

Reference No 34229/1

Umar Banda (012 358 8110)

MAYORAL COMMITTEE: SEPTEMBER 2022

SECTION 79 STANDING COMMITTEE: MUNICIPAL PUBLIC ACCOUNTS COMMITTEE:
SEPTEMBER 2022

AUDIT AND PERFORMANCE COMMITTEE: SEPTEMBER 2022

From: The City Manager

To: The Executive Mayor

GROUP FINANCIAL SERVICES

MUNICIPAL FINANCE MANAGEMENT ACT IN-YEAR FINANCIAL REPORT (MONTHLY BUDGET STATEMENT) FOR THE PERIOD ENDED 31 AUGUST 2022

1. PURPOSE

This report presents the progress on the financial performance of the City of Tshwane against the budget for the period ended 31 August 2022, in compliance with Section 71 of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) (MFMA).

2. STRATEGIC PILLARS

None.

3. BACKGROUND

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 31 August 2022, the ten working days end on 14 September 2022.

4. DISCUSSION

The 2022/23 Medium-term Revenue and Expenditure Framework was approved by Council on 26 May 2022.

The attached in-year report (Annexure A) provides a high-level analysis as of 31 August 2022 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 31 August 2022:

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 31 AUGUST 2022					
Description	Original Budget	YTD actual	YTD budget	YTD variance	YTD variance
	R'000	R'000	R'000	R'000	%
Total Revenue(Excluding Capital Transfers)	42,151,840	7,760,702	8,354,763	(594,061)	-7%
Total Expenditure	42,148,532	5,300,860	7,888,298	(2,587,438)	-33%
Surplus /Deficit	3,308	2,459,842	466,465		

The following table shows expenditure for the previous financial year, 2021/22:

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 31 AUGUST 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)	37,028,485	7,715,252	7,621,242	94,010	1%
Total Expenditure	37,020,681	4,834,244	5,466,696	(632,452)	-11.6%
Surplus /Deficit	7,804	2,881,009	2,154,546		

The actual operating revenue realised, excluding capital transfers and contributions, reflects an unfavourable variance of R594 million against the year-to-date (YTD) budget for the period ended 31 August 2022.

The operating expenditure is underspent by R2,6 billion, which is 33% less than the YTD budget. The YTD surplus of R2,5 billion is reflected.

Consolidated summary – Capital expenditure, 31 August 2022:

CONSOLIDATED SUMMARY STATEMENT OF CAPITAL EXPENDITURE: 31 AUGUST 2022							
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	2,793,105	323,048	105,487	258,043	363,530	(217,561)	3.8%
TOTAL Capital Financing	2,793,105	323,048	105,487	258,043	363,530	(217,561)	3.8%

The total adjusted capital budget amounts to R2,8 billion. The expenditure for the period, including that of the municipal entities, amounts to R105 million, representing 3,8% of the total original capital budget.

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)

6.2 CHIEF FINANCIAL OFFICER

(Unaltered)

Cognisance is taken of the contents of the report.

There are no financial implications emanating as a result of this report for the City of Tshwane as this report presents the progress on the financial performance of the City of Tshwane against the budget for the period ended 31 August 2022, in compliance with Section 71 of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) (MFMA).

The low-cost coverage ratio signal that the City's cash resources is insufficient to cover short-term obligations and fixed monthly operating expenditure in terms of the norm. It is therefore critical that the City continue to intensify its initiatives to improve revenue.

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 2022/23 financial year for the period ended 31 August 2022. The report is tabled in compliance with Section 71 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 Section 71 of the MFMA and National Treasury Regulation GG 32141 of 17 April 2009.

7.4 COMMUNICATION

In compliance with the legislative requirements of Section 71 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).

The City does not have an mSCOA-compliant system for transacting. However, the City manually translates the current data to mSCOA segments and submits monthly data strings to the National Treasury to comply.

9. CONCLUSION

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

The operating revenue realised, excluding capital transfers and contributions, reflects an unfavourable variance of R594,1 million against the YTD budget for the period ended 31 August 2022.

The following revenue sources contributed to the variance:

- Property Rates: (R13,7 million unfavourable): Revenue was less than projected.
- Service Charges: Electricity (R273,7 million unfavourable): Revenue was less than projected mainly on Sale of Electricity and Reconnection Fees. There is a need to ensure the continuous audit of meters to address low buys and no buys, and to ensure the replacement and programming of faulty meters and the timely reading of meters to minimise estimated accounts.
- Service Charges: Water (R2,7 million favourable): Revenue was better than projected, mainly on Water Fees.
- Service Charges: Sanitation (R7,3 million unfavourable): Revenue was less than projected, mainly on Sewerage Fees and Cross-border Bulk Sewerage.
- Service Charges: Refuse (R17,2 million unfavourable): Revenue was less than projected, mainly on Billing Landfill Sites, due to a delay in processing billing for August 2022.
- Rental of Facilities and Equipment (R9,6 million unfavourable): Revenue was less than the budget, mainly on Rental Businesses and Rental Housing, due to a delay in processing journals. The revenue is set to increase in the following months.
- Interest Earned on External Investments (R3,7 million unfavourable): Revenue was less than projected, mainly on Interest Received on the Sinking Fund and on long-term investments.
- Interest Earned on Outstanding Debtors (R3,7 million favourable): Revenue was more than projected.
- Fines (R4,3 million favourable): Revenue was more than projected, mainly on AARTO, Sale and Impounding.
- Transfers and Subsidies (R248,8 million unfavourable): Mainly on Primary Healthcare, HIV and AIDS, Public Transport Network Grant, Neighbourhood Development Partnership Grant (Public Employment Programme) and Human Settlements Development Grant. The health grants’ first tranches are outstanding

due to a delay in finalising the service-level agreements. Revenue will be recognised based on performance on the other grants.

- Other Revenue (R30 million unfavourable): Revenue was less than projected, mainly on Reminder Fees, Admin Handling Fees, Admission Fees, Capital Income Received, Claims Recovered, Township Development Contribution Electricity and VAT Corrections: Direct Income.
- Repairs and maintenance
 - Repairs and maintenance expenditure is at R110,6 million against a YTD budget of R245 million. The percentage spent against the total original budget is 8%.
- Cash flow
 - The cash and short-term investments as at 31 August 2022 amounted to R827,7 million. Unspent conditional grants is R1,1 billion.
 - The cost-coverage ratio is at negative 0,3 for the period, which means that the City will be unable to cover short-term obligations and monthly fixed operating costs if no additional revenue is collected in a month. The National Treasury norm is for a municipality to have sufficient cash and short-term investments to cover obligations and fixed operating expenditure for one to three months.

Departments are required to put measures in place to improve revenue and must ensure that spending on the operational budget is in line with the City's policy on cost-containment measures.

ANNEXURE

Annexure A: Dated 31 August 2022 for the In-year report in terms of GG 32141 of 17 April 2009

RECOMMENDED

That it be recommended:

1. That the report be noted, in compliance with Section 71 of the MFMA, as well as the municipal budget and reporting regulations.
2. That the financial performance for the period ended 31 August 2022 as contained in Annexure A be noted.
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 IN-YEAR FINANCIAL REPORT FOR THE PERIOD ENDED 31 AUGUST 2022

REPORT CHECKED AND PASSED FOR SUBMISSION TO:

	Comments, if any, on the report
Divisional Head: Budget Office NM Mokeke I certify that Schedule SC6 and SC7(1), as consolidated in the monthly budget statement for August 2022, is correct. SIGNATURE: DATE:	
Divisional Head: Financial Reporting and Assets KE Mokgokong I certify that Schedule C6, C7 and SC13(d), as consolidated in the monthly budget statement for August 2022, is correct. SIGNATURE: DATE:	
Divisional Head: Treasury Office KC Thipe I certify that Schedule C7, SC4, SC5 and SC8, as consolidated in the monthly budget statement for August 2022, is correct. SIGNATURE: DATE:	
Divisional Head: Revenue Management R Shilenge I certify that Schedule SC3, as consolidated in the monthly budget statement for August 2022, is correct. SIGNATURE: DATE:	
Chief Financial Officer U Banda SIGNATURE: DATE:	



IN-YEAR REPORT

BUDGET YEAR: 2022/23

REPORTING PERIOD: M02 AUGUST 2022

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PART 1: IN-YEAR REPORT

1.1 City Manager's report

The 2022/23 Medium-term Revenue and Expenditure Framework was approved by Council on 26 May 2022. 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 31 August 2022 as contained in Annexure A be noted.
2. That the report be noted, in compliance with Section 71 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 31 August 2022 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 preaudited 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) - M02 August							
Description	2021/22	Budget Year 2022/23					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Revenue By Source							
Property rates	8,574,855	9,102,662	770,463	1,503,251	1,516,903	(13,652)	-1%
Service charges - electricity revenue	13,345,122	15,697,113	1,442,901	2,696,997	2,970,725	(273,728)	-9%
Service charges - water revenue	4,958,680	5,554,721	431,408	785,583	782,854	2,728	0%
Service charges - sanitation revenue	1,448,161	1,502,943	127,736	236,489	243,779	(7,290)	-3%
Service charges - refuse revenue	1,584,431	1,727,398	137,665	275,267	292,492	(17,225)	-6%
Rental of facilities and equipment	144,348	185,329	9,201	12,429	22,006	(9,577)	-44%
Interest earned - external investments	158,925	52,870	4,300	5,091	8,812	(3,721)	-42%
Interest earned - outstanding debtors	724,268	839,462	76,642	143,607	139,910	3,696	3%
Dividends received	—	—	—	—	—	—	—
Fines, penalties and forfeits	85,915	274,803	27,987	27,986	23,648	4,337	18%
Licences and permits	41,245	54,534	3,831	3,831	4,626	(795)	-17%
Agency services	—	—	—	—	—	—	—
Transfers and subsidies	5,388,973	4,496,044	15,774	1,400,761	1,649,609	(248,848)	-15%
Other revenue	1,145,385	2,663,961	623,929	669,411	699,399	(29,988)	-4%
Gains	27,446	—	—	—	—	—	—
Total Revenue (excluding capital transfers and contributions)	37,627,754	42,151,840	3,671,836	7,760,702	8,354,763	(594,061)	-7%
Expenditure By Type							
Employee related costs	11,578,646	12,633,285	968,064	1,975,343	2,086,368	(111,025)	-5%
Remuneration of councillors	129,577	163,863	11,112	22,197	27,310	(5,114)	-19%
Debt impairment	2,602,039	2,306,620	192,113	384,226	384,437	(211)	0%
Depreciation & asset impairment	2,891,262	2,642,244	236,722	464,622	440,374	24,248	6%
Finance charges	1,479,910	1,508,150	15	31	56	(25)	-45%
Bulk purchases - electricity	11,373,196	12,121,755	146,747	1,511,850	2,877,935	(1,366,085)	-47%
Inventory consumed	3,756,997	4,332,944	14,294	295,400	829,754	(534,353)	-64%
Contracted services	4,101,062	4,334,204	6,618	261,702	870,364	(608,662)	-70%
Transfers and subsidies	8,051	38,058	236	269	2,931	(2,661)	-91%
Other expenditure	1,682,668	2,067,362	63,430	385,221	368,762	16,459	4%
Losses	(89,837)	47	—	—	8	(8)	-100%
Total Expenditure	39,513,571	42,148,532	1,639,352	5,300,860	7,888,298	(2,587,438)	-33%
Surplus/(Deficit)	(1,885,817)	3,308	2,032,484	2,459,842	466,465	1,993,377	427%
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1,887,550	2,074,545	61,432	82,201	236,861	(154,660)	-65%
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	1,089	—	—	—	—	—	—
Transfers and subsidies - capital (in-kind - all)	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	2,821	2,077,853	2,093,916	2,542,043	703,326		
Taxation	1,622	515	—	—	86	(86)	-100%
Surplus/(Deficit) after taxation	1,200	2,077,338	2,093,916	2,542,043	703,240		
Attributable to minorities	—	—	—	—	—	—	—
Surplus/(Deficit) attributable to municipality	1,200	2,077,338	2,093,916	2,542,043	703,240		
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year	1,200	2,077,338	2,093,916	2,542,043	703,240		

The actual revenue amounts to R7,8 billion and reflects an unfavourable variance of R594 million against the YTD budget.

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

- Property Rates: (R13,7 million unfavourable): Revenue was less than projected.
- Service Charges: Electricity (R273,7 million unfavourable): Revenue was less than projected mainly on Sale of Electricity and Reconnection Fees. There is a need to ensure the continuous audit of meters to address low buys and no buys, and to ensure the replacement and programming of faulty meters and the timely reading of meters to minimise estimated accounts.

- Service Charges: Water (R2,7 million favourable): Revenue was better than projected, mainly on Water Fees.
- Service Charges: Sanitations (R7,3 million unfavourable): Revenue was less than projected, mainly on Sewerage Fees and Cross-border Bulk Sewerage.
- Service Charges: Refuse (R17,2 million unfavourable): Revenue was less than projected, mainly on Billing Landfill Sites, due to a delay in processing billing for August 2022.
- Rental of Facilities and Equipment (R9,6 million unfavourable): Revenue was less than the budget, mainly on Rental Businesses and Rental Housing, due to a delay in processing journals. The revenue is set to increase in the following months.
- Interest Earned on External Investments (R3,7 million unfavourable): Revenue was less than projected, mainly on Interest Received on the Sinking Fund and on long-term investments.
- Interest Earned on Outstanding Debtors (R3,7 million favourable): Revenue was more than projected.
- Fines (R4,3 million favourable): Revenue was more than projected, mainly on AARTO, Sale and Impounding.
- Transfers and Subsidies (R248,8 million unfavourable): Mainly on Primary Healthcare, HIV and AIDS, Public Transport Network Grant, Neighbourhood Development Partnership Grant (Public Employment Programme) and Human Settlements Development Grant. The health grants' first tranches are outstanding due to a delay in finalising the service-level agreements. Revenue will be recognised based on performance on the other grants.
- Other Revenue (R30 million unfavourable): Revenue was less than projected, mainly on Reminder Fees, Admin Handling Fees, Admission Fees, Capital Income Received, Claims Recovered, Township Development Contribution Electricity and VAT Corrections: Direct Income.

The actual expenditure amounts to R5,3 billion and indicates an underspending variance of R2,6 billion or 33% against the YTD budget of R7,9 billion.

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

- Employee-related Cost (R111 million under budget): Mainly on salaries, overtime, unfixed allowance, pension and provident fund, group insurance, provision for leave payments and scheduled public day.
- Depreciation and Asset Impairment (R24,2 million over budget): Due to the newly identified assets recently loaded (2021/22) that did not form part of the budget for 2022/23.
- Bulk Purchases – Electricity (R1,4 billion under budget): Mainly on Bulk Electricity. The Bulk Electricity invoice for August 2022 it is not included and will be processed in September 2022.
- Inventory Consumed (R534,4 million under budget): The underspending is mainly on Petrol and Diesel (R17,9 million), Rand Water (R452,1 million) and Substations (R9,3 million). The Rand Water invoice for August 2022 is not included and will be processed in September 2022.
- Contracted Services (R608,7 million under budget): Mainly on Watchman Services, Tshwane House Contract Cost, Collection Fees, Asset Register Administration, Project Management Services, Personnel and Labour, Household Refuse Removal, Electricity Main Supply, Lights, Substations and Waste Water Purification. Expenditure is expected to increase in the following months.

