

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

From: The City Manager
To: The Executive Mayor

GROUP FINANCIAL SERVICES DEPARTMENT
MUNICIPAL FINANCE MANAGEMENT ACT (MFMA) IN-YEAR FINANCIAL
REPORT FOR THE PERIOD ENDING 31 JANUARY 2019

1. PURPOSE

This report sets out the progress on the financial performance of the City of Tshwane against the budget for the period ended 31 January 2019, in compliance with section 71 of the Municipal Finance Management Act, 2003 (Act 56 of 2003) (MFMA).

2. STRATEGIC PILLARS

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

3. BACKGROUND

Section 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 January 2019, the ten working days within which to report end on **14 February 2019**.

4. DISCUSSION

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

The attached in-year report (Annexure A) provides a high-level analysis as at 31 January 2019 in the prescribed format. Material variances will be briefly referred to in this report. Comprehensive explanations will be included in the monthly financial management report.

The following table summarises the financial performance as at 31 January 2019:

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 31 JANUARY 2019					
Description	Original Budget	YTD actual	YTD budget	YTD variance	YTD variance
	R'000	R'000	R'000	R'000	%
Total Revenue(Excluding Capital Transfers)	32,530,207	19,124,376	18,594,438	529,938	3%
Total Expenditure	32,416,977	17,696,402	19,952,097	(2,255,695)	-11%
Surplus /Deficit	113,230	1,427,974	(1,357,659)	2,785,633	

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

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 31 JANUARY 2018					
Description	Original Budget	YTD actual	YTD budget	YTD variance	YTD variance
	R'000	R'000	R'000	R'000	%
Total Revenue(Excluding Capital Transfers)	30,226,013	17,729,746	17,896,468	(166,722)	-1%
Total Expenditure	29,994,829	16,896,385	18,994,481	(2,098,096)	-11%
Surplus /Deficit	231,184	833,361	(1,098,013)	1,931,374	

The actual operating revenue realised, excluding capital transfers and contributions, reflects a favourable variance of R530 million against the year-to-date (YTD) budget for the period ended 31 January 2019.

The operating expenditure is underspent by R2,3 billion, which is 11% less than the YTD expenditure projection.

The total approved capital budget allocation amounts to R4 billion. The expenditure for the period, including that of the municipal entities, amounts to R931 million, representing 23% of the total approved budget.

Cash and cash equivalents as at 31 January 2019 amount to R3,4 billion.

5. INTERDEPARTMENTAL AND CLUSTER IMPACT

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

6. COMMENTS FROM DEPARTMENTS

6.1 THE GROUP LEGAL COUNSEL

(Unaltered)

This report provides progress on the financial performance of the City of Tshwane against the budget for the period ended 31 January 2019, in compliance with section 52(d), 71 and 72 of the Municipal Finance Management Act (MFMA).

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

In terms of Section 71 (1) of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) (hereafter referred to as “MFMA”), the accounting officer of a municipality must by no later than 10 working days after the end of each month submit to the mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality’s budget reflecting all the required particulars for that month and for the financial year up to the end of that month.

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

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

6.2 THE CHIEF FINANCIAL OFFICER

(Unaltered)

Cognisance is taken of the contents of the report.

There are no financial implications emanating as a result of this report for the City of Tshwane as the purpose of this report is to provide progress on the financial performance of the City of Tshwane against the budget for the period ended 31 January 2019, in compliance with section 71 and 72 of the Municipal Finance Management Act (MFMA).

7. IMPLICATIONS

7.1 HUMAN RESOURCES

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

7.2 FINANCE

Budget and value for money

This report incorporates information on the City of Tshwane’s financial status for the period ended 31 January 2019. When the executive mayor receives the statement or report submitted by the accounting officer in terms of section 71 of the MFMA, the executive mayor is obliged to take certain steps regarding “budgetary control and early identification of financial problems”, as required in terms of section 54 of the MFMA. Furthermore, the accounting officer must, in writing, report to the municipal council the impending shortfalls, overspending and overdrafts in terms of section 70 of the MFMA.

7.3 CONSTITUTIONAL AND LEGAL FACTORS

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

7.4 COMMUNICATION

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

7.5 PREVIOUS MAYORAL COMMITTEE RESOLUTIONS

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

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

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

The City does not have an mSCOA system for transacting; however, the City is still required to submit financial information to the National Treasury in terms of the seven mSCOA segments, and the project team is currently developing an interim reporting solution. The month-07 mSCOA data strings will be submitted to the National Treasury on 14 February 2019.

9. CONCLUSION

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

The operating revenue that was realised, excluding capital transfers and contributions, reflects a favourable variance of R530 million against the YTD budget for the period ended 31 January 2019.

However, the following revenue sources are under budget:

- Service charges: Water (R26 million unfavourable): The budget for water is based on statistical trends and is demand-driven. Estimating accounts instead of capturing actual readings also contributes to the under-recovery. The budget will be revised down during the budget adjustment.
- Rental of facilities and equipment (R44 million unfavourable): Mainly on City of Tshwane personal accommodation and business rental. The lease for rental of business facilities has expired. A lease renewal report is awaiting approval to regulate the expired agreements.
- Fines, penalties and forfeits (R15 million unfavourable): Under-recovery is mainly on AARTO revenue. The budget will be revised down during the budget adjustment.
- Licences and permits (R9 million unfavourable): Due to under-recovery, mainly on driver's licences.
- Other revenue (R186 million unfavourable): Mainly due to under-recovery on the following items:

- VAT correction (R40,4 million unfavourable): Due to the delay in the appointment of the service provider. The tender document has been finalised and will be submitted to Bid Specification Committee (BSC). The income will only be realised when the service provider has identified additional income, which will be around April 2019.
- Township development contributions on rezoning (R33 million unfavourable) and electricity (R25 million under budget): Revenue is dependent on the number of applications received, paid for and accepted by the client.
- Reminder fees (R19,9 million unfavourable): Delay in loading fees on SAP system after delivery of reminder notice.

The operating expenditure is underspent by R2,3 billion, which is 11% less than the YTD expenditure projection.

The total capital budget allocation amounts to R4 billion. The expenditure for the period, including that of the municipal entities, amounts to R931 million, which represents 23% spending against the total approved budget.

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

ANNEXURE

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

RECOMMENDED:

That it be recommended to the Mayoral Committee:

1. That the content of the report with attached Annexure A be noted.
2. That the report be noted, in compliance with section 71 of the MFMA as well as the municipal budget and reporting regulations.
4. That this report be submitted to the National and the Provincial Treasury in both signed-document and electronic format.

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

GROUP FINANCIAL SERVICES
MUNICIPAL FINANCE MANAGEMENT ACT (MFMA): IN-YEAR FINANCIAL REPORT FOR THE PERIOD ENDING
31 JANUARY 2019.

REPORT CHECKED AND PASSED FOR SUBMISSION TO:

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

ANNEXURE A



IN-YEAR REPORT

BUDGET YEAR: 2018/19

REPORTING PERIOD: M07 JANUARY 2019

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PART 1: IN-YEAR REPORT

1.1 Mayor's report

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

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

1.2 Recommended

That it be recommended to the Mayoral Committee:

1. That the content of the report with attached annexures be noted.
2. That the report be noted, in compliance with section 71 of the MFMA as well as the municipal budget and reporting regulations.
3. That this report be submitted to the National and the Provincial Treasury in both signed-document and electronic format.

1.3 Executive summary

The financial results of the City of Tshwane for the period ended 31 January 2019 are summarised as follows:

