–	–	
Airports	11,385	–	–	–	–	–	
Taxi Ranks/Bus Terminals	3,180	40,000	–	–	1,600	1,600	100.0%
Sport and Recreation Facilities	11,799	62,700	–	–	15,048	15,048	100.0%
Outdoor Facilities	11,799	62,700	–	–	15,048	15,048	100.0%
Heritage assets	3,343	–	–	–	–	–	
Historic Buildings	3,343	–	–	–	–	–	
Other assets	8,347	30,500	–	273	2,250	1,977	87.9%
Operational Buildings	1,972	1,500	–	273	–	(273)	
Municipal Offices	1,972	–	–	273	–	(273)	
Depots	–	1,500	–	–	–	–	
Capital Spares	–	–	–	–	–	–	
Housing	6,375	29,000	–	–	2,250	2,250	100.0%
Social Housing	6,375	29,000	–	–	2,250	2,250	100.0%
Biological or Cultivated Assets	4,626	–	–	–	–	–	
Biological or Cultivated Assets	4,626	–	–	–	–	–	
Intangible Assets	–	5,000	–	–	–	–	
Licences and Rights	–	5,000	–	–	–	–	
Solid Waste Licenses	–	5,000	–	–	–	–	
Computer Equipment	1,739	–	–	–	–	–	
Computer Equipment	1,739	–	–	–	–	–	
Furniture and Office Equipment	255	1,000	–	–	–	–	
Furniture and Office Equipment	255	1,000	–	–	–	–	
Machinery and Equipment	4,502	10,100	–	–	–	–	
Machinery and Equipment	4,502	10,100	–	–	–	–	
Total Capital Expenditure on upgrading of existing assets	536,643	731,031	35,479	49,406	106,548	57,142	53.6%

(s) Municipal Manager's quality certification

QUALITY CERTIFICATE

I, Mmaseabata Mutlaneng, the acting City Manager of the City of Tshwane, hereby certify that the monthly budget statement for **September 2021** has been prepared in accordance with the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) and regulations made under this act.

M Mutlaneng
ACTING CITY MANAGER
CITY OF TSHWANE

Signature: _____

Date: _____