- Other Expenditure (R16,5 million over budget): Mainly on Software Licences, Leased Vehicles and Insurance Premiums due to annual once-off payments of insurance premiums during the first quarter of the financial year.

The overall repairs and maintenance expenditure is R110,6 million against a YTD budget of R245 million. The percentage spent against the total original budget is 8%.

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

Summary of capital expenditure

The capital expenditure report, shown in 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 R2,8 billion. The actual expenditure for the period amounts to R105 million, representing 3,8% of the total budget. The expenditure, including commitments, is R363,5 million.

Capital expenditure per funding source as at 31 August 2022:

Capital Expenditure for the CoT per Funding Source as at 31 August 2022						
Funding Source	Original Budget 2022/23	YTD Expenditure Projections 31 August 2022	YTD Actual Expenditure 31 August 2022	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)	269 700 000	16 474 140	(8 780 363)	(25 254 503)	-53.3%	-3.3%
Neighbourhood Development Partnership Grant (NDPG)	10 215 000	0	0	0	0.0%	0.0%
Urban Settlements Development Grant (USDG)	1 012 788 000	107 895 116	43 525 865	(64 369 251)	40.3%	4.3%
Energy Efficiency Demand Side Management (EEDSM)	8 280 000	0	2 872 120	2 872 120	0.0%	34.7%
Community Library Services (CLS)	14 562 000	0	0	0	0.0%	0.0%
Informal Settlements Upgrading Partnership Grant	564 000 750	79 992 150	10 168 099	(69 824 050)	12.7%	1.8%
Housing Company Tshwane - Social Housing Regulatory Authority (SHRA)	194 999 705	76 081 984	26 861 819	(49 220 165)	35.3%	13.8%
Total Grant Funding	2 074 545 455	280 443 390	74 647 540	(205 795 850)	26.6%	3.6%
Borrowings	487 719 010	39 748 805	6 064 500	(33 684 305)	15.3%	1.2%
Council Funding	180 840 687	2 135 711	24 775 197	22 639 487	1160.0%	13.7%
Total Internally generated funds	180 840 687	2 135 711	24 775 197	22 639 487	1160.0%	13.7%
Public Contributions & Donations	50 000 000	720 000	0	(720 000)	0.0%	0.0%
Total Contributions	50 000 000	720 000	0	(720 000)	0.0%	0.0%
Total	2 793 105 151	323 047 905	105 487 238	(217 560 668)	32.7%	3.8%

An amount of R105 million or 3,8% of the budget has been spent.

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 budget per month and the YTD actual expenditure against the YTD target.

Chart C1: 2022/23 Capital expenditure (monthly trend: actual versus target)

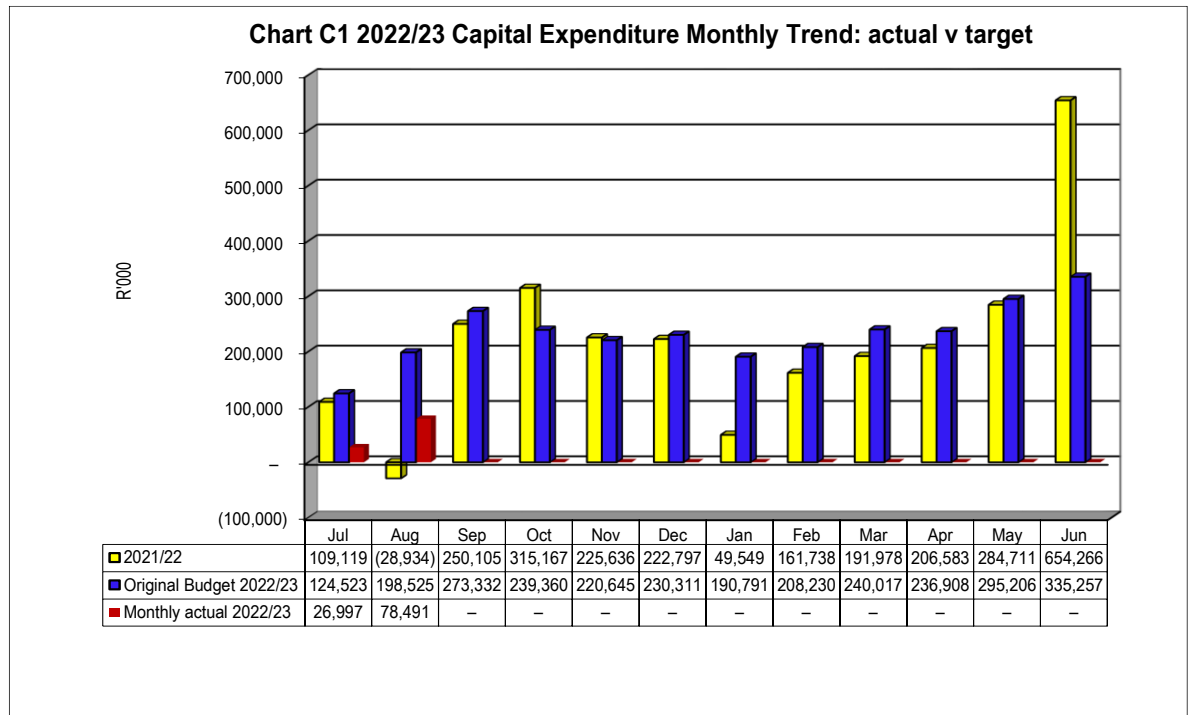
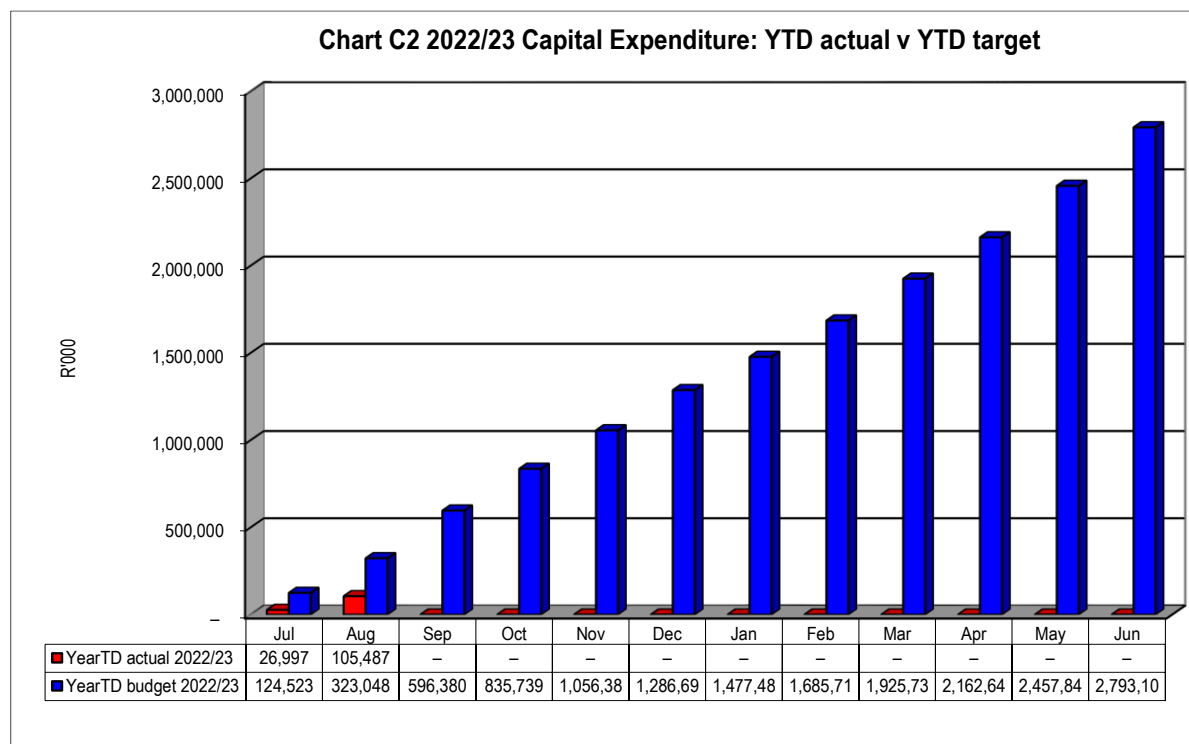


Chart C2: 2022/23 Capital expenditure (YTD actual versus YTD target)



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 31 August 2022 amounts to R38,9 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.

Cash flow

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

- Cash and cash equivalents as at the end of 31 August 2022 amount to R827 million.
- The cash flow from operating activities reflects a positive R1,2 billion.
- The cash flow from investing activities amounts to R602,8 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 R10,9 billion is outstanding in this category, compared to R9,4 billion in the 2021/22 financial year. The total debtors are at R17,4 billion.

Chart C3: Aged consumer debtors' analysis

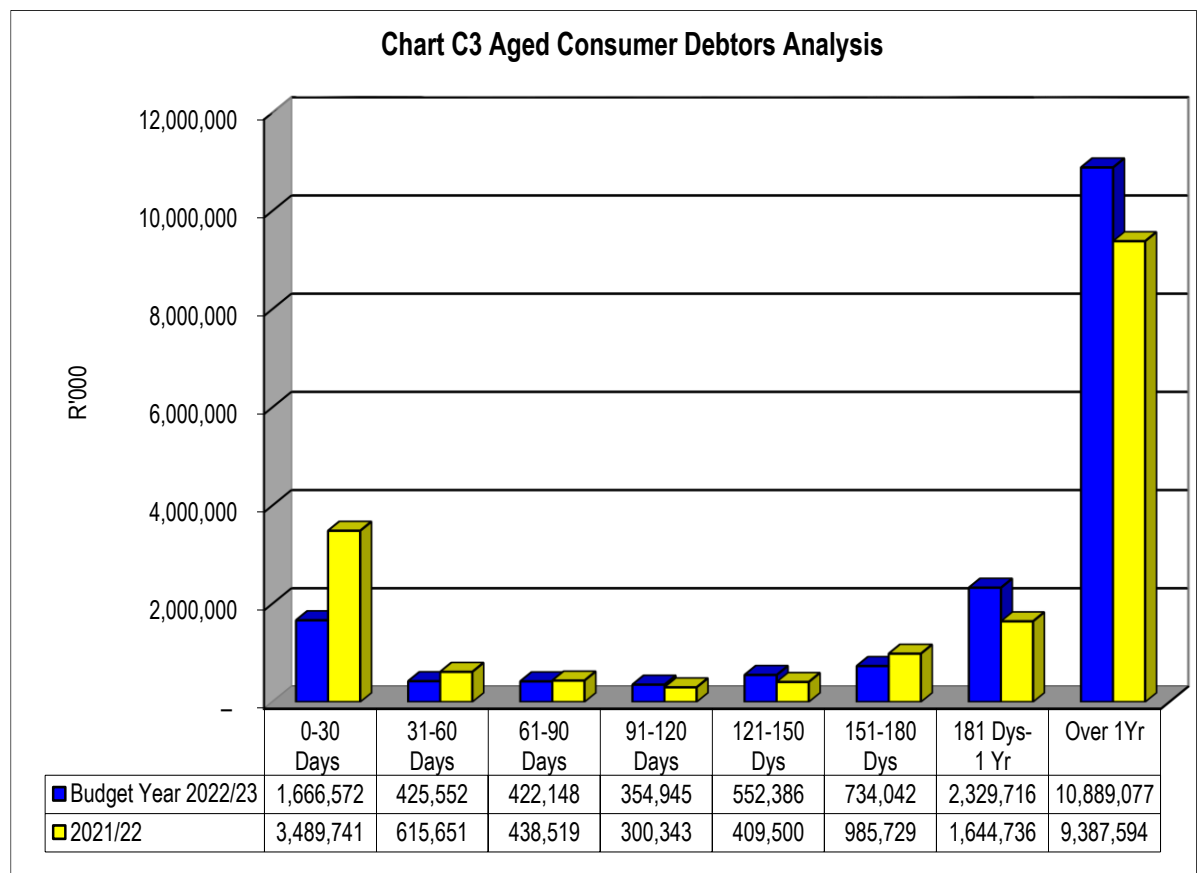
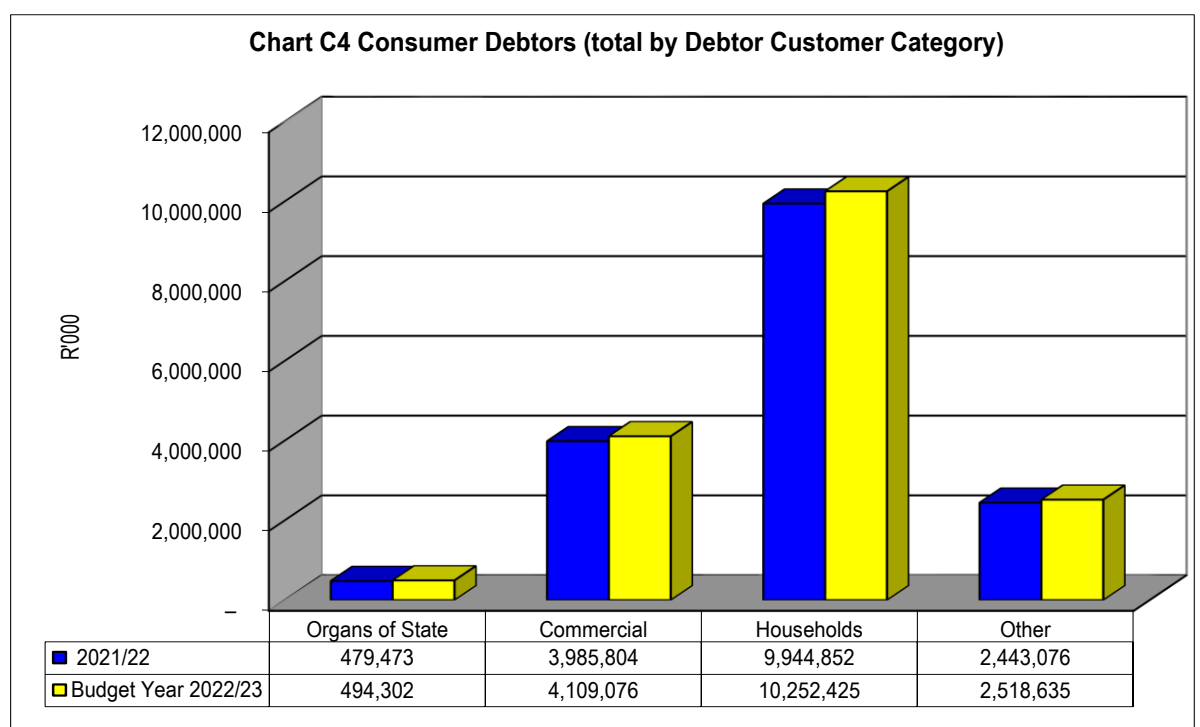


Chart C4 shows that the increase in the customer category is attributable to households, which reflects an increase of R308 million compared to the previous financial year.