Consolidated monthly budget statement – summary

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

- Revenue by source
- Expenditure by type
- Transfers recognised

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

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

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

TSH City Of Tshwane - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January								
Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue By Source								
Property rates	6,761,347	6,980,636	669,774	4,044,219	3,941,092	103,127	3%	6,980,636
Service charges - electricity revenue	11,265,288	11,946,456	867,806	6,859,911	6,668,643	191,268	3%	11,946,456
Service charges - water revenue	3,221,623	4,283,959	375,904	2,194,333	2,220,402	(26,069)	-1%	4,283,959
Service charges - sanitation revenue	952,050	1,063,982	109,191	634,989	616,463	18,526	3%	1,063,982
Service charges - refuse revenue	1,482,086	1,494,163	159,618	962,624	846,870	115,753	14%	1,494,163
Service charges - other	-	-	-	-	-	-	-	-
Rental of facilities and equipment	143,100	152,593	3,336	61,964	106,206	(44,242)	-42%	152,593
Interest earned - external investments	210,976	133,342	11,562	112,965	60,587	52,377	86%	133,342
Interest earned - outstanding debtors	731,938	575,401	93,882	533,318	327,819	205,499	63%	575,401
Dividends received	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	228,148	368,755	24,552	172,230	187,011	(14,781)	-8%	368,755
Licences and permits	52,325	59,551	2,858	25,225	33,914	(8,690)	-26%	59,551
Agency services	-	6,980	-	-	-	-	-	6,980
Transfers and subsidies	4,362,302	4,440,081	16,616	3,120,065	2,996,622	123,443	4%	4,440,081
Other revenue	885,245	1,023,065	54,706	402,533	588,808	(186,274)	-32%	1,023,065
Gains on disposal of PPE	4,809	1,242	-	-	-	-	-	1,242
Total Revenue (excluding capital transfers and contributions)	30,301,235	32,530,207	2,389,803	19,124,376	18,594,438	529,938	3%	32,530,207
Expenditure By Type								
Employee related costs	8,161,872	9,602,946	742,423	5,101,839	5,800,504	(698,665)	-12%	9,602,946
Remuneration of councillors	123,786	132,797	10,304	71,493	77,465	(5,972)	-8%	132,797
Debt impairment	1,713,978	1,514,427	126,202	883,500	883,500	(0)	0%	1,514,427
Depreciation & asset impairment	2,043,701	1,957,156	122,322	856,729	1,141,675	(284,946)	-25%	1,957,156
Finance charges	1,686,623	1,390,948	213,018	657,539	719,180	(61,642)	-9%	1,390,948
Bulk purchases	9,723,858	10,727,870	747,404	6,783,414	6,781,351	2,063	0%	10,727,870
Other materials	499,788	765,218	65,352	336,432	545,004	(208,572)	-38%	765,218
Contracted services	3,040,943	3,320,884	209,317	1,396,446	2,106,858	(710,412)	-34%	3,320,884
Transfers and subsidies	44,526	52,495	16,022	56,328	83,196	(26,868)	-32%	52,495
Other expenditure	2,841,280	2,952,234	144,583	1,552,682	1,813,364	(260,681)	-14%	2,952,234
Loss on disposal of PPE	84,749	1	-	-	1	(1)	-100%	1
Total Expenditure	29,965,104	32,416,977	2,396,947	17,696,402	19,952,097	(2,255,695)	-11%	32,416,977
Surplus/(Deficit)	336,131	113,230	(7,144)	1,427,974	(1,357,659)	2,785,633		113,230
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,104,326	2,198,735	26,923	635,582	1,519,277	(883,696)	-58%	2,198,735
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	940	8,000	-	-	4,978	(4,978)	-100%	8,000
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	2,441,398	2,319,965	19,779	2,063,555	166,596			2,319,965
Taxation	2,920	535	-	2,776	312	2,464		535
Surplus/(Deficit) after taxation	2,438,477	2,319,430	19,779	2,060,780	166,284			2,319,430
Attributable to minorities	-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality	2,438,477	2,319,430	19,779	2,060,780	166,284			2,319,430
Share of surplus/ (deficit) of associate	-	-	-	-	-			-
Surplus/ (Deficit) for the year	2,438,477	2,319,430	19,779	2,060,780	166,284			2,319,430

The YTD actual revenue amounts to R19 billion and reflects a favourable variance of R530 million against the YTD budget.

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

- Property rates (R103 million favourable): Due to new properties that were registered after 1 July 2018 and supplementary valuation.
- Service charges: Electricity revenue (R191 million favourable): The demand for electricity increased above the projection.
- Service charges: Water (R26 million unfavourable) and sanitation (R18 million favourable): The budget for water is based on statistical trends and is

demand-driven. Estimating accounts instead of capturing actual readings contributes to the under-recovery. The tariff systems must be aligned. The budget will be revised down during the budget adjustment.

- Service charges: Refuse (R116 million favourable): Mainly on solid waste removal and landfill sites; actual income received was higher than the projected figures.
- Rental facilities and equipment (R44 million unfavourable): Due to expiry of leases for business rental. The lease for rental of business facilities has expired. A lease renewal report to regulate the expired agreements is awaiting approval.
- Interest earned on external investments (R42 million favourable): Interest was higher due to positive cash and investment.
- Interest earned on outstanding debtors (R205 million favourable): As a result of an increase in outstanding debtors.
- Fines, penalties and forfeits (R14,8 million unfavourable): Under-recovery, mainly on AARTO revenue.
- Licences and permits (R8,7 million unfavourable): Due to under-recovery, mainly on driver's licences.
- Transfers and subsidies (R123 million favourable): Mainly due to the transfer of the equitable share.
- Other revenue (R186 million unfavourable): Mainly due to under-recovery on the following line items:
 - Reminder fees (R19,9 million under-recovery): Delay in loading fees on SAP system after delivery of reminder notice.
 - VAT correction: Direct income (R40,4 million under-recovery): Due to the delay in the appointment of the service provider. The tender document has been finalised and will be submitted to Bid Specification Committee (BSC). The income will only be realised when the service provider has identified additional income, which will be around April 2019.
 - Township development contributions – rezoning (R33 million under-recovery) and on electricity (R25 million under-recovery): Revenue is dependent on the number of applications received, paid for and accepted by clients.
 - Transport fees (R8, 4 million under-recovery): Journals for December 2018 and January 2019 are still to be processed.

The YTD actual expenditure amounts to R17,7 billion and indicates an underspending variance of R2,3 billion or 11% against the YTD budget of R20 billion.

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

- Employee-related costs (R698,7 million under budget): Mainly on salaries, service bonuses, provision for leave payments, pension and provident funds due to vacant positions.
- Depreciation (R285 million under budget): The calculation is aligned with the asset verification and purification process.
- Finance charges (R61,6 million under budget): Mainly on the interest on long-term loans. Interest is paid only when it is due.

- Other materials (R208,6 million under budget): Underspending mainly on the following line items:
 - Pump station (R19,8 million under budget): Consumables are purchased as and when required.
 - Water: Magalies Water (R36,4 million under budget): Funds for Magalies payment are committed. Expenditure is expected to increase in the third quarter.
 - Electricity reticulation (R18,2 million under budget): A new tender is in process; spending will improve once the service provider is appointed.
 - Equipment (R14,6 million under budget): Repairs and maintenance are done only when required.
 - Lights (R8,9 million under budget): A new tender is in process; spending will improve once the service provider is appointed.
 - Vehicles (R25 million under budget): Vehicle repair is done only when required.
 - Connections (R12 million under budget): Due to expiry of the contract for the installation, maintenance, supply and delivery of water meters.
- Contracted services (R710 million under budget): Due to underspending, mainly on the following:
 - Watchman services (R46,6 million under budget): The contract ended on 30 March 2018. The new tender has been submitted to the Bid Evaluation Committee.
 - Consultant: Civil engineering (R20 million under budget): The current contract has expired. The new tender closed on 30 July 2018. The appointment of a new service provider is awaited.
 - Household refuse removal (R43,6 million under budget): Funds are committed; expenditure will increase in the following months.
 - Municipal services: Other service providers (R54,8 million under budget): Funds have been committed for the payment of municipal services. The funds are mainly for the payment of electricity services by Eskom and for waste water treatment works and water reservoirs supplied to the following areas: Ekangala, Klipgat, Temba and Babelegi Waste Water Treatment Works.
 - Internal audit (R27 million under budget): Delays in the appointment of service providers for outsourced audit work.
 - Buildings (R29,7 million under budget): Service providers have been appointed; expenditure is expected to increase in the third quarter of the financial year.
 - Grounds (R28,6 million under budget): Due to the delay in approval of the tender for the cutting of grass.
 - Roads (R37 million under budget): The tender has been awarded and expenditure is expected to increase in the third quarter.
 - Waste water purification works (R32 million under budget): Due to late appointment of service providers. Tenders are still to be adjudicated and service providers to be appointed.
- Transfers and subsidies (R26,9 million under budget): Due to underspending on gratuities and payment to municipal entities.
- Other expenditure (R261 million under budget): Mainly on the following line items:

- Leased vehicles (R82,7 million under budget): The contract value has been exceeded on the current tender; waiting for Supply Chain Management to lift the cap of the contract.
- Printing (R22 million under budget): Expenditure is expected to increase in the third quarter.
- Wi-Fi (R28,5 million under budget): The service provider was only appointed in August 2018. Expenditure is expected in the third quarter.
- Bulk water purchase, own plant (R18,5 million under budget): The full budget is committed. Expenditure is expected to increase in the next following months.
- Telecommunication (R19,7 million under budget): Expenditure is based on usage.
- Uniform (R17 million under budget): Expenditure has been committed, awaiting delivery from the supplier.
- Postage (R13 million under budget): Due to the suspension of the City of Tshwane account by the South African Post Office (SAPO), which emanates from disputes with regard to the invoices for previous years.

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

Summary of capital expenditure

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

The following table shows the total budget (including that of the municipal entities) of R4 billion. The actual expenditure for the period amounts to R931 million, which represents 23% of the budget.