Chart C4: Consumer debtors by customer category

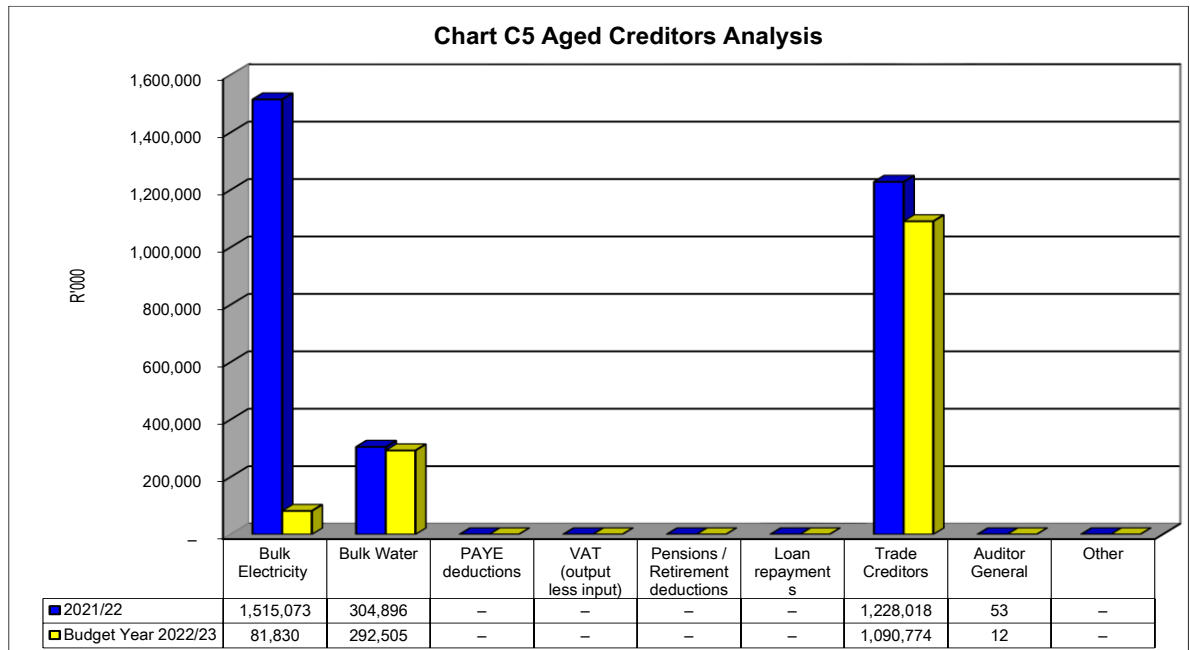


Creditors' age analysis

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 R1,6 billion.

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 R6,6 billion and an amount of R2,2 billion was received for the period. A variance of R55,8 million is reflected, mainly due to outstanding transfers from the Gauteng Department of Health.

Table SC7(1) indicates the expenditure incurred against each allocation for the reporting period. The disclosure on the transfers and grant expenditure table reflects the actual expenditure incurred, amounting to R1,5 billion. A variance of R427,6 million is reflected. Most projects are still at the procurement stage and expenditure is expected in the following months.

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 31 August 2022 are reflected in Tables C1 to C7, and these 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 - M02 August							
Description	2021/22	Budget Year 2022/23					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Financial Performance							
Property rates	8,574,855	9,102,662	770,463	1,503,251	1,516,903	(13,652)	-1%
Service charges	21,336,395	24,482,176	2,139,710	3,994,336	4,289,850	(295,514)	-7%
Investment revenue	158,925	52,870	4,300	5,091	8,812	(3,721)	-42%
Transfers and subsidies	5,388,973	4,496,044	15,774	1,400,761	1,649,609	(248,848)	-15%
Other own revenue	2,168,606	4,018,088	741,590	857,263	889,589	(32,326)	-4%
Total Revenue (excluding capital transfers and contributions)	37,627,754	42,151,840	3,671,836	7,760,702	8,354,763	(594,061)	-7%
Employee costs	11,578,646	12,633,285	968,064	1,975,343	2,086,368	(111,025)	-5%
Remuneration of Councillors	129,577	163,863	11,112	22,197	27,310	(5,114)	-19%
Depreciation & asset impairment	2,891,262	2,642,244	236,722	464,622	440,374	24,248	6%
Finance charges	1,479,910	1,508,150	15	31	56	(25)	-45%
Inventory consumed and bulk purchases	15,130,193	16,454,699	161,041	1,807,250	3,707,689	(1,900,439)	-51%
Transfers and subsidies	8,051	38,058	236	269	2,931	(2,661)	-91%
Other expenditure	8,295,932	8,708,233	262,161	1,031,148	1,623,570	(592,421)	-36%
Total Expenditure	39,513,571	42,148,532	1,639,352	5,300,860	7,888,298	(2,587,438)	-33%
Surplus/(Deficit)	(1,885,817)	3,308	2,032,484	2,459,842	466,465	1,993,377	427%
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1,887,550	2,074,545	61,432	82,201	236,861	(154,660)	-65%
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)	1,089	-	-	-	-	-	
Surplus/(Deficit) after capital transfers & contributions	2,821	2,077,853	2,093,916	2,542,043	703,326	1,838,716	261%
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	
Surplus/ (Deficit) for the year	2,821	2,077,853	2,093,916	2,542,043	703,326	1,838,716	261%
Capital expenditure & funds sources							
Capital expenditure	2,642,715	2,793,105	78,491	105,487	323,048	(217,561)	-67%
Capital transfers recognised	1,896,755	2,074,545	47,786	47,786	204,361	(156,576)	-77%
Borrowing	705	487,719	4,563	6,064	39,749	(33,684)	-35%
Internally generated funds	745,255	230,841	26,142	51,637	78,938	(27,301)	-35%
Total sources of capital funds	2,642,715	2,793,105	78,491	105,487	323,048	(217,561)	-67%
Financial position							
Total current assets	8,541,579	11,237,254		8,602,391			
Total non current assets	59,404,596	49,152,711		55,909,089			
Total current liabilities	15,205,569	15,445,107		9,751,614			
Total non current liabilities	16,154,887	13,134,703		15,847,596			
Community wealth/Equity	36,585,719	31,810,155		38,912,270			
Cash flows							
Net cash from (used) operating	6,119,284	4,514,622	1,043,054	1,212,867	1,539,811	326,944	21%
Net cash from (used) investing	(2,659,044)	(3,145,071)	(597,946)	(602,672)	(323,048)	279,624	-87%
Net cash from (used) financing	(3,910,368)	(878,812)	-	-	-	-	
Cash/cash equivalents at the month/year end	217,482	846,180	-	827,677	1,572,204	744,527	47%
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	1,666,572	425,552	354,945	552,386	734,042	2,329,716	10,889,077
Creditors Age Analysis							
Total Creditors	321,729	650,418	60,916	191,833	-	-	-

(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) - M02 August							
Description	2021/22	Budget Year 2022/23					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance
R thousands							%
Revenue - Functional							
<i>Governance and administration</i>	13,965,211	14,966,238	1,368,380	3,522,552	3,651,389	(128,837)	-4%
Executive and council	15,722	66,094	–	–	–	–	
Finance and administration	13,949,460	14,899,915	1,366,179	3,520,351	3,651,351	(130,999)	-4%
Internal audit	29	228	2,201	2,201	38	2,163	5681%
<i>Community and public safety</i>	934,410	1,331,471	56,262	81,201	214,985	(133,784)	-62%
Community and social services	60,441	43,780	1,418	2,612	7,297	(4,685)	-64%
Sport and recreation	20,731	53,101	1,226	2,362	13,757	(11,395)	-83%
Public safety	95,815	295,948	26,531	27,374	26,403	971	4%
Housing	668,769	799,161	26,819	48,449	132,275	(83,826)	-63%
Health	88,655	139,481	269	405	35,254	(34,849)	-99%
<i>Economic and environmental services</i>	1,576,350	1,475,298	48,089	61,924	176,809	(114,885)	-65%
Planning and development	419,157	253,436	10,113	18,271	40,537	(22,266)	-55%
Road transport	1,161,505	1,213,769	37,958	43,627	134,923	(91,296)	-68%
Environmental protection	(4,313)	8,093	18	26	1,349	(1,323)	-98%
<i>Trading services</i>	22,755,410	26,248,379	2,241,418	4,140,191	4,519,928	(379,736)	-8%
Energy sources	13,915,838	16,503,622	1,459,084	2,728,962	3,024,414	(295,452)	-10%
Water management	5,352,039	6,153,273	488,182	864,669	904,944	(40,275)	-4%
Waste water management	1,895,908	1,857,974	156,329	271,106	297,893	(26,787)	-9%
Waste management	1,591,625	1,733,510	137,823	275,455	292,677	(17,222)	-6%
<i>Other</i>	285,012	205,000	19,285	37,228	34,167	3,061	9%
Total Revenue - Functional	39,516,393	44,226,386	3,733,434	7,843,097	8,597,277	(754,180)	-9%
Expenditure - Functional							
<i>Governance and administration</i>	8,319,643	8,872,687	353,141	1,133,288	1,333,515	(200,227)	-15%
Executive and council	1,135,724	1,318,983	84,493	163,513	222,899	(59,385)	-27%
Finance and administration	7,097,821	7,429,488	262,998	956,705	1,089,914	(133,208)	-12%
Internal audit	86,098	124,215	5,650	13,069	20,703	(7,633)	-37%
<i>Community and public safety</i>	5,784,850	6,977,609	440,290	982,965	1,183,958	(200,993)	-17%
Community and social services	330,396	417,684	37,146	63,191	72,972	(9,781)	-13%
Sport and recreation	434,238	583,458	29,984	63,507	97,484	(33,978)	-35%
Public safety	3,436,104	4,060,562	221,096	559,578	677,428	(117,850)	-17%
Housing	839,447	886,111	78,095	146,294	150,381	(4,087)	-3%
Health	744,664	1,029,796	73,969	150,396	185,692	(35,297)	-19%
<i>Economic and environmental services</i>	3,890,751	3,561,913	258,726	529,751	545,537	(15,786)	-3%
Planning and development	908,238	1,107,649	75,691	152,387	188,343	(35,956)	-19%
Road transport	2,730,179	2,238,995	168,609	349,189	318,968	30,220	9%
Environmental protection	252,334	215,269	14,426	28,176	38,226	(10,051)	-26%
<i>Trading services</i>	21,314,024	22,530,675	570,482	2,624,774	4,799,944	(2,175,170)	-45%
Energy sources	14,366,174	15,155,569	360,681	1,950,141	3,439,536	(1,489,394)	-43%
Water management	4,334,410	4,860,094	70,605	408,131	898,818	(490,687)	-55%
Waste water management	977,647	826,442	47,904	99,796	144,958	(45,162)	-31%
Waste management	1,635,793	1,688,570	91,293	166,706	316,632	(149,927)	-47%
<i>Other</i>	205,925	205,649	16,880	30,276	30,997	(721)	-2%
Total Expenditure - Functional	39,515,193	42,148,532	1,639,518	5,301,054	7,893,951	(2,592,897)	-33%
Surplus/ (Deficit) for the year	1,200	2,077,853	2,093,916	2,542,043	703,326	1,838,716	261%

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) - M02 August							
Vote Description	2021/22	Budget Year 2022/23					
	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	(654)	70,904	973	1,003	14,297	(13,294)	-93.0%
Vote 2 - Economic Development & Spatial Planning Department	390,526	487,867	33,127	63,937	81,311	(17,374)	-21.4%
Vote 3 - Emergency Services Department	10,723	12,343	595	1,092	2,057	(965)	-46.9%
Vote 4 - Environment & Agriculture Management Department	1,597,021	1,753,864	137,883	275,555	296,069	(20,514)	-6.9%
Vote 5 - Group Financial Services Department	13,830,221	14,760,008	1,358,840	3,507,019	3,640,613	(133,593)	-3.7%
Vote 6 - Group Property Management Department	65,624	62,464	4,271	4,692	-	4,692	
Vote 7 - Health Department	86,657	137,583	267	403	34,937	(34,534)	-98.8%
Vote 8 - Human Settlement Department	668,792	799,211	26,801	48,431	132,283	(83,852)	-63.4%
Vote 9 - Tshwane Metro Police Department	87,018	284,933	25,938	26,283	24,567	1,717	7.0%
Vote 10 - Regional Operations & Coordination Department	44,802	42,448	1,972	4,490	6,288	(1,798)	-28.6%
Vote 11 - Roads & Transport Department	1,254,504	1,240,847	43,061	48,725	138,159	(89,434)	-64.7%
Vote 12 - Shared Services Department	18	-	1	2	-	2	
Vote 13 - Electricity Department	13,912,507	16,498,648	1,458,764	2,728,396	3,024,372	(295,975)	-9.8%
Vote 14 - Water and Sanitation Department	7,236,461	8,008,384	639,513	1,130,777	1,201,935	(71,158)	-5.9%
Vote 15 - Other Departments	332,172	66,881	1,429	2,291	389	1,901	488.5%
Total Revenue by Vote	39,516,393	44,226,386	3,733,434	7,843,097	8,597,277	(754,180)	-8.8%
Expenditure by Vote							
Vote 1 - Community & Social Development Services Department	451,677	533,689	46,838	90,340	88,939	1,401	1.6%
Vote 2 - Economic Development & Spatial Planning Department	618,799	812,491	53,671	103,277	139,154	(35,876)	-25.8%
Vote 3 - Emergency Services Department	698,563	976,839	70,571	145,759	170,678	(24,919)	-14.6%
Vote 4 - Environment & Agriculture Management Department	1,994,974	2,046,834	113,369	211,302	378,941	(167,640)	-44.2%
Vote 5 - Group Financial Services Department	4,186,920	4,141,794	170,770	554,192	530,786	23,406	4.4%
Vote 6 - Group Property Management Department	949,202	913,003	2,158	39,006	159,460	(120,453)	-75.5%
Vote 7 - Health Department	503,774	578,264	38,206	76,886	110,690	(33,805)	-30.5%
Vote 8 - Human Settlement Department	869,980	921,490	80,415	149,804	156,277	(6,473)	-4.1%
Vote 9 - Tshwane Metro Police Department	2,181,490	2,827,079	209,652	434,461	464,628	(30,167)	-6.5%
Vote 10 - Regional Operations & Coordination Department	3,748,505	3,058,662	251,377	517,233	528,805	(11,572)	-2.2%
Vote 11 - Roads & Transport Department	1,716,894	2,025,006	82,363	183,925	280,595	(96,669)	-34.5%
Vote 12 - Shared Services Department	1,092,221	1,431,789	41,978	238,785	234,009	4,776	2.0%
Vote 13 - Electricity Department	13,139,543	13,990,044	299,270	1,802,842	3,225,948	(1,423,106)	-44.1%
Vote 14 - Water and Sanitation Department	4,926,438	5,272,236	93,991	459,414	974,626	(515,211)	-52.9%
Vote 15 - Other Departments	2,436,214	2,619,313	84,889	293,828	450,415	(156,587)	-34.8%
Total Expenditure by Vote	39,515,193	42,148,532	1,639,518	5,301,054	7,893,951	(2,592,897)	-32.8%
Surplus/ (Deficit) for the year	1,200	2,077,853	2,093,916	2,542,043	703,326	1,838,716	261.4%

(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) - M02 August							
Description	2021/22	Budget Year 2022/23					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Revenue By Source							
Property rates	8,574,855	9,102,662	770,463	1,503,251	1,516,903	(13,652)	-1%
Service charges - electricity revenue	13,345,122	15,697,113	1,442,901	2,696,997	2,970,725	(273,728)	-9%
Service charges - water revenue	4,958,680	5,554,721	431,408	785,583	782,854	2,728	0%
Service charges - sanitation revenue	1,448,161	1,502,943	127,736	236,489	243,779	(7,290)	-3%
Service charges - refuse revenue	1,584,431	1,727,398	137,665	275,267	292,492	(17,225)	-6%
Rental of facilities and equipment	144,348	185,329	9,201	12,429	22,006	(9,577)	-44%
Interest earned - external investments	158,925	52,870	4,300	5,091	8,812	(3,721)	-42%
Interest earned - outstanding debtors	724,268	839,462	76,642	143,607	139,910	3,696	3%
Dividends received	—	—	—	—	—	—	—
Fines, penalties and forfeits	85,915	274,803	27,987	27,986	23,648	4,337	18%
Licences and permits	41,245	54,534	3,831	3,831	4,626	(795)	-17%
Agency services	—	—	—	—	—	—	—
Transfers and subsidies	5,388,973	4,496,044	15,774	1,400,761	1,649,609	(248,848)	-15%
Other revenue	1,145,385	2,663,961	623,929	669,411	699,399	(29,988)	-4%
Gains	27,446	—	—	—	—	—	—
Total Revenue (excluding capital transfers and contributions)	37,627,754	42,151,840	3,671,836	7,760,702	8,354,763	(594,061)	-7%
Expenditure By Type							
Employee related costs	11,578,646	12,633,285	968,064	1,975,343	2,086,368	(111,025)	-5%
Remuneration of councillors	129,577	163,863	11,112	22,197	27,310	(5,114)	-19%
Debt impairment	2,602,039	2,306,620	192,113	384,226	384,437	(211)	0%
Depreciation & asset impairment	2,891,262	2,642,244	236,722	464,622	440,374	24,248	6%
Finance charges	1,479,910	1,508,150	15	31	56	(25)	-45%
Bulk purchases - electricity	11,373,196	12,121,755	146,747	1,511,850	2,877,935	(1,366,085)	-47%
Inventory consumed	3,756,997	4,332,944	14,294	295,400	829,754	(534,353)	-64%
Contracted services	4,101,062	4,334,204	6,618	261,702	870,364	(608,662)	-70%
Transfers and subsidies	8,051	38,058	236	269	2,931	(2,661)	-91%
Other expenditure	1,682,668	2,067,362	63,430	385,221	368,762	16,459	4%
Losses	(89,837)	47	—	—	8	(8)	-100%
Total Expenditure	39,513,571	42,148,532	1,639,352	5,300,860	7,888,298	(2,587,438)	-33%
Surplus/(Deficit)	(1,885,817)	3,308	2,032,484	2,459,842	466,465	1,993,377	427%
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1,887,550	2,074,545	61,432	82,201	236,861	(154,660)	-65%
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	1,089	—	—	—	—	—	—
Transfers and subsidies - capital (in-kind - all)	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	2,821	2,077,853	2,093,916	2,542,043	703,326		
Taxation	1,622	515	—	—	86	(86)	-100%
Surplus/(Deficit) after taxation	1,200	2,077,338	2,093,916	2,542,043	703,240		
Attributable to minorities	—	—	—	—	—	—	—
Surplus/(Deficit) attributable to municipality	1,200	2,077,338	2,093,916	2,542,043	703,240		
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year	1,200	2,077,338	2,093,916	2,542,043	703,240		

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 - M02 August							
Vote Description	2021/22	Budget Year 2022/23					
	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	69,822	71,562	5,463	5,463	13,240	(7,777)	-59%
Vote 2 - Economic Development & Spatial Planning Department	232	17,000	—	—	10,000	(10,000)	-100%
Vote 3 - Emergency Services Department	—	—	—	—	—	—	—
Vote 4 - Environment & Agriculture Management Department	9,681	6,000	—	—	—	—	—
Vote 5 - Group Financial Services Department	10,342	35,000	—	4,726	1,700	3,026	178%
Vote 6 - Group Property Management Department	30,707	—	—	—	—	—	—
Vote 7 - Health Department	23,095	49,500	—	—	5,880	(5,880)	-100%
Vote 8 - Human Settlement Department	699,628	644,916	6,636	28,907	143,813	(114,906)	-80%
Vote 9 - Tshwane Metro Police Department	4,777	10,000	—	—	—	—	—
Vote 10 - Regional Operations & Coordination Department	200	—	—	—	—	—	—
Vote 11 - Roads & Transport Department	496,079	403,340	27,152	27,152	21,981	5,170	24%
Vote 12 - Shared Services Department	167,318	241,000	—	—	—	—	—
Vote 13 - Electricity Department	399,252	596,739	6,167	6,167	29,886	(23,719)	-79%
Vote 14 - Water and Sanitation Department	585,366	551,000	32,963	32,963	76,696	(43,733)	-57%
Vote 15 - Other Departments	128,671	125,708	—	—	18,915	(18,915)	-100%
Total Capital Multi-year expenditure	2,625,172	2,751,764	78,381	105,377	322,112	(216,735)	-67%
Single Year expenditure appropriation							
Vote 1 - Community & Social Development Services Department	—	—	—	—	—	—	—
Vote 2 - Economic Development & Spatial Planning Department	—	452	110	110	301	(191)	-64%
Vote 3 - Emergency Services Department	—	—	—	—	—	—	—
Vote 4 - Environment & Agriculture Management Department	—	—	—	—	—	—	—
Vote 5 - Group Financial Services Department	—	—	—	—	—	—	—
Vote 6 - Group Property Management Department	—	25,000	—	—	—	—	—
Vote 7 - Health Department	—	—	—	—	—	—	—
Vote 8 - Human Settlement Department	17,015	952	—	—	635	(635)	-100%
Vote 9 - Tshwane Metro Police Department	—	—	—	—	—	—	—
Vote 10 - Regional Operations & Coordination Department	—	2,937	—	—	—	—	—
Vote 11 - Roads & Transport Department	528	1,000	—	—	—	—	—
Vote 12 - Shared Services Department	—	10,000	—	—	—	—	—
Vote 13 - Electricity Department	—	—	—	—	—	—	—
Vote 14 - Water and Sanitation Department	—	1,000	—	—	—	—	—
Vote 15 - Other Departments	—	—	—	—	—	—	—
Total Capital single-year expenditure	17,543	41,341	110	110	936	(826)	-88%
Total Capital Expenditure	2,642,715	2,793,105	78,491	105,487	323,048	(217,561)	-67%
Capital Expenditure - Functional Classification							
Governance and administration	214,913	315,000	—	4,726	2,233	2,493	112%
Executive and council	—	5,000	—	—	—	—	—
Finance and administration	214,913	310,000	—	4,726	2,233	2,493	112%
Internal audit	—	—	—	—	—	—	—
Community and public safety	750,044	584,793	12,028	34,299	125,224	(90,926)	-73%
Community and social services	13,394	25,562	—	—	—	—	—
Sport and recreation	33,681	57,000	5,463	5,463	13,240	(7,777)	-59%
Public safety	28,782	1,000	—	—	—	—	—
Housing	641,657	441,731	6,565	28,835	106,104	(77,269)	-73%
Health	32,530	59,500	—	—	5,880	(5,880)	-100%
Economic and environmental services	616,498	561,684	27,152	27,152	43,557	(16,406)	-38%
Planning and development	99,261	120,493	—	—	18,915	(18,915)	-100%
Road transport	517,237	441,191	27,152	27,152	24,642	2,510	10%
Environmental protection	—	—	—	—	—	—	—
Trading services	1,055,416	1,321,629	39,311	39,311	142,033	(102,722)	-72%
Energy sources	394,683	595,676	6,167	6,167	29,353	(23,186)	-79%
Water management	336,638	383,531	15,217	15,217	59,005	(43,788)	-74%
Waste water management	315,399	337,422	17,927	17,927	53,675	(35,748)	-67%
Waste management	8,695	5,000	—	—	—	—	—
Other	5,844	10,000	—	—	10,000	(10,000)	—
Total Capital Expenditure - Functional Classification	2,642,715	2,793,105	78,491	105,487	323,048	(217,561)	-67%
Funded by:							
National Government	1,779,004	1,864,984	47,786	47,786	204,361	(156,576)	-77%
Provincial Government	12,408	14,562	—	—	—	—	—
District Municipality	—	—	—	—	—	—	—
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	105,344	195,000	—	—	—	—	—
Transfers recognised - capital	1,896,755	2,074,545	47,786	47,786	204,361	(156,576)	-77%
Borrowing	705	487,719	4,563	6,064	39,749	(33,684)	-85%
Internally generated funds	745,255	230,841	26,142	51,637	78,938	(27,301)	-35%
Total Capital Funding	2,642,715	2,793,105	78,491	105,487	323,048	(217,561)	-67%

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

TSH City Of Tshwane - Table C6 Consolidated Monthly Budget Statement - Financial Position - M02 August			
Description	2021/22	Budget Year 2022/23	
	Pre-audit outcome	Original Budget	YearTD actual
R thousands			
<u>ASSETS</u>			
Current assets			
Cash	217,482	253,409	–
Call investment deposits	870,166	1,002,663	774,568
Consumer debtors	5,189,707	7,303,694	3,010,650
Other debtors	930,588	1,694,535	3,723,606
Current portion of long-term receivables	319,764	114,755	1,501
Inventory	1,013,872	868,198	1,092,065
Total current assets	8,541,579	11,237,254	8,602,391
Non current assets			
Long-term receivables	20,021	35,462	10,091
Investments	320,114	1,028,280	555,576
Investment property	1,087,230	1,257,497	988,359
Investments in Associate	729,983	–	–
Property, plant and equipment	56,219,377	45,884,442	53,394,534
Biological	–	–	–
Intangible	1,027,871	947,030	960,529
Other non-current assets	–	–	–
Total non current assets	59,404,596	49,152,711	55,909,089
TOTAL ASSETS	67,946,175	60,389,965	64,511,480
<u>LIABILITIES</u>			
Current liabilities			
Bank overdraft	–	–	246,702
Borrowing	705,633	1,887,982	98,648
Consumer deposits	781,191	985,167	781,372
Trade and other payables	13,718,746	12,571,958	8,624,892
Provisions	–	–	–
Total current liabilities	15,205,569	15,445,107	9,751,614
Non current liabilities			
Borrowing	12,748,609	9,689,045	12,283,926
Provisions	3,406,279	3,445,658	3,563,670
Total non current liabilities	16,154,887	13,134,703	15,847,596
TOTAL LIABILITIES	31,360,456	28,579,809	25,599,211
NET ASSETS	36,585,719	31,810,155	38,912,270
<u>COMMUNITY WEALTH/EQUITY</u>			
Accumulated Surplus/(Deficit)	36,585,719	31,507,594	38,609,708
Reserves	0	302,562	302,562
TOTAL COMMUNITY WEALTH/EQUITY	36,585,719	31,810,155	38,912,270

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

TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M02 August							
Description	2021/22	Budget Year 2022/23					
	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	8,574,855	8,510,989	686,145	1,418,933	1,501,741	(82,808)	-6%
Service charges	21,408,219	23,158,745	2,585,271	5,240,173	4,430,935	809,239	18%
Other revenue	214,379	2,973,621	43,538	772,893	376,610	396,283	105%
Transfers and Subsidies - Operational	7,358,250	4,496,044	37,298	1,623,285	1,672,610	(49,325)	-3%
Transfers and Subsidies - Capital	–	2,074,545	433,791	574,043	580,543	(6,500)	-1%
Interest	–	837,766	4,231	4,972	8,812	(3,840)	-44%
Dividends		–					
Payments							
Suppliers and employees	(31,410,536)	(35,990,882)	(2,746,985)	(8,421,162)	(7,028,509)	1,392,654	-20%
Finance charges	–	(1,508,150)	–	–	–	–	
Transfers and Grants	(25,882)	(38,058)	(236)	(269)	(2,931)	(2,661)	91%
NET CASH FROM/(USED) OPERATING ACTIVITIES	6,119,284	4,514,622	1,043,054	1,212,867	1,539,811	326,944	21%
CASH FLOWS FROM INVESTING ACTIVITIES							
Receipts							
Proceeds on disposal of PPE	–	–	–	–	–	–	
Decrease (increase) in non-current receivables	–	(1,966)	–	–	–	–	
Decrease (increase) in non-current investments	–	(350,000)	–	–	–	–	
Payments							
Capital assets	(2,659,044)	(2,793,105)	(597,946)	(602,672)	(323,048)	279,624	-87%
NET CASH FROM/(USED) INVESTING ACTIVITIES	(2,659,044)	(3,145,071)	(597,946)	(602,672)	(323,048)	279,624	-87%
CASH FLOWS FROM FINANCING ACTIVITIES							
Receipts							
Short term loans	–	–	–	–	–	–	
Borrowing long term/refinancing	–	487,719	–	–	–	–	
Increase (decrease) in consumer deposits	–	19,317	–	–	–	–	
Payments							
Repayment of borrowing	(3,910,368)	(1,385,848)	–	–	–	–	
NET CASH FROM/(USED) FINANCING ACTIVITIES	(3,910,368)	(878,812)	–	–	–	–	
NET INCREASE/ (DECREASE) IN CASH HELD	26,622	490,738	445,108	610,195	1,216,763		
Cash/cash equivalents at beginning:	190,860	355,441	217,482	217,482	355,441		
Cash/cash equivalents at month/year end:	217,482	846,180	–	827,677	1,572,204		

Note: The cash and equivalents as at 31 August 2022 are at R827,7 million, which only includes highly liquid investments.