Consolidated summary – capital expenditure, 31 January 2019

CONSOLIDATED SUMMARY STATEMENT OF CAPITAL EXPENDITURE: 31 JANUARY 2019						
Description	Original Budget 2018/19	YTD Budget	YTD Actual	YTD Variance	YTD Variance	% Spent
	R'000	R'000	R'000	R'000	%	%
TOTAL Capital Expenditure	4,023,015	1,915,012	930,884	(984,128)	-51%	23%
TOTAL Capital Financing	4,023,015	1,915,012	930,884	(984,128)	-51%	23%

Capital expenditure per funding source as at 31 January 2019

Funding Source	Original Budget 2018/19	YTD Expenditure Projections 31 January 2019	YTD Actual Expenditure 31 January 2019	Variance (Actual vs Projection)	Actual as % of Expenditure Projection	Actual as % of Original Budget
	(R)	(R)	(R)	(R)	%	%
Council Funding	156 500 000	78 066 574	33 306 969	(44 759 606)	43%	21%
Public Transport Infrastructure and Systems Grant (PTIS)	509 162 220	236 336 296	136 672 430	(99 663 866)	58%	27%
Neighbourhood Development Partnership Grant (NDPG)	7 105 000	0	0	0		0%
USDG (replaces MIG)- Urban Settlements Development Grant	1 557 438 790	716 159 819	471 738 068	(244 421 751)	66%	30%
Integrated National Electrification Programme (INEP)	40 000 000	17 900 000	27 610 032	9 710 032	154%	69%
Capital Replacement Reserve	5 000 000	2 755 000	715 916	(2 039 084)	26%	14%
Energy Efficiency Demand Side Management (EEDSM)	10 000 000	3 000 000	0	(3 000 000)	0%	0%
Community Library Services (CLS)	10 000 000	6 000 000	493 204	(5 506 796)	8%	5%
Borrowings	1 500 000 000	731 612 447	189 782 489	(541 829 958)	26%	13%
Public Contributions & Donations	150 000 000	69 830 000	41 134 979	(28 695 020)	59%	27%
Social Infrastructure Grant	30 730 000	30 730 000	17 381 898	(13 348 102)	57%	57%
LG SETA Discretionary Allocation	8 000 000	640 000	0	(640 000)	0%	0%
Integrated City Development Grant (ICDG)	38 261 050	21 426 188	11 989 812	(9 436 376)	56%	31%
Housing Company Tshwane - Internally Generated Funds	500 000	386 724	0	(386 724)	0%	0%
Tshwane Economic Development Agency - Internally Generated Funds	318 000	169 111	58 634	(110 477)	35%	18%
Total	4 023 015 060	1 915 012 159	930 884 431	(984 127 728)	49%	23%

An amount of R931 million has been spent, mainly on grant-funded projects.

Capital expenditure per funding source as at 31 January 2018

Funding Source	Current Budget	YTD Expenditure Projections 31 January 2018	YTD Actual Expenditure 31 January 2018	Variance (Actual vs Projection)	Actual as % of Expenditure Projection	Actual as % of Adjusted Budget
	(R)	(R)	(R)	(R)	%	%
Council Funding	376 000 000	230 101 000	3 009 737	(227 091 263)	1%	1%
Public Transport Infrastructure and Systems Grant (PTIS)	679 189 840	450 302 864	296 557 279	(153 745 585)	66%	44%
Neighbourhood Development Partnership Grant (NDPG)	20 000 000	13 260 000	497 622	(12 762 378)	4%	2%
USDG (replaces MIG)- Urban Settlements Development Grant	1 567 922 550	952 086 002	480 397 267	(471 688 735)	50%	31%
Integrated National Electrification Programme (INEP)	30 000 000	19 890 000	18 096 545	(1 793 455)	91%	60%
Capital Replacement Reserve	5 000 000	5 000 000	666 521	(4 333 479)	13%	13%
Community Library Services (CLS)	9 507 000	3 992 940	0	(3 992 940)	0%	0%
Borrowings	1 000 000 000	531 988 776	112 410 861	(419 577 915)	21%	11%
Public Contributions & Donations	100 000 000	29 378 953	22 875 825	(6 503 128)	78%	23%
Social Infrastructure Grant	34 000 000	34 000 000	28 461 749	(5 538 251)	84%	84%
LG SETA Discretionary Allocation	6 000 000	0	14 000	14 000		0%
Integrated City Development Grant (ICDG)	32 664 650	0	0	0		0%
Housing Company Tshwane - Internally Generated Funds	11 548 240	6 749 471	864 343	(5 885 128)	13%	7%
Hosing Company Tshawane - Social Housing Regulatory Authority (SHRA)	70 626 296	41 278 161	5 521 152	(35 757 009)	13%	8%
Tshwane Economic Development Agency - Subsidy	300 000	200 000	97 203	(102 797)	49%	32%
Total	3 942 758 576	2 318 228 166	969 470 103	(1 348 758 063)	42%	25%

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

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

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

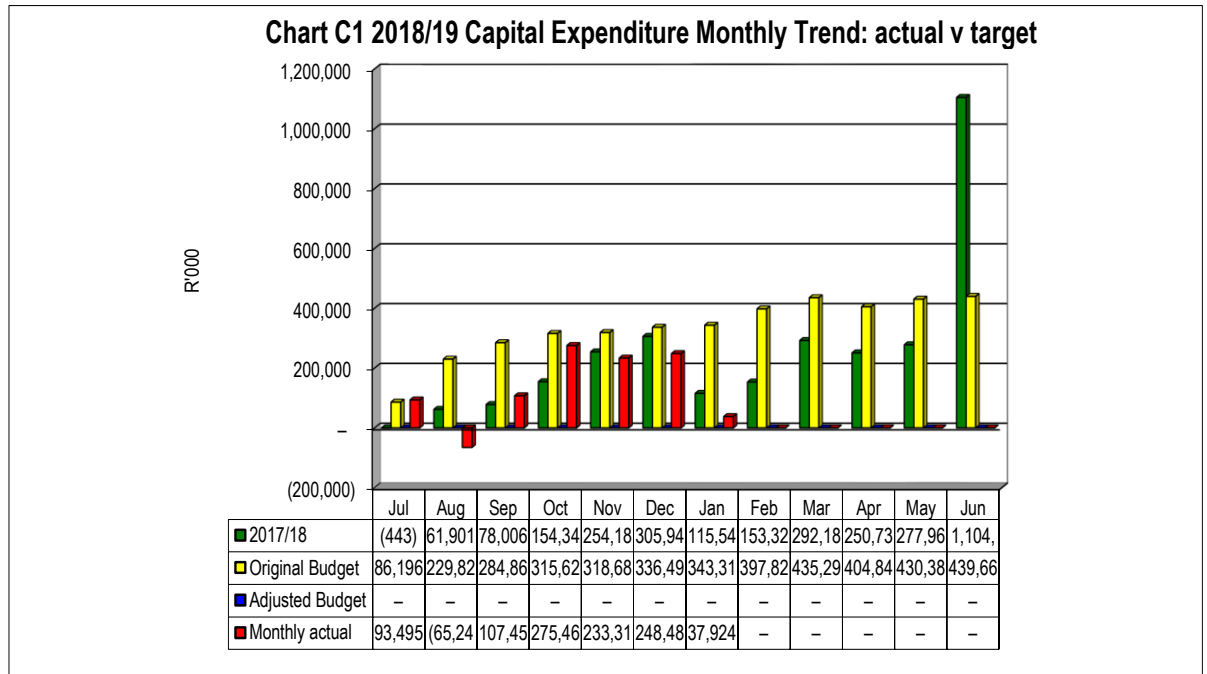
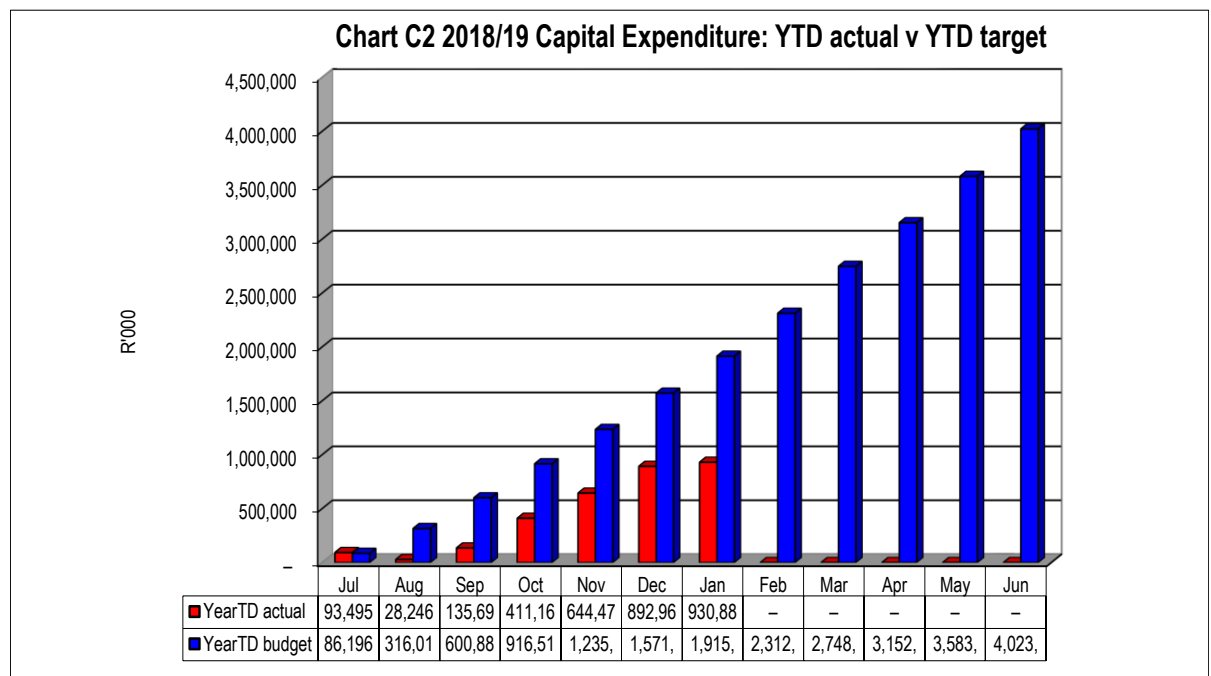


Chart C2: 2018/19 capital expenditure (YTD actual vs YTD target)



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

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

Financial position

The financial position, as indicated in Table C1, shows that the community wealth/equity of the City of Tshwane as at 31 January 2019 amounts to R27 billion. Details related to the assets and liabilities of the City of Tshwane are provided in Table C6, in a format which is consistent with international standards and aligned with GRAP 1.