PART 2: SUPPORTING DOCUMENTATION

(a) Table SC1: Material variance explanations

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M02 August			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands			
Revenue By Source			
Property rates	(13,652)	Revenue was less than projected.	
Service charges - electricity revenue	(273,728)	Revenue was less than projected mainly on Sale of Electricity and Reconnection Fees. There is a need to ensure the continuous audit of meters to address low buys and no buys, and to ensure the replacement and programming of faulty meters and the timely reading of meters to minimise estimated accounts.	
Service charges - water revenue	2,728	Revenue was better than projected, mainly on Water Fees.	
Service charges - sanitation revenue	(7,290)	Revenue was less than projected, mainly on Sewerage Fees and Cross-border Bulk Sewerage.	
Service charges - refuse revenue	(17,225)	Revenue was less than projected, mainly on Billing Landfill Sites. Due to delay in processing of August billing.	
Rental of facilities and equipment	(9,577)	Revenue was less than the budget, mainly on Rental Businesses and Rental Housing. Due to the delay in processing of Journals. The revenue is set to increase in the following months.	
Interest earned - external investments	(3,721)	Revenue was less than projected, mainly on Interest Received on the Sinking Fund and on long term investments	
Interest earned - outstanding debtors	3,696	Revenue was more than projected.	
Dividends received	-		
Fines, penalties and forfeits	4,337	Revenue was more than projected.	
Licences and permits	(795)		
Agency services	-		
Transfers and subsidies	(248,848)	Mainly on Primary Health Care, HIV and Aids, Public Transport Network Grant, Neighbourhood Development Partnership Grant (Public Employment Programme) and Human Settlements Development Grant. The Health grants first tranches are outstanding due to delay in finalising the Service Level Agreements. Revenue will be recognised based on performance on the other grants.	
Other revenue	(29,988)	Revenue was less than projected, mainly on Reminder Fees, Admin Handling Fees, Admission Fees, Capital Income Received, Claims Recovered, Township Development Contribution Electricity and Vat Corrections: Direct Income.	
Gains	-		
Expenditure By Type			
Employee related costs	(111,025)	Mainly on salaries, overtime, unfixed allowance, pension and provident fund, Group insurance, provision for leave payments and scheduled public day.	
Remuneration of councillors	(5,114)		
Debt impairment	(211)		
Depreciation & asset impairment	24,248	Due to the newly identified assets recently loaded (2021/2022) that did not form part of the budget for 2022/2023.	
Finance charges	(25)		
Bulk purchases	(1,366,085)	Mainly on Bulk Electricity, The Bulk Electricity invoice for August 2022/23 it is not included and will be processed in September 2022.	
Inventory Consumed	(534,353)	The underspending is mainly on Petrol and Diesel (R17,9 million), Rand Water (R452,1 million), Substations (R9,3 million). The Rand Water invoice for August is not included it will be processed in September 2022.	
Contracted services	(608,662)	Mainly on Watchman Services, Tshwane House Contract Cost, Collection Fees, Asset Register Administration, Project Management Services, Personnel and Labour, Household Refuse Removal, Electricity Main Supply, Lights, Substations and Waste Water Purification. Expenditure expected to increase in the following months.	
Transfers and subsidies	(2,661)		
Other expenditure	16,459	Mainly on Software Licences, Leased Vehicles and Insurance Premium, due to an annual once - off payments of insurance premiums during the first quarter of the financial year.	
Losses	(8)		

Table SC1: Material variance explanations (continued)

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M02 August			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands			
Capital Expenditure			
Vote 1 - Community & Social Development Services Department	(7 777)	Upgrade Refilwe Stadium - Delayed progress by contractor due to capacity issues and cash flow challenges.	Increase cession agreement to assist with capacity challenge. Submission of catch-up plans and revised construction schedules. Close monitoring of by consulting team.
Vote 2 - Economic Development & Spatial Planning Department	(10 191)	Supply and installation of Public lights T shwane Market - Department to utilise electricity department tender and is in BAC stage.	Follow up with Electricity department
Vote 3 - Emergency Services Department	-	None.	None.
Vote 4 - Environment & Agriculture Management Department	-	None.	None.
Vote 5 - Group Financial Services Department	3 026	Insurance Replacements (CTMM Contribution) - 99 WBS numbers with a total value of R4,1 million have been created. The 99 WBS numbers created cover 129 claims. Approval letters submitted to departments.	Approval letters submitted to Departments, who are responsible for the Procurement.
Vote 6 - Group Property Management Department	-	None.	None.
Vote 7 - Health Department	(5 880)	New Clinic Lusaka - The delays experienced are as a result of delay in payment of invoices.	Regular follow ups
Vote 8 - Human Settlement Department	(115 541)	Construction of roads & stormwater - Soshanguve South X13 - Submission of section 116 report to allow completion of outstanding work.	Timeline for section 116 report, this could take 3-4 months.
Vote 9 - Tshwane Metro Police Department	-	None.	None.
Vote 10 - Regional Operations & Coordination Department	-	None.	None.
Vote 11 - Roads & Transport Department	5 170	Denneboom Depot - Awaiting the process of PO creation and assignment of PM roles to be finalised on SAP.	Regular follow ups
Vote 12 - Shared Services Department	-	None.	None.
Vote 13 - Electricity Department	(23 719)	Prepaid Electricity Meters - Replacement - Project start up delayed due to incomplete TECO of previous FYAUCs.	Fast tracking the TECO of 2021/22 AUCs. WBS creation deferred to the following month.
Vote 14 - Water and Sanitation Department	(43 733)	Replacement Of Worn Out Network Pipes - Contractors installed a sizable length of pipes, and they must finalise pressure test and house connections prior to the installation of additional pipes.	Contractors will start with installation of new pipes in September 2022. Furthermore, there are also new work allocations for Sinoville, Constantia Park and Eersterust.
Vote 15 - Other Departments	(18 915)	Tshwane Automotive SEZ Phase 1 Bulk Infrastructure Roll out - Delayed procurement and onboarding of contractors for the provision of bulk infrastructure.	Doubling of resources on site to ensure maximum delivery and production.
Financial Position			
Current assets	(2 634 863)	Due to decrease in consumer debtors.	
Non current assets	6 756 378	Due to increase in property, plant and equipment.	
Current liabilities	(5 693 493)	Due to decrease in trade and other payables.	
Non current liabilities	2 712 894	Mainly on borrowings.	
Cash Flow			
Cash flow from operating activities	326 944	Mainly on service charges, suppliers and employees.	
Cash flow from investing activities	279 624	Mainly on capital assets.	
Cash flow from financing activities	-		
Measurable performance			
Municipal Entities			
Revenue By Municipal Entity			
Housing Company Tshwane	(16 263)	Mainly on Rental and facilities and transfers and subsidies. Variance was due to group property which has not yet been invoiced by HCT as conveyancing process is still underway and Operational grants are invoiced on quarterly basis.	
Tshwane Economic Development Agency	(10 490)	Mainly on transfers and subsidies.	
Expenditure By Municipal Entity			
Housing Company Tshwane	(10 350)	Mainly on Employee related costs, Depreciation and contracted services. Delay in filling vacant positions awaiting for the financial sustainability of new posts to be approved by the REMCO and Board and Procurement processes are currently underway to appoint service providers to conduct repairs and maintenance services and Human resource services such as trainings as per HCT 's procurement plan.	
Tshwane Economic Development Agency	(1 479)	Variance is due to vacancies not yet filled and the budgeted salary increase of 3.5% not yet implemented.	
Capital Expenditure By Municipal Entity			
Housing Company Tshwane	48 353	Townlands Project - Construction of 1,200 social housing units - Invoices from the contractors were received and captured for the work completed.	Invoices from the contractors were received and captured for the work completed.
Tshwane Economic Development Agency	191	Furniture and Office Equipment - The Procurement of internal equipment normally takes place on the 3rd Quarter.	To align the plans.

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

TSH City Of Tshwane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M02 August				
Description of financial indicator	Basis of calculation	2021/22	Budget Year 2022/23	
		Pre-audit outcome	Original Budget	YearTD actual
<u>Borrowing Management</u>				
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	13,6%	6,9%	8,8%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0,0%	67,9%	0,0%
<u>Safety of Capital</u>				
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	74,3%	75,9%	54,6%
<u>Liquidity</u>				
Current Ratio	Current assets/current liabilities	0,6	0,7	0,9
Liquidity Ratio	Monetary Assets/Current Liabilities	0,07	0,1	0,08
<u>Revenue Management</u>				
Payment Level %	Last 12 Mths Receipts/ Last 12 Mths Billing	100,2%	94,3%	95,9%
<u>Creditors Management</u>				
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	100,0%	100,0%	75,0%
<u>Other Indicators</u>				
Employee costs	Employee costs/Total Revenue - capital revenue	30,8%	30,0%	25,5%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	0,8%	3,3%	1,4%
Interest & Depreciation	I&D/Total Revenue - capital revenue	11,6%	9,8%	6,0%
<u>IDP regulation financial viability indicators</u>				
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	8,2	28,3	0%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	20,1%	27,0%	17,7%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	0,4	0,3	(0,3)

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

TSH City Of Tshwane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M02 August												
Description	NT Code	Budget Year 2022/23										Actual Bad Debts Written Off against Debtors
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1200	554,132	142,884	141,699	89,256	166,356	100,201	763,655	1,841,229	3,799,412	2,960,697	3,486
Trade and Other Receivables from Exchange Transactions - Electricity	1300	547,227	65,850	51,226	67,744	82,205	57,207	341,590	1,446,452	2,659,502	1,995,199	1,215
Receivables from Non-exchange Transactions - Property Rates	1400	766,605	85,726	75,663	68,970	81,870	65,777	339,137	2,269,904	3,753,652	2,825,658	1,128
Receivables from Exchange Transactions - Waste Water Management	1500	132,042	24,825	24,574	18,792	29,451	19,193	128,754	376,408	754,039	572,598	843
Receivables from Exchange Transactions - Waste Management	1600	146,840	28,345	24,109	19,714	26,822	19,624	118,141	773,088	1,156,683	957,389	1,119
Receivables from Exchange Transactions - Property Rental Debtors	1700	11,292	1,002	1,961	2,516	3,696	381,135	181	81,905	483,687	469,433	1,306
Interest on Arrear Debtor Accounts	1810	195,711	72,426	70,635	57,560	74,714	56,414	322,540	2,837,966	3,687,966	3,349,193	2,083
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-
Other	1900	(687,277)	4,495	32,280	30,394	87,272	34,492	315,717	1,262,124	1,079,497	1,729,999	434
Total By Income Source	2000	1,666,572	425,552	422,148	354,945	552,386	734,042	2,329,716	10,889,077	17,374,438	14,860,166	11,613
2021/22 - totals only		3,489,741	615,651	438,519	300,343	409,500	985,729	1,644,736	9,387,594	17,271,813	12,727,902	6,744
Debtors Age Analysis By Customer Group												
Organs of State	2200	227,541	14,649	21,015	3,359	13,055	12,541	76,002	126,141	494,302	231,097	-
Commercial	2300	188,687	88,904	102,158	116,321	141,693	235,936	539,427	2,695,951	4,109,076	3,729,327	-
Households	2400	1,177,727	298,315	275,086	206,504	333,309	211,800	1,470,515	6,279,169	10,252,425	8,501,297	9,756
Other	2500	72,617	23,684	23,890	28,761	64,329	273,765	243,772	1,787,816	2,518,635	2,398,444	1,858
Total By Customer Group	2600	1,666,572	425,552	422,148	354,945	552,386	734,042	2,329,716	10,889,077	17,374,438	14,860,166	11,613

Table SC3 indicates that the total debtors amount to R17,4 billion.

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

TSH City Of Tshwane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M02 August											
Description	NT Code	Budget Year 2022/23									Prior year
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	totals for chart (same period)
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	81,830	-	-	-	-				81,830	1,515,073
Bulk Water	0200	-	292,505	-	-	-				292,505	304,896
PAYE deductions	0300	-	-	-	-	-				-	-
VAT (output less input)	0400	-	-	-	-	-				-	-
Pensions / Retirement deductions	0500	-	-	-	-	-				-	-
Loan repayments	0600	-	-	-	-	-				-	-
Trade Creditors	0700	239,899	357,913	240,226	60,916	191,821				1,090,774	1,228,018
Auditor General	0800	-	-	-	-	12				12	53
Other	0900	-	-	-	-	-				-	-
Total By Customer Type	1000	321,729	650,418	240,226	60,916	191,833	-	-	-	1,465,121	3,048,039

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

TSH City Of Tshwane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M02 August								
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							
<u>Municipality</u>								
Call Investment deposits < 90 days								
Kny sna 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 Allianz	8y	Insurance policy	On selling date	1	2.0%	788	-	789
Capital Allianz	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%	295	1	296
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	177,934	177,974
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	170,000	189,235
Standard Bank	On Call	Sinking Fund	On call	-	0.0%	-	-	-
Nedbank	On Call	Short Term	On call	-	0.0%	628,283	173,967	802,250
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	-	1,031,936	521,902	1,555,664
<u>Entities</u>								
2725931.7		Call account	As and when required	7	3.5%	701	7	715
Entities sub-total				7		701	7	715
TOTAL INVESTMENTS AND INTEREST				1,833		1,032,637	521,909	1,556,379

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

TSH City Of Tshwane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M02 August							
Description	2021/22	Budget Year 2022/23					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
RECEIPTS:							
Operating Transfers and Grants							
National Government:	5,326,414	4,306,186	37,298	1,623,285	1,623,285	–	
Local Government Equitable Share	3,088,576	3,551,250		1,384,987	1,384,987	–	
Fuel Levy	1,564,720	–				–	
Local Government Finance Management Grant	2,100	2,200	2,200	2,200	2,200	–	
Urban Settlement Development Grant	31,547	31,323	15,662	15,662	15,662	–	
Expanded Public Works Programme Incentive (EPWP)	19,031	15,496	3,874	3,874	3,874	–	
Public Transport Network Grant	423,380	483,981		121,000	121,000	–	
Programme and Project Preparation Support Grant	55,375	51,532				–	
Municipal Disaster Recovery Grant						–	
Energy Efficiency and Demand Side Management	500	720	720	720	720	–	
Neighbourhood Development Partnership Grant (PEP)	141,185	140,000		80,000	80,000	–	
Informal Settlements Upgrading Partnership Grant		29,684	14,842	14,842	14,842	–	
Provincial Government:	146,630	189,858	–	–	49,325	(49,325)	-100.0%
Primary Health Care	58,845	61,258			24,503	(24,503)	-100.0%
HIV and Aids Grant	24,392	25,612			15,367	(15,367)	-100.0%
Human Settlement Development Grant (HSDG)		34,800				–	
Libraries Plan	7,522	7,188			4,375	(4,375)	-100.0%
Mamelodi Bus Operations Subsidy	55,871	61,000			5,080	(5,080)	-100.0%
Gautrans	–		–	–	–	–	
Research and Technology Development Services	–					–	
District Municipality:	–	–	–	–	–	–	
<i>[insert description]</i>						–	
Other grant providers:	2,000	–	–	–	–	–	
DBSA	–	–	–	–	–	–	
BroadBand Wifi						–	
HCT Social Housing SHRA						–	
LG SETA Discretionary grant (93 applies over 3 years)	2,000	–		–	–	–	
Total Operating Transfers and Grants	5,475,044	4,496,044	37,298	1,623,285	1,672,610	(49,325)	-2.9%
Capital Transfers and Grants							
National Government:	1,854,819	1,864,984	433,791	574,043	574,043	–	
Urban Settlement Development Grant	1,020,010	1,012,788	266,249	266,249	266,249	–	
Public Transport Network Grant	252,082	269,700		135,252	135,252	–	
Integrated National Electrification Programme		–				–	
Neighbourhood Development Partnership Grant	17,926	10,215		5,000	5,000	–	
Energy Efficiency and Demand Side Management	4,500	8,280	4,280	4,280	4,280	–	
Integrated City Development Grant		–				–	
Informal Settlements Upgrading Partnership Grant	560,301	564,001	163,263	163,263	163,263	–	
Provincial Government:	12,727	14,562	–	–	6,500	(6,500)	-100.0%
Recapitalisation of Community Libraries Grant	12,727	14,562			6,500	(6,500)	-100.0%
Gautrans						–	
Social Infrastructure Grant						–	
HCT - SHRA						–	
District Municipality:	–	–	–	–	–	–	
<i>[insert description]</i>						–	
Other grant providers:	97,294	195,000	–	–	–	–	
LG SETA Discretionary grant (93 applies over 3 years)	1,089	–		–	–	–	0.0%
RCG-SHRA	96,205	195,000				–	
DBSA - Installation of Bulkwater (Water pilot study)	–	–	–	–	–	–	0.0%
Total Capital Transfers and Grants	1,964,840	2,074,545	433,791	574,043	580,543	(6,500)	-1.1%
TOTAL RECEIPTS OF TRANSFERS & GRANTS	7,439,885	6,570,590	471,089	2,197,328	2,253,153	(55,825)	-2.5%

The total original budget is R6,6 billion and an amount of R2,2 billion was received for the period. A variance of R55,8 million is reflected, mainly due to outstanding transfers from the Gauteng Department of Health.

(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 - M02 August							
Description	2021/22	Budget Year 2022/23					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
EXPENDITURE							
Operating expenditure of Transfers and Grants							
National Government:	5,217,785	4,306,186	13,737	1,400,290	1,584,212	(183,921)	-11.6%
Local Government Equitable Share	3,088,576	3,551,250		1,384,987	1,491,525	(106,538)	-7.1%
Fuel Levy	1,564,720	–				–	
Local Government Finance Management Grant	2,006	2,200	56	112		112	
Urban Settlement Development Grant	31,547	31,323	14,151	15,661	11,207	4,454	39.7%
Expanded Public Works Programme Incentive (EPWP)	19,031	15,496			2,583	(2,583)	-100.0%
Public Transport Network Grant	414,712	483,981	(548)	(548)	41,907	(42,455)	
Programme and Project Preparation Support Grant	49,967	51,532			8,589	(8,589)	
Energy Efficiency and Demand Side Management	176	720			120	(120)	
Neighbourhood Development Partnership Grant (PEP)	47,050	140,000	77	77	23,333	(23,256)	-99.7%
Informal Settlements Upgrading Partnership Grant		29,684			4,947	(4,947)	-100.0%
Provincial Government:	169,370	189,858	6,845	9,686	47,595	(37,908)	-79.6%
Primary Health Care	58,845	61,258			24,503	(24,503)	-100.0%
HIV and Aids Grant	24,392	25,612	2,589	5,220	6,000	(780)	-13.0%
Human Settlement Development Grant (HSDG)	19,370	34,800			5,800	(5,800)	-100.0%
Libraries Plan	8,133	7,188	404	615	1,131	(516)	-45.6%
Mamelodi Bus Operations Subsidy	58,631	61,000	3,852	3,852	10,160	(6,308)	-62.1%
District Municipality:	–	–	–	–	–	–	–
[insert description]							
Other grant providers:	2,000	–	–	–	–	–	–
DBSA	–	–				–	
LG SETA Discretionary grant (93 applies over 3 years)	2,000	–		–	–	–	
Total operating expenditure of Transfers and Grants:	5,389,155	4,496,044	20,582	1,409,977	1,631,806	(221,830)	-13.6%
Capital expenditure of Transfers and Grants							
National Government:	1,779,004	1,864,984	47,786	47,786	204,361	(156,576)	-76.6%
Urban Settlement Development Grant	1,017,758	1,012,788	43,526	43,526	107,895	(64,369)	-59.7%
Public Transport Network Grant	208,428	269,700	(8,780)	(8,780)	16,474	(25,255)	-153.3%
Integrated National Electrification Programme		–				–	
Neighbourhood Development Partnership Grant	17,926	10,215				–	
Finance Management Grant		–				–	
Energy Efficiency and Demand Side Management	4,490	8,280	2,872	2,872		2,872	
Integrated City Development Grant		–				–	
Informal Settlements Upgrading Partnership Grant	530,402	564,001	10,168	10,168	79,992	(69,824)	-87.3%
Provincial Government:	12,408	14,562	–	–	–	–	–
Recapitalisation of Community Libraries Grant	12,408	14,562	–	–	–	–	
Social Infrastructure Grant						–	
HCT - SHRA						–	
District Municipality:	–	–	–	–	–	–	–
[insert description]							
Other grant providers:	105,411	195,000	6,092	26,862	76,082	(49,220)	-64.7%
LG SETA Discretionary grant (93 applies over 3 years)	9,206	–				–	
RCG-SHRA	96,205	195,000	6,092	26,862	76,082	(49,220)	-64.7%
DBSA - Installation of Bulkwater (Water pilot study)						–	
Total capital expenditure of Transfers and Grants	1,896,823	2,074,545	53,878	74,648	280,443	(205,796)	-73.4%
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	7,285,978	6,570,590	74,460	1,484,624	1,912,250	(427,626)	-22.4%

Table SC7(1) indicates the expenditure incurred against each allocation for the reporting period. The disclosure on the transfers and grant expenditure table reflects the actual expenditure incurred, amounting to R1,5 billion. A variance of R427,6 million is reflected. Most projects are still at the procurement stage and expenditure is expected in the following months.

(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 - M02 August					
Description	Budget Year 2022/23				
	Approved Rollover 2021/22	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 Grant				-	
Provincial Government:	-	-	-	-	
Primary Health Care				-	
Human Settlement Development Grant (HSDG)	-	-	-	-	
Libraries Plan	-	-	-	-	
Mamelodi Bus Operations Subsidy				-	
District Municipality:	-	-	-	-	
				-	
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:	-	-	-	-	
Recapitalisation of Community Libraries Grant	-	-	-	-	
				-	
District Municipality:	-	-	-	-	
				-	
Other grant providers:	-	-	-	-	
				-	
Total capital expenditure of Approved Roll-overs	-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	-	-	-	-	

Expenditure against the approved rollovers will reflect after the adjustment budget approval.

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

TSH City Of Tshwane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M02 August							
Summary of Employee and Councillor remuneration	2021/22	Budget Year 2022/23					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance
R thousands							%
A	B						
Councillors (Political Office Bearers plus Other)							
Basic Salaries and Wages	129,577	115,175	11,112	22,197	19,196	3,001	16%
Pension and UIF Contributions	—	4,564	—	—	761	(761)	-100%
Medical Aid Contributions	—	4,509	—	—	752	(752)	-100%
Motor Vehicle Allowance	—	33,059	—	—	5,510	(5,510)	-100%
Cellphone Allowance	—	6,555	—	—	1,093	(1,093)	-100%
Housing Allowances	—	—	—	—	—	—	—
Other benefits and allowances	—	—	—	—	—	—	—
Sub Total - Councillors	129,577	163,863	11,112	22,197	27,310	(5,114)	-19%
% increase		26.5%					
Senior Managers of the Municipality							
Basic Salaries and Wages	16,530	20,508	1,015	1,865	3,187	(1,322)	-41%
Pension and UIF Contributions	13	245	1	2	38	(37)	-96%
Medical Aid Contributions	—	62	—	—	10	(10)	-100%
Overtime	—	—	—	—	—	—	—
Performance Bonus	—	—	—	—	—	—	—
Motor Vehicle Allowance	—	—	—	—	—	—	—
Cellphone Allowance	153	240	9	16	38	(22)	-57%
Housing Allowances	—	—	—	—	—	—	—
Other benefits and allowances	446	2,726	90	178	429	(251)	-58%
Payments in lieu of leave	2,957	925	(399)	(476)	145	(621)	-427%
Long service awards	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—
Sub Total - Senior Managers of Municipality	20,100	24,706	716	1,585	3,846	(2,262)	-59%
% increase		22.9%					
Other Municipal Staff							
Basic Salaries and Wages	7,689,947	7,572,543	645,007	1,293,186	1,352,903	(59,716)	-4%
Pension and UIF Contributions	1,445,660	1,471,995	124,653	249,634	264,323	(14,689)	-6%
Medical Aid Contributions	675,158	640,190	56,815	113,833	120,065	(6,232)	-5%
Overtime	526,980	968,735	3,405	48,699	79,329	(30,631)	-39%
Performance Bonus	539	574,404	2	4	5	(1)	-24%
Motor Vehicle Allowance	310,317	337,370	25,422	50,952	56,228	(5,276)	-9%
Cellphone Allowance	16,507	18,815	1,357	2,719	2,985	(266)	-9%
Housing Allowances	59,581	58,907	5,262	10,558	9,818	740	8%
Other benefits and allowances	558,964	251,056	96,974	142,884	123,130	19,754	16%
Payments in lieu of leave	192,469	342,382	1,715	48,207	57,034	(8,827)	-15%
Long service awards	2,455	3,160	174	353	527	(173)	-33%
Post-retirement benefit obligations	—	271,974	—	—	—	—	—
Sub Total - Other Municipal Staff	11,478,577	12,511,530	960,786	1,961,030	2,066,347	(105,316)	-5%
% increase		9.0%					
Total Parent Municipality	11,628,254	12,700,099	972,615	1,984,812	2,097,503	(112,691)	-5%
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	5,164	6,386	494	775	1,064	(289)	-27%
Payments in lieu of leave	—	—	—	—	—	—	—
Long service awards	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—
Sub Total - Board Members of Entities	5,164	6,386	494	775	1,064	(289)	-27%
Senior Managers of Entities							
Basic Salaries and Wages	15,823	15,281	1,034	2,067	2,547	(480)	-19%
Pension and UIF Contributions	968	1,632	75	149	262	(113)	-43%
Medical Aid Contributions	127	334	10	21	56	(35)	-63%
Overtime	—	—	—	—	—	—	—
Performance Bonus	—	389	—	—	75	(75)	-100%
Motor Vehicle Allowance	717	838	63	135	177	(42)	-24%
Cellphone Allowance	235	438	17	25	36	(11)	-31%
Housing Allowances	20	—	1	8	40	(31)	-79%
Other benefits and allowances	—	238	3	—	—	—	—
Payments in lieu of leave	—	1,479	—	—	247	(247)	-100%
Long service awards	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—
Sub Total - Senior Managers of Entities	17,890	20,630	1,203	2,405	3,438	(1,033)	-30%
% increase		15.3%					
Other Staff of Entities							
Basic Salaries and Wages	50,139	56,734	4,122	8,009	9,456	(1,447)	-15%
Pension and UIF Contributions	3,904	5,225	407	809	871	(62)	-7%
Medical Aid Contributions	1,889	2,423	164	327	404	(76)	-19%
Overtime	541	1,500	94	245	250	(5)	—
Performance Bonus	—	1,815	—	—	302	(302)	-100%
Motor Vehicle Allowance	—	—	—	—	—	—	—
Cellphone Allowance	378	452	36	72	75	(4)	-5%
Housing Allowances	64	1,250	9	17	208	(191)	-92%
Other benefits and allowances	—	633	34	68	106	(38)	-36%
Payments in lieu of leave	—	—	—	—	—	—	—
Long service awards	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—
Sub Total - Other Staff of Entities	56,915	70,033	4,866	9,547	11,672	(2,125)	-18%
% increase		23.0%					
Total Municipal Entities	79,969	97,049	6,562	12,728	16,175	(3,447)	-21%
TOTAL SALARY, ALLOWANCES & BENEFITS	11,708,223	12,797,148	979,177	1,997,540	2,113,678	(116,139)	-5%
% increase		9.3%					
TOTAL MANAGERS AND STAFF	11,578,646	12,633,285	968,064	1,975,343	2,086,368	(111,025)	-5%

(j) 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) - M02 August							
Description	2021/22	Budget Year 2022/23					
	Pre-audit outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Revenue By Source							
Property rates	8,574,855	9,102,662	770,463	1,503,251	1,516,903	(13,652)	-1%
Service charges - electricity revenue	13,345,122	15,697,113	1,442,901	2,696,997	2,970,725	(273,728)	-9%
Service charges - water revenue	4,958,680	5,554,721	431,408	785,583	782,854	2,728	0%
Service charges - sanitation revenue	1,448,161	1,502,943	127,736	236,489	243,779	(7,290)	-3%
Service charges - refuse revenue	1,584,431	1,727,398	137,665	275,267	292,492	(17,225)	-6%
Rental of facilities and equipment	134,996	185,329	8,395	10,824	10,126	698	7%
Interest earned - external investments	158,238	52,870	4,231	4,972	8,603	(3,631)	-42%
Interest earned - outstanding debtors	724,104	839,462	76,631	143,584	139,868	3,716	3%
Dividends received	-	-	-	-	-	-	-
Fines, penalties and forfeits	85,915	274,803	27,987	27,986	23,648	4,337	18%
Licences and permits	41,245	54,534	3,831	3,831	4,626	(795)	-17%
Agency services	-	-	-	-	-	-	-
Transfers and subsidies	5,387,168	4,496,044	15,774	1,400,761	1,649,609	(248,848)	-15%
Other revenue	1,220,552	2,663,961	623,904	669,367	699,286	(29,919)	-4%
Gains	27,446	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	37,690,913	42,151,840	3,670,927	7,758,911	8,342,520	(583,608)	-7%
Expenditure By Type							
Employee related costs	11,513,865	12,633,285	961,996	1,963,390	2,071,257	(107,867)	-5%
Remuneration of councillors	129,577	163,863	11,112	22,197	27,310	(5,114)	-19%
Debt impairment	2,601,809	2,306,620	192,113	384,226	384,226	0	0%
Depreciation & asset impairment	2,909,024	2,642,244	236,639	464,433	437,169	27,264	6%
Finance charges	3,267,450	1,508,150	-	-	-	-	-
Bulk purchases - electricity	11,376,780	12,121,755	146,747	1,511,850	2,877,935	(1,366,085)	-64%
Inventory consumed	3,755,440	4,332,944	14,290	295,395	828,688	(533,294)	-64%
Contracted services	4,114,721	4,334,204	5,924	260,510	863,571	(603,061)	-70%
Transfers and subsidies	102,761	38,058	236	269	27,381	(27,112)	-99%
Other expenditure	1,716,867	2,067,362	61,601	381,962	364,473	17,489	5%
Losses	232,873	47	-	-	-	-	-
Total Expenditure	41,721,166	42,148,532	1,630,658	5,284,232	7,882,012	(2,597,780)	-33%
Surplus/(Deficit)	(4,030,253)	3,308	2,040,268	2,474,679	460,508	2,014,171	437%
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1,791,411	2,074,545	55,339	55,339	204,361	(149,022)	-73%
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	9,206	2,077,853	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(2,229,636)	2,077,853	2,095,608	2,530,018	664,869	1,865,149	281%
Taxation	-	515	-	-	-	-	-
Surplus/(Deficit) after taxation	(2,229,636)	2,077,338	2,095,608	2,530,018	664,869	1,865,149	281%