Cash flow

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

- Cash and cash equivalents as at the end of January 2019 amount to R3,4 billion.
- The cash flow from operating activities is R2,4 billion.
- The cash flow from investing activities amounts to R873 million, negative.
- The cash flow from financing activities amounts to R478 million, negative.

Debtors' age analysis

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

Tables C1 and SC3 indicate that the total debtors amount to R13,4 billion.

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

An amount of R7,9 billion is outstanding in this category, compared to R6,4 billion in the 2017/18 financial year.

Chart C3: Aged consumer debtors' analysis

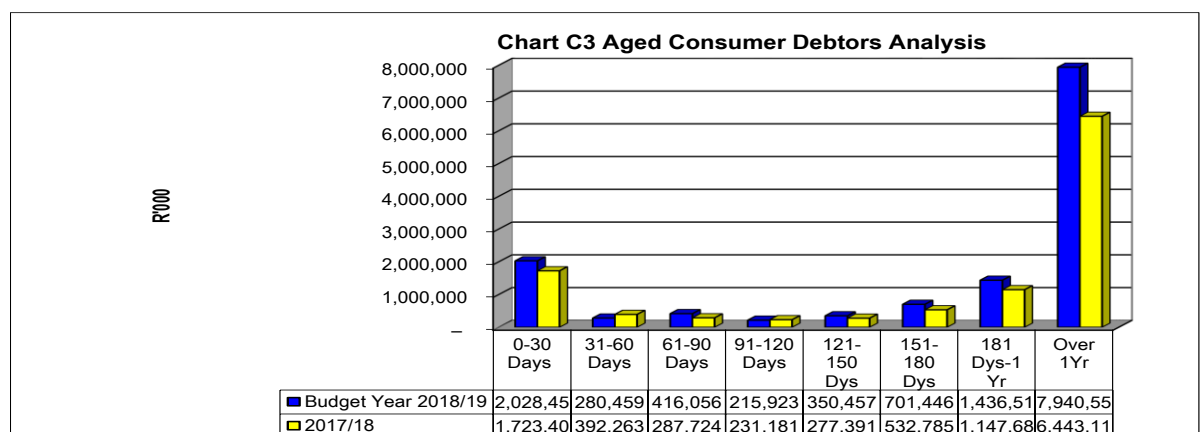
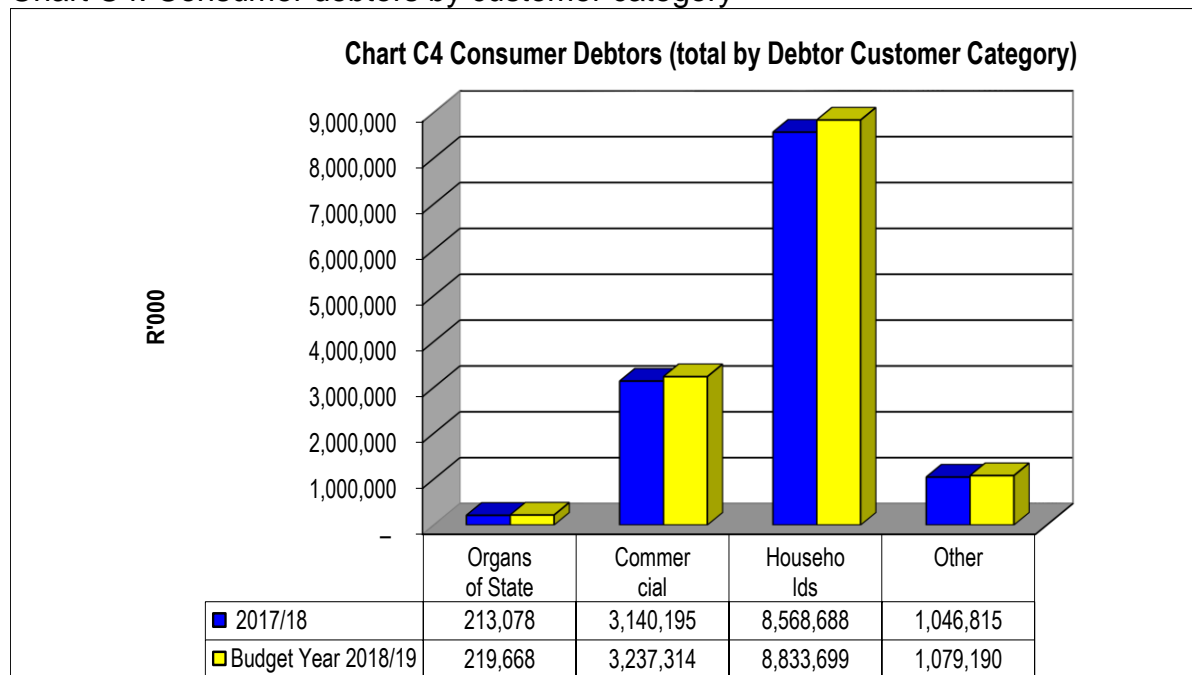


Chart C4 shows that the increase in the customer category is attributable to households, which reflect an increase of R265 million compared to the previous financial year.

Chart C4: Consumer debtors by customer category

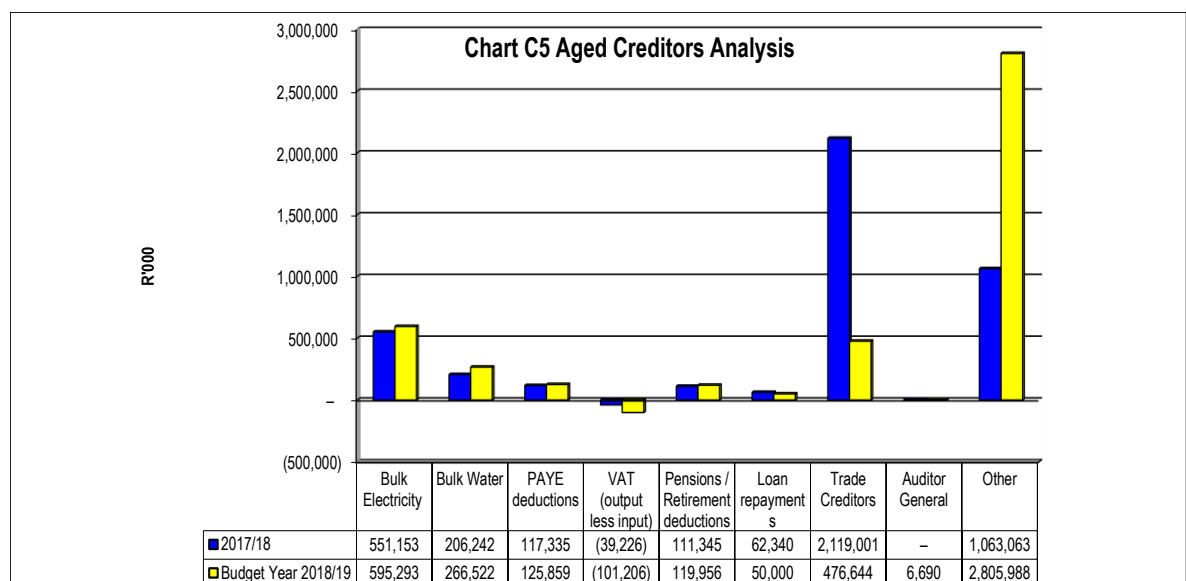


Creditors' age analysis

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

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

Chart C5: Aged creditors' analysis



Investment portfolio analysis (Table SC5)

The investment portfolio analysis, shown in Table SC5, reflects the institution where funds are invested, the period of investment, the type of investment and the accrued interest for the month. The market value at the end of the month amounts to R3,9 billion.

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

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

The total budget is R6,6 billion, and an amount of R4,7 billion was received for the period. The following tranches were outstanding for the period:

- EMS – R61 million: Due to provincialisation of services that were not communicated. A dispute has been lodged in terms of section 44 of the MFMA.
- NDPG – R3,5 million: Due to delays in finalising project plans.
- PHC – R14 million: The tranche will be paid in January 2019.
- Social Infrastructure Grant – R5,9 million: The grant is performance-based.
- LG SETA – R4,4 million: The grant is performance-based.

Table SC7(1) indicates the expenditure incurred against each allocation for the reporting period. The disclosure on the transfer and grant expenditure table reflects the recognition of expenditure, amounting to R3,7 billion, against the YTD budget of R4,1 billion.

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

Expenditure on councillor and staff benefits (Table SC8)

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

Parent municipality's financial performance (Table SC10)

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

Summary of municipal entities (Table SC11)

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

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

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

Performance indicators (Table SC2)

This table reflects various ratios, such as –

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

1.4 In-year budget statement tables

The financial results for the period ended 31 January 2019 are reflected in Tables C1 to C7, and they are followed by the supporting documents contained in Tables SC1 to SC13e.

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

TSH City Of Tshwane - Table C1 Consolidated Monthly Budget Statement Summary - M07 January								
Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
<u>Financial Performance</u>								
Property rates	6,761,347	6,980,636	669,774	4,044,219	3,941,092	103,127	3%	6,980,636
Service charges	16,921,046	18,788,560	1,512,519	10,651,857	10,352,379	299,477	3%	18,788,560
Investment revenue	210,976	133,342	11,562	112,965	60,587	52,377	86%	133,342
Transfers and subsidies	4,362,302	4,440,081	16,616	3,120,065	2,996,622	123,443	4%	4,440,081
Other own revenue	2,045,565	2,187,587	179,333	1,195,270	1,243,758	(48,487)	-4%	2,187,587
Total Revenue (excluding capital transfers and contributions)	30,301,235	32,530,207	2,389,803	19,124,376	18,594,438	529,938	3%	32,530,207
Employee costs	8,161,872	9,602,946	742,423	5,101,839	5,800,504	(698,665)	-12%	9,602,946
Remuneration of Councillors	123,786	132,797	10,304	71,493	77,465	(5,972)	-8%	132,797
Depreciation & asset impairment	2,043,701	1,957,156	122,322	856,729	1,141,675	(284,946)	-25%	1,957,156
Finance charges	1,686,623	1,390,948	213,018	657,539	719,180	(61,642)	-9%	1,390,948
Materials and bulk purchases	10,223,645	11,493,088	812,756	7,119,847	7,326,355	(206,508)	-3%	11,493,088
Transfers and subsidies	44,526	52,495	16,022	56,328	83,196	(26,868)	-32%	52,495
Other expenditure	7,680,951	7,787,546	480,103	3,832,628	4,803,722	(971,094)	-20%	7,787,546
Total Expenditure	29,965,104	32,416,977	2,396,947	17,696,402	19,952,097	(2,255,695)	-11%	32,416,977
Surplus/(Deficit)	336,131	113,230	(7,144)	1,427,974	(1,357,659)	2,785,633	-205%	113,230
Transfers and subsidies - capital (monetary allocations)	2,104,326	2,198,735	26,923	635,582	1,519,277	(883,696)	-58%	2,198,735
Contributions & Contributed assets	940	8,000	–	–	4,978	(4,978)	-100%	8,000
Surplus/(Deficit) after capital transfers & contributions	2,441,398	2,319,965	19,779	2,063,555	166,596	1,896,959	1139%	2,319,965
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	2,441,398	2,319,965	19,779	2,063,555	166,596	1,896,959	1139%	2,319,965
<u>Capital expenditure & funds sources</u>								
Capital expenditure	3,047,156	4,023,015	37,924	930,884	1,915,012	(984,128)	-51%	4,023,015
Capital transfers recognised	2,104,326	2,210,697	22,784	665,885	1,031,552	(365,667)	-35%	2,210,697
Public contributions & donations	62,097	150,000	1,845	41,135	70,470	(29,335)	-42%	150,000
Borrowing	700,248	1,500,000	11,568	189,782	731,612	(541,830)	-74%	1,500,000
Internally generated funds	180,484	162,318	1,727	34,082	81,377	(47,296)	-58%	162,318
Total sources of capital funds	3,047,156	4,023,015	37,924	930,884	1,915,012	(984,128)	-51%	4,023,015
<u>Financial position</u>								
Total current assets	9,687,947	11,231,612		10,267,910				11,231,612
Total non current assets	41,864,065	42,830,192		41,824,647				42,830,192
Total current liabilities	11,823,979	11,246,591		10,953,576				11,246,591
Total non current liabilities	14,611,071	14,990,203		14,132,239				14,990,203
Community wealth/Equity	25,116,961	27,825,011		27,006,741				27,825,011
<u>Cash flows</u>								
Net cash from (used) operating	5,707,364	4,161,591	497,108	2,413,450	1,204,768	(1,208,682)	-100%	4,161,591
Net cash from (used) investing	(3,412,680)	(3,961,251)	1,660	(873,408)	(2,740,663)	(1,867,255)	68%	(3,961,251)
Net cash from (used) financing	(983,533)	445,617	(50,000)	(477,529)	418,411	895,939	214%	445,617
Cash/cash equivalents at the month/year end	2,392,713	2,978,764	–	3,374,958	1,215,322	(2,159,636)	-178%	2,978,764
Debtors & creditors analysis	0-30 Days	31-60 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
<u>Debtors Age Analysis</u>								
Total By Income Source	2,028,458	280,459	215,923	350,457	701,446	1,436,519	7,940,555	13,369,872
<u>Creditors Age Analysis</u>								
Total Creditors	4,345,745	–	–	–	–	–	–	4,345,745

(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) - M07 January								
Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue - Functional								
<i>Governance and administration</i>	11,253,624	11,524,873	733,658	7,305,868	6,902,264	403,604	6%	11,524,873
Executive and council	22,952	54,054	757	14,593	38,064	(23,471)	-62%	54,054
Finance and administration	11,182,886	11,426,644	732,901	7,272,551	6,838,430	434,121	6%	11,426,644
Internal audit	47,785	44,175	1	18,724	25,769	(7,045)	-27%	44,175
<i>Community and public safety</i>	1,582,129	1,681,120	31,733	726,821	1,137,652	(410,831)	-36%	1,681,120
Community and social services	41,033	22,671	1,186	7,856	10,295	(2,440)	-24%	22,671
Sport and recreation	35,424	25,662	3,138	11,706	14,969	(3,264)	-22%	25,662
Public safety	225,056	369,254	25,708	172,048	188,624	(16,576)	-9%	369,254
Housing	1,064,046	1,056,042	878	423,775	733,936	(310,161)	-42%	1,056,042
Health	216,570	207,491	823	111,438	189,828	(78,390)	-41%	207,491
<i>Economic and environmental services</i>	1,359,298	1,458,926	53,800	483,566	953,823	(470,256)	-49%	1,458,926
Planning and development	45,038	176,590	18,173	108,311	145,449	(37,138)	-26%	176,590
Road transport	1,310,226	1,281,674	35,623	374,817	807,988	(433,171)	-54%	1,281,674
Environmental protection	4,034	662	5	438	386	52	13%	662
<i>Trading services</i>	17,991,185	19,831,779	1,580,656	11,129,247	10,984,813	144,434	1%	19,831,779
Energy sources	11,397,964	12,467,449	899,120	7,056,725	6,935,566	121,159	2%	12,467,449
Water management	3,986,415	4,390,403	405,610	2,421,324	2,482,476	(61,151)	-2%	4,390,403
Waste water management	1,047,955	1,438,917	116,240	687,762	696,074	(8,312)	-1%	1,438,917
Waste management	1,558,850	1,535,010	159,686	963,436	870,698	92,738	11%	1,535,010
<i>Other</i>	220,266	240,244	16,879	114,455	140,142	(25,687)	-18%	240,244
Total Revenue - Functional	32,406,502	34,736,942	2,416,727	19,759,958	20,118,694	(358,736)	-2%	34,736,942
Expenditure - Functional								
<i>Governance and administration</i>	8,137,101	7,564,013	596,713	3,519,128	4,366,413	(847,285)	-19%	7,564,013
Executive and council	1,402,031	1,309,236	77,617	570,279	771,106,712.80	(200,828)	-26%	1,309,236
Finance and administration	6,535,758	5,918,414	511,010	2,818,558	3,396,407	(577,849)	-17%	5,918,414
Internal audit	199,312	336,364	8,085	130,291	198,899	(68,608)	-34%	336,364
<i>Community and public safety</i>	4,080,186	4,786,871	389,099	2,504,727	2,934,447	(429,720)	-15%	4,786,871
Community and social services	265,825	292,803	21,397	151,994	178,451	(26,457)	-15%	292,803
Sport and recreation	355,842	531,377	35,800	261,784	318,307	(56,524)	-18%	531,377
Public safety	2,312,930	2,727,743	215,065	1,426,345	1,637,396	(211,051)	-13%	2,727,743
Housing	561,138	538,580	63,858	311,029	347,755	(36,727)	-11%	538,580
Health	584,451	696,368	52,980	353,575	452,538	(98,963)	-22%	696,368
<i>Economic and environmental services</i>	3,013,691	3,295,451	217,046	1,647,895	2,096,146	(448,252)	-21%	3,295,451
Planning and development	907,294	1,041,266	87,625	564,156	680,364	(116,208)	-17%	1,041,266
Road transport	1,961,035	2,083,063	118,211	1,003,177	1,305,785	(302,608)	-23%	2,083,063
Environmental protection	145,362	171,122	11,211	80,562	109,998	(29,435)	-27%	171,122
<i>Trading services</i>	14,563,778	16,588,898	1,181,651	9,947,383	10,445,191	(497,808)	-5%	16,588,898
Energy sources	10,054,518	10,963,043	742,394	6,935,691	6,954,536	(18,845)	0%	10,963,043
Water management	2,343,615	3,567,984	307,547	2,093,158	2,212,961	(119,803)	-5%	3,567,984
Waste water management	789,619	829,563	55,059	352,861	552,319	(199,458)	-36%	829,563
Waste management	1,376,027	1,228,310	76,651	565,674	725,376	(159,702)	-22%	1,228,310
<i>Other</i>	173,268	182,277	12,437	80,046	110,212	(30,166)	-27%	182,277
Total Expenditure - Functional	29,968,024	32,417,512	2,396,947	17,699,178	19,952,409	(2,253,231)	-11%	32,417,512
Surplus/ (Deficit) for the year	2,438,477	2,319,430	19,779	2,060,780	166,284	1,894,496		2,319,430