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

TSH City Of Tshwane - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M02 August							
Description	2021/22	Budget Year 2022/23					
	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	44 806	107 707	848	1 689	17 951	(16 263)	-91%
Tshwane Economic Development Agency	60 618	63 553	61	102	10 592	(10 490)	-99%
Total Operating Revenue	105 424	171 260	909	1 790	28 543	(26 753)	-94%
<u>Expenditure By Municipal Entity</u>							
Housing Company Tshwane	59 865	107 707	4 081	7 601	17 951	(10 350)	-58%
Tshwane Economic Development Agency	54 826	63 038	4 612	9 027	10 506	(1 479)	-14%
Total Operating Expenditure	114 691	170 745	8 693	16 628	28 457	(11 829)	-42%
Surplus/ (Deficit) for the yr/period	(8 540)	515	(7 784)	(14 838)	86	(14 924)	-17386%
<u>Capital Expenditure By Municipal Entity</u>							
Housing Company Tshwane	248 368	233 970	6 092	28 363	76 717	(48 353)	-63%
Tshwane Economic Development Agency	237	452	110	110	301	(191)	-64%
Total Capital Expenditure	248 605	234 421	6 202	28 473	77 018	(48 545)	-63%

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

TSH City Of Tshwane - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M02 August								
Month	2021/22	Budget Year 2022/23						
	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	109,119	124,523	26,997	26,997	124,523	97,526	78.3%	1%
August	(28,934)	198,525	78,491	105,487	323,048	217,561	67.3%	4%
September	250,105	273,332	–	–	596,380	–	–	–
October	315,167	239,360	–	–	835,739	–	–	–
November	225,636	220,645	–	–	1,056,384	–	–	–
December	222,797	230,311	–	–	1,286,696	–	–	–
January	49,549	190,791	–	–	1,477,487	–	–	–
February	161,738	208,230	–	–	1,685,717	–	–	–
March	191,978	240,017	–	–	1,925,734	–	–	–
April	206,583	236,908	–	–	2,162,642	–	–	–
May	284,711	295,206	–	–	2,457,848	–	–	–
June	654,266	335,257	–	–	2,793,105	–	–	–
Total Capital expenditure	2,642,715	2,793,105	105,487					

(m) 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 - M02 August							
Description	2021/22	Budget Year 2022/23					
	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	1,149,704	1,307,593	58,369	63,095	134,298	71,203	53.0%
Roads Infrastructure	398,889	437,643	27,204	27,204	49,741	22,537	45.3%
Roads	332,189	339,428	27,204	27,204	42,616	15,412	36.2%
Road Structures	59,618	79,715	—	—	7,125	7,125	100.0%
Road Furniture	7,082	18,500	—	—	—	—	—
Storm water Infrastructure	80,632	8,700	5,426	5,426	875	(4,551)	—
Storm water Conveyance	80,632	8,700	5,426	5,426	875	(4,551)	—
Electrical Infrastructure	242,286	303,279	2,916	2,916	13,040	10,124	77.6%
Power Plants	—	4,000	—	—	—	—	—
HV Substations	14,470	61,000	—	—	—	—	—
HV Transmission Conductors	—	10,000	—	—	—	—	—
MV Substations	35,849	33,000	—	—	1,700	1,700	100.0%
MV Networks	98,287	100,200	—	—	5,160	5,160	100.0%
LV Networks	93,680	95,079	2,916	2,916	6,180	3,264	52.8%
Water Supply Infrastructure	233,223	311,724	10,415	15,141	35,574	20,433	57.4%
Reservoirs	50,028	68,497	—	—	6,528	6,528	100.0%
Pump Stations	—	1,500	—	—	—	—	—
Water Treatment Works	—	1,000	—	—	—	—	—
Bulk Mains	16,770	33,000	(114)	(114)	7,381	7,495	101.5%
Distribution	76,690	117,727	(1,015)	3,710	12,664	8,954	70.7%
Distribution Points	89,735	90,000	11,545	11,545	9,000	(2,545)	-28.3%
Sanitation Infrastructure	184,020	229,546	12,408	12,408	35,068	22,660	64.6%
Pump Station	—	18,000	—	—	4,648	4,648	100.0%
Reticulation	178,662	192,351	12,408	12,408	29,860	17,452	58.4%
Waste Water Treatment Works	—	4,000	—	—	240	240	100.0%
Outfall Sewers	5,358	15,195	—	—	320	320	100.0%
Solid Waste Infrastructure	8,695	5,000	—	—	—	—	—
Capital Spares	8,695	5,000	—	—	—	—	—
Information and Communication Infrastructure	1,960	11,700	—	—	—	—	—
Data Centres	—	10,000	—	—	—	—	—
Distribution Layers	1,960	1,700	—	—	—	—	—
Community Assets	30,179	77,262	—	—	9,580	9,580	100.0%
Community Facilities	30,179	77,262	—	—	9,580	9,580	100.0%
Clinics/Care Centres	14,596	49,000	—	—	5,880	5,880	100.0%
Fire/Ambulance Stations	3,176	—	—	—	—	—	—
Libraries	12,408	14,562	—	—	—	—	—
Police	—	10,000	—	—	—	—	—
Markets	—	3,700	—	—	3,700	3,700	100.0%
Investment properties	30,435	25,000	—	—	—	—	—
Revenue Generating	—	—	—	—	—	—	—
Improved Property	—	—	—	—	—	—	—
Unimproved Property	—	—	—	—	—	—	—
Non-revenue Generating	30,435	25,000	—	—	—	—	—
Improved Property	30,435	25,000	—	—	—	—	—
Unimproved Property	—	—	—	—	—	—	—
Other assets	271,172	235,018	6,092	28,363	77,382	49,019	63.3%
Operational Buildings	5,848	—	—	—	—	—	—
Municipal Offices	5,848	—	—	—	—	—	—
Housing	265,324	235,018	6,092	28,363	77,382	49,019	63.3%
Social Housing	265,324	235,018	6,092	28,363	77,382	49,019	63.3%
Intangible Assets	8,951	—	—	—	—	—	—
Licences and Rights	8,951	—	—	—	—	—	—
Computer Software and Applications	8,951	—	—	—	—	—	—
Computer Equipment	9,758	20,200	—	—	—	—	—
Computer Equipment	9,758	20,200	—	—	—	—	—
Furniture and Office Equipment	880	1,604	110	110	936	826	88.3%
Furniture and Office Equipment	880	1,604	110	110	936	826	88.3%
Machinery and Equipment	45,379	23,317	2,872	2,872	150	(2,722)	-1814.7%
Machinery and Equipment	45,379	23,317	2,872	2,872	150	(2,722)	-1814.7%
Transport Assets	9,729	—	—	—	—	—	—
Transport Assets	9,729	—	—	—	—	—	—
Land	—	5,000	—	—	—	—	—
Land	—	5,000	—	—	—	—	—
Total Capital Expenditure on new assets	1,556,187	1,694,993	67,443	94,440	222,346	127,906	57.5%

(n) 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 - M02 August							
Description	2021/22	Budget Year 2022/23					
	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	488,768	339,894	7,686	7,686	42,423	34,737	81.9%
Roads Infrastructure	255,850	44,592	4,338	4,338	3,753	(585)	-15.6%
<i>Roads</i>	254,345	44,592	1,678	1,678	3,753	2,074	55.3%
<i>Road Structures</i>	1,504	-	2,660	2,660	-	(2,660)	#DIV/0!
Electrical Infrastructure	44,262	144,202	-	-	7,740	7,740	100.0%
<i>HV Substations</i>	-	75,000	-	-	1,500	1,500	100.0%
<i>MV Networks</i>	2,519	7,500	-	-	500	500	100.0%
<i>LV Networks</i>	41,743	59,202	-	-	5,740	5,740	100.0%
<i>Capital Spares</i>	-	2,500	-	-	-	-	
Water Supply Infrastructure	169,519	134,100	3,348	3,348	28,720	25,372	88.3%
<i>Reservoirs</i>	2,861	4,000	-	-	-	-	
<i>Water Treatment Works</i>	67,997	36,100	2,011	2,011	7,000	4,989	71.3%
<i>Bulk Mains</i>	-	13,000	-	-	4,900	4,900	100.0%
<i>Distribution</i>	98,662	77,000	1,338	1,338	16,820	15,482	92.0%
Sanitation Infrastructure	15,902	17,000	-	-	2,210	2,210	100.0%
<i>Reticulation</i>	12,927	13,000	-	-	2,210	2,210	100.0%
<i>Waste Water Treatment Works</i>	2,975	4,000	-	-	-	-	
Information and Communication Infrastructure	3,235	-	-	-	-	-	
<i>Data Centres</i>	3,235	-	-	-	-	-	
<i>Capital Spares</i>	-	7,000	-	-	-	-	
		7,000					
Community Assets	1,957	-	-	-	-	-	
Community Facilities	1,957	-	-	-	-	-	
<i>Cemeteries/Crematoria</i>	611	-	-	-	-	-	
<i>Nature Reserves</i>	-	7,000	-	-	-	-	
Other assets	14,835	15,300	(4,346)	(4,346)	1,999	6,345	317.4%
Operational Buildings	14,835	15,300	(4,346)	(4,346)	1,999	6,345	317.4%
<i>Training Centres</i>	6,997	1,000	-	-	-	-	
<i>Depots</i>	7,838	14,300	(4,346)	(4,346)	1,999	6,345	317.4%
Intangible Assets	125,034	15,000	-	-	-	-	
Servitudes	-	-	-	-	-	-	
Licences and Rights	125,034	15,000	-	-	-	-	
<i>Computer Software and Applications</i>	125,034	15,000	-	-	-	-	
Computer Equipment	20,375	8,000	-	-	533	533	100.0%
Computer Equipment	20,375	8,000	-	-	533	533	100.0%
Machinery and Equipment	2,300	15,000	-	-	1,200	1,200	100.0%
Machinery and Equipment	2,300	15,000	-	-	1,200	1,200	100.0%
Transport Assets	(15)	100,000	-	-	-	-	
Transport Assets	(15)	100,000	-	-	-	-	
Total Capital Expenditure on renewal of existing assets	653,254	500,194	3,340	3,340	46,155	42,815	92.8%

(o) 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 - M02 August							
Description	2021/22	Budget Year 2022/23					
	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	206,873	808,490	50,535	64,742	147,243	82,500	56.0%
Roads Infrastructure	47,114	108,778	9,386	10,659	17,670	7,011	39.7%
Roads	36,208	82,917	8,554	9,084	12,940	3,855	29.8%
Road Structures	65	47	—	—	8	8	—
Road Furniture	10,841	25,815	832	1,575	4,723	3,148	66.7%
Storm water Infrastructure	1,998	18,398	65	93	3,050	2,958	97.0%
Drainage Collection	1,284	9,532	6	25	1,589	1,564	98.4%
Storm water Conveyance	714	8,866	59	68	1,462	1,394	95.4%
Electrical Infrastructure	117,507	348,779	31,590	42,749	68,196	25,447	37.3%
Power Plants	259	25,379	3,348	4,424	10,146	5,722	56.4%
HV Substations	1,795	12,140	1,280	1,341	3,910	2,569	—
HV Switching Station	931	4,637	1,188	1,246	2,525	1,278	50.6%
HV Transmission Conductors	(1)	452	181	184	210	26	—
MV Substations	9,124	52,924	4,960	7,498	9,584	2,086	21.8%
MV Switching Stations	1,767	11,942	1,628	2,402	3,487	1,085	31.1%
MV Networks	25,812	126,436	7,557	11,536	21,226	9,690	45.7%
LV Networks	77,820	114,868	11,448	14,119	17,109	2,991	17.5%
Water Supply Infrastructure	19,633	184,053	7,281	8,869	30,676	21,806	71.1%
Reservoirs	783	11,511	693	705	1,919	1,214	63.3%
Water Treatment Works	2,433	14,161	22	34	2,360	2,326	98.5%
Bulk Mains	4,792	9,740	298	455	1,623	1,168	72.0%
Distribution	11,624	148,641	6,268	7,675	24,774	17,099	69.0%
Sanitation Infrastructure	18,789	137,113	1,635	1,794	25,569	23,775	93.0%
Pump Station	3,475	12,819	209	233	2,136	1,903	89.1%
Reticulation	4,046	36,768	970	970	5,820	4,850	83.3%
Waste Water Treatment Works	10,547	78,007	343	477	16,026	15,549	97.0%
Outfall Sewers	722	9,520	113	113	1,587	1,473	92.9%
Solid Waste Infrastructure	1,241	9,354	578	578	2,079	1,500	72.2%
Landfill Sites	1,241	7,534	578	578	1,674	1,096	65.5%
Waste Transfer Stations	—	596	—	—	132	132	100.0%
Waste Drop-off Points	—	1,202	—	—	267	267	100.0%
Waste Separation Facilities	—	22	—	—	5	5	100.0%
Rail Infrastructure	591	2,000	—	—	—	—	—
Rail Lines	591	2,000	—	—	—	—	—
Information and Communication Infrastructure	—	17	—	—	3	3	100.0%
Distribution Layers	—	17	—	—	3	3	100.0%
Community Assets	36,099	129,999	1,149	2,247	32,153	29,907	93.0%
Community Facilities	30,558	99,199	1,422	2,063	27,020	24,956	92.4%
Halls	—	232	—	—	39	39	100.0%
Centres	—	469	1	1	78	77	98.2%
Clinics/Care Centres	4,322	9,941	33	49	6,919	6,870	99.3%
Fire/Ambulance Stations	352	4,178	218	290	4,178	3,887	93.1%
Museums	—	92	—	—	15	15	100.0%
Galleries	10	87	—	—	15	15	100.0%
Libraries	3,491	4,196	(250)	9	699	690	98.6%
Cemeteries/Crematoria	2,966	7,293	70	70	1,522	1,452	95.4%
Police	1,213	3,008	79	145	—	(145)	#DIV/0!
Parks	9,103	41,241	815	901	7,572	6,671	88.1%
Public Open Space	4,907	17,780	397	504	4,004	3,500	87.4%
Nature Reserves	1,915	5,638	59	94	1,253	1,159	92.5%
Markets	2,280	5,044	—	—	726	726	100.0%
Sport and Recreation Facilities	5,541	30,799	(273)	183	5,133	4,950	96.4%
Indoor Facilities	5	191	—	—	32	32	100.0%
Outdoor Facilities	5,535	30,608	(273)	183	5,102	4,918	96.4%
Heritage assets	—	120	—	3	20	17	86.1%
Historic Buildings	—	120	—	3	20	17	86.1%
Investment properties	8,624	17,395	(2,298)	827	3,880	3,054	78.7%
Revenue Generating	8,620	17,395	(2,299)	824	1,869	1,045	55.9%
Improved Property	5	—	5	10	268	258	96.3%
Unimproved Property	8,615	17,395	(2,304)	814	1,601	787	49.1%
Non-revenue Generating	4	—	1	2	2,011	2,009	99.9%
Improved Property	—	—	—	—	—	—	—
Unimproved Property	4	—	1	2	2,011	2,009	99.9%
Other assets	19,944	109,481	3,851	7,558	13,217	5,659	42.8%
Operational Buildings	18,478	100,395	3,843	7,549	12,893	5,344	41.4%
Municipal Offices	11,847	73,646	3,097	5,498	9,001	3,504	38.9%
Pay/Enquiry Points	—	373	—	—	62	62	100.0%
Yards	512	254	—	—	56	56	100.0%
Training Centres	1	1	4	4	0	(4)	-4547.4%
Manufacturing Plant	104	5,326	2	24	888	863	97.3%
Depots	6,014	20,795	740	2,023	2,886	863	29.9%
Housing	1,466	9,086	9	9	323	314	97.3%
Social Housing	1,466	9,086	9	9	323	314	97.3%
Intangible Assets	11,579	55,607	(10,875)	17,456	9,268	(8,188)	-88.4%
Servitudes	—	—	—	—	—	—	—
Licences and Rights	11,579	55,607	(10,875)	17,456	9,268	(8,188)	-88.4%
Computer Software and Applications	11,579	55,607	(10,875)	17,456	9,268	(8,188)	-88.4%
Computer Equipment	5,596	43,804	—	927	8,168	7,241	88.6%
Computer Equipment	5,596	43,804	—	927	8,168	7,241	88.6%
Furniture and Office Equipment	37	449	—	0	103	103	99.6%
Furniture and Office Equipment	37	449	—	0	103	103	99.6%
Machinery and Equipment	6,205	82,534	803	2,182	11,744	9,562	81.4%
Machinery and Equipment	6,205	82,534	803	2,182	11,744	9,562	81.4%
Transport Assets	9,047	137,985	(2,665)	14,699	19,311	4,612	23.9%
Transport Assets	9,047	137,985	(2,665)	14,699	19,311	4,612	23.9%
Total Repairs and Maintenance Expenditure	304,004	1,385,865	40,500	110,641	245,108	134,466	54.9%