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

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

TSH City Of Tshwane - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M07 January

Vote Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue by Vote								
Vote 1 - Community & Social Development Services Department	102,327	78,318	514	41,326	46,697	(5,371)	-12%	78,318
Vote 2 - Economic Development & Spatial Planning Department	256,570	454,700	36,019	241,405	304,023	(62,618)	-21%	454,700
Vote 3 - Emergency Services Department	110,810	118,785	1,476	50,675	111,847	(61,173)	-55%	118,785
Vote 4 - Environment & Agriculture Management Department	1,588,361	1,553,665	162,618	971,637	881,580	90,057	10%	1,553,665
Vote 5 - Group Audit & Risk Department	47,785	44,175	1	18,724	25,769	(7,045)	-27%	44,175
Vote 6 - Group Financial Services Department	11,052,852	11,247,966	730,772	7,210,821	6,734,994	475,827	7%	11,247,966
Vote 7 - Group Property Management Department	68,252	97,257	387	36,168	56,733	(20,566)	-36%	97,257
Vote 8 - Health Department	59,823	63,435	13	48,679	63,239	(14,560)	-23%	63,435
Vote 9 - Human Settlement Department	1,038,735	1,015,196	877	413,469	714,108	(300,639)	-42%	1,015,196
Vote 10 - Tshwane Metro Police Department	233,485	370,549	25,321	175,674	188,118	(12,444)	-7%	370,549
Vote 11 - Regional Operations & Coordination Department	71,213	64,723	2,191	27,663	38,058	(10,394)	-27%	64,723
Vote 12 - Roads & Transport Department	1,314,500	1,299,191	35,301	365,038	819,496	(454,458)	-55%	1,299,191
Vote 13 - Shared Services Department	5,913	1,126	1	8	657	(649)	-99%	1,126
Vote 14 - Utility Services Department	16,420,927	18,289,822	1,419,093	10,148,650	10,110,063	38,587	0%	18,289,822
Vote 15 - Other Departments	34,948	38,034	2,142	10,021	23,312	(13,290)	-57%	38,034
Total Revenue by Vote	32,406,502	34,736,942	2,416,727	19,759,958	20,118,694	(358,736)	-2%	34,736,942
Expenditure by Vote								
Vote 1 - Community & Social Development Services Department	342,903	441,131	31,651	261,139	275,975	(14,836)	-5%	441,131
Vote 2 - Economic Development & Spatial Planning Department	484,158	578,162	56,806	330,153	393,989	(63,836)	-16%	578,162
Vote 3 - Emergency Services Department	640,597	741,129	56,195	393,293	447,334	(54,040)	-12%	741,129
Vote 4 - Environment & Agriculture Management Department	1,627,728	1,503,552	99,188	709,100	899,949	(190,849)	-21%	1,503,552
Vote 5 - Group Audit & Risk Department	225,211	357,827	9,855	142,142	212,126	(69,984)	-33%	357,827
Vote 6 - Group Financial Services Department	3,746,709	2,897,921	317,729	1,414,519	1,599,046	(184,527)	-12%	2,897,921
Vote 7 - Group Property Management Department	684,948	656,980	51,386	362,193	392,947	(30,754)	-8%	656,980
Vote 8 - Health Department	375,545	425,104	29,406	192,584	274,951	(82,367)	-30%	425,104
Vote 9 - Human Settlement Department	388,557	330,173	22,892	182,532	214,949	(32,417)	-15%	330,173
Vote 10 - Tshwane Metro Police Department	2,240,070	2,580,441	205,652	1,363,431	1,547,090	(183,659)	-12%	2,580,441
Vote 11 - Regional Operations & Coordination Department	2,683,742	3,138,517	254,996	1,545,456	1,908,066	(362,610)	-19%	3,138,517
Vote 12 - Roads & Transport Department	1,551,678	1,499,742	83,456	737,387	951,396	(214,009)	-22%	1,499,742
Vote 13 - Shared Services Department	1,430,553	1,548,491	77,876	645,451	915,314	(269,863)	-29%	1,548,491
Vote 14 - Utility Services Department	12,023,315	14,087,556	995,948	8,704,002	8,940,382	(236,380)	-3%	14,087,556
Vote 15 - Other Departments	1,522,310	1,630,786	103,910	715,795	978,896	(263,100)	-27%	1,630,786
Total Expenditure by Vote	29,968,024	32,417,512	2,396,947	17,699,178	19,952,409	(2,253,231)	-11%	32,417,512
Surplus/ (Deficit) for the year	2,438,477	2,319,430	19,779	2,060,780	166,284	1,894,496		2,319,430

(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) - M07 January								
Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue By Source								
Property rates	6,761,347	6,980,636	669,774	4,044,219	3,941,092	103,127	3%	6,980,636
Service charges - electricity revenue	11,265,288	11,946,456	867,806	6,859,911	6,668,643	191,268	3%	11,946,456
Service charges - water revenue	3,221,623	4,283,959	375,904	2,194,333	2,220,402	(26,069)	-1%	4,283,959
Service charges - sanitation revenue	952,050	1,063,982	109,191	634,989	616,463	18,526	3%	1,063,982
Service charges - refuse revenue	1,482,086	1,494,163	159,618	962,624	846,870	115,753	14%	1,494,163
Service charges - other	—	—	—	—	—	—	—	—
Rental of facilities and equipment	143,100	152,593	3,336	61,964	106,206	(44,242)	-42%	152,593
Interest earned - external investments	210,976	133,342	11,562	112,965	60,587	52,377	86%	133,342
Interest earned - outstanding debtors	731,938	575,401	93,882	533,318	327,819	205,499	63%	575,401
Dividends received	—	—	—	—	—	—	—	—
Fines, penalties and forfeits	228,148	368,755	24,552	172,230	187,011	(14,781)	-8%	368,755
Licences and permits	52,325	59,551	2,858	25,225	33,914	(8,690)	-26%	59,551
Agency services	—	6,980	—	—	—	—	—	6,980
Transfers and subsidies	4,362,302	4,440,081	16,616	3,120,065	2,996,622	123,443	4%	4,440,081
Other revenue	885,245	1,023,065	54,706	402,533	588,808	(186,274)	-32%	1,023,065
Gains on disposal of PPE	4,809	1,242	—	—	—	—	—	1,242
Total Revenue (excluding capital transfers and contributions)	30,301,235	32,530,207	2,389,803	19,124,376	18,594,438	529,938	3%	32,530,207
Expenditure By Type								
Employee related costs	8,161,872	9,602,946	742,423	5,101,839	5,800,504	(698,665)	-12%	9,602,946
Remuneration of councillors	123,786	132,797	10,304	71,493	77,465	(5,972)	-8%	132,797
Debt impairment	1,713,978	1,514,427	126,202	883,500	883,500	(0)	0%	1,514,427
Depreciation & asset impairment	2,043,701	1,957,156	122,322	856,729	1,141,675	(284,946)	-25%	1,957,156
Finance charges	1,686,623	1,390,948	213,018	657,539	719,180	(61,642)	-9%	1,390,948
Bulk purchases	9,723,858	10,727,870	747,404	6,783,414	6,781,351	2,063	0%	10,727,870
Other materials	499,788	765,218	65,352	336,432	545,004	(208,572)	-38%	765,218
Contracted services	3,040,943	3,320,884	209,317	1,396,446	2,106,858	(710,412)	-34%	3,320,884
Transfers and subsidies	44,526	52,495	16,022	56,328	83,196	(26,868)	-32%	52,495
Other expenditure	2,841,280	2,952,234	144,583	1,552,682	1,813,364	(260,681)	-14%	2,952,234
Loss on disposal of PPE	84,749	1	—	—	1	(1)	-100%	1
Total Expenditure	29,965,104	32,416,977	2,396,947	17,696,402	19,952,097	(2,255,695)	-11%	32,416,977
Surplus/(Deficit)								
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,104,326	2,198,735	26,923	635,582	1,519,277	(883,696)	-58%	2,198,735
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	940	8,000	—	—	4,978	(4,978)	-100%	8,000
Transfers and subsidies - capital (in-kind - all)	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	2,441,398	2,319,965	19,779	2,063,555	166,596			2,319,965
Taxation	2,920	535	—	2,776	312	2,464		535
Surplus/(Deficit) after taxation	2,438,477	2,319,430	19,779	2,060,780	166,284			2,319,430
Attributable to minorities	—	—	—	—	—			—
Surplus/(Deficit) attributable to municipality	2,438,477	2,319,430	19,779	2,060,780	166,284			2,319,430
Share of surplus/ (deficit) of associate	—	—	—	—	—			—
Surplus/ (Deficit) for the year	2,438,477	2,319,430	19,779	2,060,780	166,284			2,319,430

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 - M07 January)								
Vote Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Multi-Year expenditure appropriation								
Vote 1 - Community & Social Development Services Department	76,628	97,730	493	17,875	70,652	(52,777)	-75%	97,730
Vote 2 - Economic Development & Spatial Planning Department	14,203	113,492	—	12,274	37,734	(25,459)	-67%	113,492
Vote 3 - Emergency Services Department	9,940	20,700	1,311	4,445	5,948	(1,503)	-25%	20,700
Vote 4 - Environment & Agriculture Management Department	27,005	51,500	—	6,393	10,700	(4,307)	-40%	51,500
Vote 5 - Group Audit & Risk Department	9,047	40,150	199	391	8,406	(8,015)	-95%	40,150
Vote 6 - Group Financial Services Department	14,397	81,500	—	1,827	46,000	(44,173)	-96%	81,500
Vote 7 - Group Property Management Department	—	5,200	—	—	—	—	—	5,200
Vote 8 - Health Department	15,200	32,000	1,925	22,146	32,000	(9,854)	-31%	32,000
Vote 9 - Human Settlement Department	900,800	937,758	—	309,888	429,756	(119,868)	-28%	937,758
Vote 10 - Tshwane Metro Police Department	12,996	11,500	—	—	12,742	(12,742)	-100%	11,500
Vote 11 - Regional Operations & Coordination Department	2,448	4,200	—	—	1,200	(1,200)	-100%	4,200
Vote 12 - Roads & Transport Department	893,286	994,160	3,791	188,042	397,919	(209,878)	-53%	994,160
Vote 13 - Shared Services Department	87,409	115,000	1,765	6,367	49,000	(42,633)	-87%	115,000
Vote 14 - Utility Services Department	915,844	1,457,769	27,375	358,076	786,625	(428,548)	-54%	1,457,769
Vote 15 - Other Departments	38,776	54,705	917	2,443	17,450	(15,007)	-86%	54,705
Total Capital Multi-year expenditure	3,017,979	4,017,365	37,778	930,169	1,906,132	(975,964)	-51%	4,017,365
Single Year expenditure appropriation								
Vote 1 - Community & Social Development Services Department	8,823	300	—	28	180	(152)	-85%	300
Vote 2 - Economic Development & Spatial Planning Department	393	350	—	—	4,350	(4,350)	-100%	350
Vote 3 - Emergency Services Department	347	—	—	169	200	(31)	-15%	—
Vote 4 - Environment & Agriculture Management Department	—	—	—	—	—	—	—	—
Vote 5 - Group Audit & Risk Department	—	—	—	—	—	—	—	—
Vote 6 - Group Financial Services Department	11,265	5,000	—	—	2,750	(2,750)	-100%	5,000
Vote 7 - Group Property Management Department	—	—	—	—	—	—	—	—
Vote 8 - Health Department	1,084	—	—	—	—	—	—	—
Vote 9 - Human Settlement Department	—	—	—	—	—	—	—	—
Vote 10 - Tshwane Metro Police Department	—	—	—	—	—	—	—	—
Vote 11 - Regional Operations & Coordination Department	1,601	—	86	437	600	(163)	-27%	—
Vote 12 - Roads & Transport Department	—	—	—	—	—	—	—	—
Vote 13 - Shared Services Department	—	—	—	—	—	—	—	—
Vote 14 - Utility Services Department	5,075	—	—	5	500	(495)	—	—
Vote 15 - Other Departments	589	—	60	76	300	(224)	-75%	—
Total Capital single-year expenditure	29,177	5,650	146	716	8,880	(8,164)	-51%	5,650
Total Capital Expenditure	3,047,156	4,023,015	37,924	930,884	1,915,012	(984,128)	-51%	4,023,015
Capital Expenditure - Functional Classification								
Governance and administration	147,132	377,761	2,222	10,669	131,031	(120,362)	-92%	377,761
Executive and council	1,975	101,761	86	437	650	(213)	-33%	101,761
Finance and administration	—	236,000	—	—	—	—	—	236,000
Internal audit	145,157	40,000	2,136	10,232	130,381	(120,149)	-92%	40,000
Community and public safety	517,845	1,030,613	3,729	215,788	293,838	(78,051)	-27%	1,030,613
Community and social services	11,649	15,250	493	3,915	10,080	(6,165)	-61%	15,250
Sport and recreation	7,815	64,500	—	—	25,922	(25,922)	-100%	64,500
Public safety	23,185	18,000	1,311	4,516	17,548	(13,032)	-74%	18,000
Housing	397,987	900,863	—	167,828	177,558	(9,730)	-5%	900,863
Health	77,209	32,000	1,925	39,528	62,730	(23,202)	-72%	32,000
Economic and environmental services	890,215	1,012,823	3,922	183,553	363,042	(179,489)	-49%	1,012,823
Planning and development	34,044	9,000	806	1,030	17,330	(16,300)	-94%	9,000
Road transport	848,667	1,000,573	3,116	182,523	345,212	(162,689)	-47%	1,000,573
Environmental protection	7,503	3,250	—	—	500	(500)	-100%	3,250
Trading services	1,465,091	1,490,269	28,051	520,649	1,111,631	(590,982)	-53%	1,490,269
Energy sources	496,646	983,154	6,531	197,618	497,795	(300,177)	-60%	983,154
Water management	542,253	327,901	20,555	200,891	340,071	(139,180)	-41%	327,901
Waste water management	411,622	167,215	964	119,141	267,465	(148,325)	-55%	167,215
Waste management	14,569	12,000	—	2,999	6,300	(3,301)	-52%	12,000
Other	26,873	111,548	—	226	15,469	(15,243)	-99%	111,548
Total Capital Expenditure - Functional Classification	3,047,156	4,023,015	37,924	930,884	1,915,012	(984,128)	-51%	4,023,015
Funded by:								
National Government	2,042,359	2,161,967	22,290	648,010	994,822	(346,812)	-35%	2,161,967
Provincial Government	61,967	40,730	493	17,875	36,730	(18,855)	-51%	40,730
District Municipality	—	—	—	—	—	—	—	—
Other transfers and grants	—	8,000	—	—	—	—	—	8,000
Transfers recognised - capital	2,104,326	2,210,697	22,784	665,885	1,031,552	(365,667)	-35%	2,210,697
Public contributions & donations	62,097	150,000	1,845	41,135	70,470	(29,335)	-42%	150,000
Borrowing	700,248	1,500,000	11,568	189,782	731,612	(541,830)	-74%	1,500,000
Internally generated funds	180,484	162,318	1,727	34,082	81,377	(47,296)	-58%	162,318
Total Capital Funding	3,047,156	4,023,015	37,924	930,884	1,915,012	(984,128)	-51%	4,023,015