(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 - M02 August							
Description	2021/22 Pre-audit outcome	Original Budget	Monthly actual	Budget Year 2022/23 YearTD actual	YearTD budget	YTD variance	YTD variance %
R thousands							
Depreciation by Asset Class/Sub-class							
Infrastructure	1,933,039	1,382,090	165,386	330,046	230,348	(99,698)	-43.3%
Roads Infrastructure	889,872	461,897	76,736	153,473	76,983	(76,490)	-99.4%
Roads	783,898	369,572	66,578	133,156	61,595	(71,561)	-116.2%
Road Structures	19,184	8,974	1,499	2,998	1,496	(1,502)	-100.5%
Road Furniture	86,790	83,351	8,659	17,319	13,892	(3,427)	-24.7%
Storm water Infrastructure	287,766	97,423	24,460	48,919	16,237	(32,682)	-201.3%
Drainage Collection	284,549	94,533	24,175	48,351	15,755	(32,595)	-206.9%
Storm water Conveyance	3,198	2,890	283	565	482	(84)	-17.4%
Attenuation	20	—	2	3	—	(3)	—
Electrical Infrastructure	371,418	324,271	30,100	59,993	54,045	(5,948)	-11.0%
Power Plants	44,090	5,548	3,745	7,490	925	(6,566)	-710.1%
HV Substations	83,879	84,258	—	10,880	14,043	3,163	22.5%
HV Switching Station	68	—	6	11	—	(11)	—
HV Transmission Conductors	11,030	27,421	937	1,874	4,570	2,697	59.0%
MV Substations	26,606	15,963	2,322	4,644	2,660	(1,983)	-74.6%
MV Switching Stations	(0)	—	—	—	555	555	100.0%
LV Networks	79,128	49,286	6,806	13,613	8,214	(5,398)	-65.7%
Water Supply Infrastructure	126,616	138,466	10,844	21,482	23,078	1,596	6.9%
Dams and Weirs	204,057	186,818	17,516	34,513	31,136	(3,376)	-10.8%
Boreholes	4,772	528	405	811	88	(723)	-821.9%
Reservoirs	21,968	21,893	1,864	3,729	3,649	(80)	-2.2%
Pump Stations	4,491	8,810	381	763	1,468	706	48.1%
Water Treatment Works	41,384	24,925	3,513	7,026	4,154	(2,872)	-69.1%
Bulk Mains	31,287	28,127	2,655	5,310	4,588	(722)	-13.3%
Distribution	97,718	101,574	8,490	16,461	16,929	468	2.8%
Distribution Points	1,290	104	110	219	—	(202)	-1162.2%
PRV Stations	852	792	72	145	132	(13)	-9.6%
Sanitation Infrastructure	123,811	150,390	10,516	21,032	25,065	4,033	16.1%
Pump Station	2,532	1,471	215	430	245	(185)	-75.3%
Reticulation	42,168	97,081	3,581	7,163	16,180	9,017	55.7%
Waste Water Treatment Works	62,386	40,007	5,299	10,599	6,668	(3,931)	-59.0%
Outfall Sewers	16,724	11,810	1,420	2,841	1,968	(873)	-44.3%
Toilet Facilities	—	22	—	—	4	4	100.0%
Capital Spares	—	—	—	—	—	—	—
Solid Waste Infrastructure	3,396	47,886	287	574	7,981	7,407	92.8%
Landfill Sites	2,257	47,483	191	382	7,914	7,531	95.2%
Waste Transfer Stations	246	—	21	42	—	(42)	—
Waste Processing Facilities	147	—	13	25	—	(25)	—
Waste Drop-off Points	729	403	62	124	67	(57)	-84.5%
Electricity Generation Facilities	7	—	1	1	—	(1)	—
Rail Infrastructure	3,759	1	316	631	0	(631)	-572943.4%
Rail Lines	3,716	—	316	631	—	(631)	—
Rail Structures	—	1	—	—	0	0	100.0%
Information and Communication Infrastructure	48,960	113,401	5,455	10,911	18,901	7,990	42.3%
Data Centres	601	1,065	64	127	178	50	28.2%
Core Layers	30,007	112,338	3,770	7,541	18,723	11,182	59.7%
Distribution Layers	18,352	—	1,621	3,243	—	(3,243)	—
Community Assets	339,731	381,750	36,058	63,913	63,625	(288)	-0.5%
Community Facilities	204,542	286,443	27,131	44,327	47,741	3,413	7.1%
Halls	5,349	1,835	453	907	306	(602)	-196.7%
Centres	10,482	148,311	935	1,874	24,719	22,844	92.4%
Crèches	1,782	450	129	280	75	(205)	-273.3%
Clinics/Care Centres	17,851	11,933	1,517	3,034	1,989	(1,045)	-52.6%
Fire/Ambulance Stations	12,052	4,222	648	1,296	704	(593)	-84.2%
Testing Stations	2,486	235	208	416	39	(377)	-960.6%
Museums	579	303	49	98	50	(48)	-94.9%
Theatres	149	—	13	25	—	(25)	—
Libraries	30,744	20,789	12,731	15,453	3,465	(11,988)	-346.0%
Cemeteries/Crematoria	9,808	8,543	842	1,686	1,424	(262)	-18.4%
Police	7,305	501	629	1,258	84	(1,175)	-1406.6%
Parks	25,392	—	2,137	4,293	—	(4,293)	—
Public Open Space	4,177	28,125	355	709	4,687	3,978	84.9%
Nature Reserves	7,815	5,521	663	1,326	920	(406)	-44.1%
Public Ablution Facilities	488	101	41	82	17	(65)	-386.2%
Markets	23,200	13,019	1,968	3,944	2,170	(1,774)	-81.8%
Stalls	3,853	2,424	32	654	444	(250)	-62.0%
Abattoirs	—	—	—	—	—	—	—
Airports	23,488	23,885	1,995	3,990	3,981	(9)	-0.2%
Taxi Ranks/Bus Terminals	17,531	16,247	1,492	3,001	2,708	(293)	-10.8%
Capital Spares	—	—	—	—	—	—	—
Sport and Recreation Facilities	135,190	95,307	8,927	19,586	15,885	(3,701)	-23.3%
Indoor Facilities	1,824	1,022	155	310	170	(140)	-82.0%
Outdoor Facilities	133,366	94,285	8,772	19,276	15,714	(3,562)	-22.7%
Capital Spares	—	—	—	—	—	—	—
Heritage assets	—	—	—	—	—	—	—
Monuments	—	—	—	—	—	—	—
Historic Buildings	—	—	—	—	—	—	—
Investment properties	3,930	6,855	334	668	1,142	475	41.6%
Revenue Generating	67	—	6	11	—	(11)	—
Improved Property	—	—	6	11	—	(11)	—
Unimproved Property	—	—	—	—	—	—	—
Non-revenue Generating	3,863	6,855	328	656	1,142	486	42.6%
Improved Property	3,863	6,855	328	656	1,142	486	42.6%
Unimproved Property	0	—	0	0	—	(0)	—
Other assets	172,220	179,324	14,592	29,283	32,714	3,431	10.5%
Operational Buildings	102,455	123,008	8,766	17,565	20,582	3,017	14.7%
Municipal Offices	56,765	83,229	4,748	9,524	13,952	4,429	31.7%
Pay/Enquiry Points	130	237	11	22	17	(5)	-44.2%
Workshops	3,973	423	336	674	71	(603)	-854.6%
Yards	1,296	—	110	220	—	(220)	—
Stores	812	1,077	69	138	179	42	23.2%
Laboratories	—	—	—	—	—	—	—
Training Centres	1,694	116	144	288	19	(268)	-1393.1%
Manufacturing Plant	10,022	—	994	1,988	—	(1,988)	—
Depots	27,764	37,927	2,354	4,712	6,321	1,609	25.5%
Capital Spares	—	—	—	—	—	—	—
Housing	69,764	56,317	5,825	11,719	12,132	414	3.4%
Staff Housing	11,146	10,445	946	1,893	1,741	(152)	-8.7%
Social Housing	58,618	45,871	4,879	9,826	10,392	566	5.4%
Capital Spares	—	—	—	—	—	—	—
Biological or Cultivated Assets	11	69	1	2	12	10	82.8%
Biological or Cultivated Assets	11	69	1	2	12	10	82.8%
Intangible Assets	43,226	68,618	3,621	7,241	11,437	4,195	36.7%
Servitudes	—	—	—	—	—	—	—
Licences and Rights	43,226	68,618	3,621	7,241	11,437	4,195	36.7%
Computer Software and Applications	43,226	68,618	3,621	7,241	11,437	4,195	36.7%
Load Settlement Software Applications	—	—	—	—	—	—	—
Unspecified	—	—	—	—	—	—	—
Computer Equipment	30,961	191,271	2,802	5,606	29,131	23,524	80.8%
Computer Equipment	30,961	191,271	2,802	5,606	29,131	23,524	80.8%
Furniture and Office Equipment	12,592	157,996	1,107	2,218	26,253	24,034	91.5%
Furniture and Office Equipment	12,592	157,996	1,107	2,218	26,253	24,034	91.5%
Machinery and Equipment	44,501	148,805	3,571	7,143	24,801	17,658	71.2%
Machinery and Equipment	44,501	148,805	3,571	7,143	24,801	17,658	71.2%
Transport Assets	106,015	125,466	9,250	18,500	20,912	2,411	11.5%
Transport Assets	106,015	125,466	9,250	18,500	20,912	2,411	11.5%
Land	—	—	—	—	—	—	—
Land	—	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals	—	—	—	—	—	—	—
Zoo's, Marine and Non-biological Animals	—	—	—	—	—	—	—
Total Depreciation	2,686,227	2,642,244	236,722	464,622	440,374	(24,248)	-5.5%

(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 - M02 August							
Description	2021/22	Budget Year 2022/23					
	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	377,695	433,619	6,678	6,678	35656932.08	28,979	81.3%
Roads Infrastructure	99,735	112,740	642	642	332	(310)	-93.4%
<i>Roads</i>	99,735	110,740	642	642	332	(310)	-93.4%
<i>Capital Spares</i>	-	2,000	-	-	-	-	
Electrical Infrastructure	103,646	136,978	379	379	10,573	10,194	96.4%
<i>HV Substations</i>	49,705	69,000	-	-	5,000	5,000	100.0%
<i>LV Networks</i>	53,940	67,978	379	379	3,573	3,194	89.4%
<i>Capital Spares</i>	-	-	-	-	2,000	2,000	100.0%
Sanitation Infrastructure	149,772	142,900	5,657	5,657	24,752	19,095	77.1%
<i>Waste Water Treatment Works</i>	149,772	142,800	5,657	5,657	24,752	19,095	77.1%
<i>Outfall Sewers</i>	-	100	-	-	-	-	
Information and Communication Infrastructure	14,508	41,000	-	-	-	-	
<i>Data Centres</i>	14,508	30,000	-	-	-	-	
<i>Core Layers</i>	-	11,000	-	-	-	-	
Community Assets	54,403	81,300	1,029	1,029	18,890	17,861	94.6%
Community Facilities	20,722	24,300	(4,434)	(4,434)	5,650	10,084	178.5%
<i>Markets</i>	(4)	4,300	-	-	4,300	4,300	
<i>Taxi Ranks/Bus Terminals</i>	20,727	20,000	(4,434)	(4,434)	1,350	5,784	428.5%
<i>Capital Spares</i>	-	-	-	-	-	-	
Sport and Recreation Facilities	33,681	57,000	5,463	5,463	13,240	7,777	58.7%
<i>Indoor Facilities</i>	-	-	-	-	-	-	
<i>Outdoor Facilities</i>	33,681	57,000	5,463	5,463	13,240	7,777	58.7%
<i>Capital Spares</i>	-	-	-	-	-	-	
Other assets	801	7,000	-	-	-	-	
Operational Buildings	801	1,000	-	-	-	-	
<i>Municipal Offices</i>	273	-	-	-	-	-	
<i>Depots</i>	528	1,000	-	-	-	-	
Housing	-	6,000	-	-	-	-	
<i>Social Housing</i>	-	6,000	-	-	-	-	
Intangible Assets	-	75,000	-	-	-	-	
Licences and Rights	-	75,000	-	-	-	-	
<i>Computer Software and Applications</i>	-	75,000	-	-	-	-	
Furniture and Office Equipment	375	1,000	-	-	-	-	
Furniture and Office Equipment	375	1,000	-	-	-	-	
Total Capital Expenditure on upgrading of existing assets	433,274	597,919	7,707	7,707	54,547	46,840	85.9%

(s) Municipal Manager's quality certification

QUALITY CERTIFICATE

I, Johann Mettler, the City Manager of the City of Tshwane, hereby certify that the monthly budget statement for **August 2022** has been prepared in accordance with the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) and regulations made under this act.

J Mettler
CITY MANAGER
CITY OF TSHWANE

Signature: _____

Date: _____