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

TSH City Of Tshwane - Table C6 Consolidated Monthly Budget Statement - Financial Position - M07 January				
Description	2017/18	Budget Year 2018/19		
	Audited Outcome	Original Budget	YearTD actual	Full Year Forecast
R thousands				
<u>ASSETS</u>				
Current assets				
Cash	562,496	552,702	101,517	552,702
Call investment deposits	2,825,342	2,426,063	3,931,860	2,426,063
Consumer debtors	4,117,379	5,812,010	4,091,826	5,812,010
Other debtors	1,414,393	1,499,741	1,345,156	1,499,741
Current portion of long-term receivables	132,772	103,342	132,772	103,342
Inventory	635,565	837,755	664,779	837,755
Total current assets	9,687,947	11,231,612	10,267,910	11,231,612
Non current assets				
Long-term receivables	41,039	27,565	(12,656)	27,565
Investments	260,151	742,047	340,897	742,047
Investment property	828,889	917,748	828,889	917,748
Property, plant and equipment	36,258,780	40,755,539	36,192,424	40,755,539
Intangible	390,138	387,293	390,085	387,293
Other non-current assets	4,085,068	–	4,085,008	–
Total non current assets	41,864,065	42,830,192	41,824,647	42,830,192
TOTAL ASSETS	51,552,012	54,061,805	52,092,557	54,061,805
<u>LIABILITIES</u>				
Current liabilities				
Bank overdraft	–	–	–	–
Borrowing	715,376	1,559,731	1,126,181	1,559,731
Consumer deposits	516,054	427,964	541,981	427,964
Trade and other payables	10,592,549	9,258,896	8,978,234	9,258,896
Provisions	–	–	307,179	–
Total current liabilities	11,823,979	11,246,591	10,953,576	11,246,591
Non current liabilities				
Borrowing	13,667,137	11,369,708	10,259,054	11,369,708
Provisions	943,935	3,620,495	3,873,185	3,620,495
Total non current liabilities	14,611,071	14,990,203	14,132,239	14,990,203
TOTAL LIABILITIES	26,435,051	26,236,794	25,085,815	26,236,794
NET ASSETS	25,116,961	27,825,011	27,006,741	27,825,011
<u>COMMUNITY WEALTH/EQUITY</u>				
Accumulated Surplus/(Deficit)	22,654,627	27,566,318	26,767,352	27,566,318
Reserves	2,462,334	258,693	239,390	258,693
TOTAL COMMUNITY WEALTH/EQUITY	25,116,961	27,825,011	27,006,741	27,825,011

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

TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M07 January								
Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Property rates	6,761,347	6,491,991	669,774	4,044,219	3,687,941	356,278	10%	6,491,991
Service charges	15,615,125	17,991,221	834,276	9,973,614	9,942,283	31,331	0%	17,991,221
Other revenue	2,296,579	1,500,318	547,904	2,162,005	1,026,784	1,135,222	111%	1,500,318
Government- operating	4,320,824	4,440,081	46,472	3,241,975	3,316,907	(74,932)	-2%	4,440,081
Government- capital	2,368,845	2,206,735	158,576	1,417,959	1,431,783	(13,824)	-1%	2,206,735
Interest	205,582	133,342	11,511	112,863	381,946	(269,083)	-70%	133,342
Dividends								
Payments								
Suppliers and employees	(24,164,376)	(27,158,654)	(1,558,387)	(17,881,719)	(17,842,747)	38,971	0%	(27,158,654)
Finance charges	(1,696,563)	(1,390,948)	(213,018)	(657,467)	(709,680)	(52,213)	7%	(1,390,948)
Transfers and Grants	-	(52,495)	-	-	(30,448)	(30,448)	100%	(52,495)
NET CASH FROM/(USED) OPERATING ACTIVITIES	5,707,364	4,161,591	497,108	2,413,450	1,204,768	(1,208,682)	-100%	4,161,591
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	3,117	1,242	-	-	5,496	(5,496)	-100%	1,242
Decrease (increase) other non-current receivables	(46,606)	(269)	26,132	52,620	(157)	52,777	-33615%	(269)
Decrease (increase) in non-current investments	565,398	19,751	-	-	8,230	(8,230)		19,751
Payments								
Capital assets	(3,934,589)	(3,981,975)	(24,473)	(926,028)	(2,754,231)	(1,828,203)	66%	(3,981,975)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(3,412,680)	(3,961,251)	1,660	(873,408)	(2,740,663)	(1,867,255)	68%	(3,961,251)
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Borrowing long term/refinancing	-	1,500,000	-	-	1,034,866	(1,034,866)	-100%	1,500,000
Increase (decrease) in consumer deposits	(386,818)	8,391	-	-	3,496	(3,496)	-100%	8,391
Payments								
Repayment of borrowing	(596,715)	(1,062,774)	(50,000)	(477,529)	(619,951)	(142,423)	23%	(1,062,774)
NET CASH FROM/(USED) FINANCING ACTIVITIES	(983,533)	445,617	(50,000)	(477,529)	418,411	895,939	214%	445,617
NET INCREASE/ (DECREASE) IN CASH HELD	1,311,151	645,958	448,768	1,062,513	(1,117,484)			645,958
Cash/cash equivalents at beginning:	1,081,562	2,332,806		2,312,446	2,332,806			2,332,806
Cash/cash equivalents at month/year end:	2,392,713	2,978,764		3,374,958	1,215,322			2,978,764

PART 2: SUPPORTING DOCUMENTATION

(a) Table SC1: Material variance explanations

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M07 January			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands			
Revenue By Source			
Property rates	103,127	Due to new properties that were registered after 1 July 2018 and supplementary valuation.	None
Service charges - electricity revenue	191,268	The demand for electricity increased above the projection.	None
Service charges - water revenue	(26,069)	Service charges: Water (R26 million unfavourable) and sanitation (R18 million favourable): The budget for water is based on statistical trends and is demand-driven. Estimating accounts instead of capturing actual readings contributes to the under-recovery.	None
Service charges - sanitation revenue	18,526	Revenue dependant on water sales.	None
Service charges - refuse revenue	115,753	Mainly on solid waste removal and landfill sites; actual income received was higher than the projected figures.	
Service charges - other	-		
Rental of facilities and equipment	(44,242)	Due to expiry of leases for rental: business. The lease for rental of business facilities has expired. A lease renewal report is awaiting approval to regulate the expired agreements.	Regular follow-ups
Interest earned - external investments	52,377	Interest was higher due to positive cash and investment.	
Interest earned - outstanding debtors	205,499	As a result of an increase in outstanding debtors.	None
Dividends received	-		
Fines, penalties and forfeits	(14,781)	Under-recovery is mainly on AARTO revenue.	None
Licences and permits	(8,690)	Due to under-recovery, mainly on driver's licences.	None
Agency services	-		
Transfers and subsidies	123,443	Mainly due to the transfer of the equitable share.	None
Other revenue	(186,274)	Mainly due to under recovery on Reminder Fees, Vat Correction, Township Development contributions on rezoning, Sundry fees and Transport fees.	None
Gains on disposal of PPE	-		
Expenditure By Type			
Employee related costs	(698,665)	Mainly on salaries, service bonuses, provision for leave payments, pension and provident funds due to vacant positions.	None
Remuneration of councillors	(5,972)	Non alignment of projections.	
Debt impairment	(0)		
Depreciation & asset impairment	(284,946)	The calculation is aligned with the asset verification and purification process.	None
Finance charges	(61,642)	Mainly on the interest on long-term loans. Interests ceded to the redemption fund are managed by the external fund managers; interest is paid only when it is due.	None
Bulk purchases	2,063		
Other materials	(208,572)	Underspending mainly on pump station, lights, equipment, electricity reticulation, water, connections and vehicles.	None
Contracted services	(710,412)	Underspending mainly on Watchman Services, Households refuse removal, maintenance roads, grounds, buildings and waste water purification.	None
Transfers and subsidies	(26,868)	Due to underspending on gratuities and payment to municipal entities.	None
Other expenditure	(260,681)	Due to underspending mainly on leased Vehicles, WiFi and Bulk Water Purchase	None
Loss on disposal of PPE	(1)	Own, Telecommunication and Printing.	

Table SC1: Material variance explanations (continued)

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M07 January			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands			
Capital Expenditure			
Vote 1 - Community & Social Development Services Department	(52,777)	Mainly on Upgrading of Caledonian Stadium, project on hold due to outstanding legal matters.	Legal matters resolved and relevant report approved by Council. Tender to be advertised.
Vote 2 - Economic Development & Spatial Planning Department	(25,459)	Business Process Outsourcing (BPO) Park Construction - Indefinite projects delays, legalities and principle contractor issues.	Legalities and principle contractor issues.
Vote 3 - Emergency Services Department	(1,503)	Renovation & Upgrading of Facilities - Tender HHS 01-2015/16 (EMSD01) was not approved by the Bid Adjudications Committee during November 2018.	The Emergency Services compiled specifications and submitted the draft quote advertising request with specifications for approval.
Vote 4 - Environment & Agriculture Management Department	(4,307)	Development of waste transfer stations - The project was reprioritised and the allocation of R400 000 for the designs and drawings was made.	To fast track the appointment of the engineers for the designs and drawings by SCM.
Vote 5 - Group Audit & Risk Department	(8,015)	Insurance Replacements (CTMM Contribution) - Departments are responsible for the Procurement process after WBS numbers are created and approval letter sent to Department	Approval Letters submitted to Departments. Follow-ups sent to Departments urging them to procure.
Vote 6 - Group Financial Services Department	(44,173)	BPC and SCOAA project is the main contributor. The project could not be executed as planned in this financial year due to the review of the mSCOA project where the implementation date was re-determined to 2021.	The project has been stopped and funds will be transferred to other projects during the adjustments budget
Vote 7 - Group Property Management Department	-	None	None
Vote 8 - Health Department	(9,854)	Replacement of Rayton Clinic - Contractor behind schedule.	R2,7 million to be transferred with the Adjustment Budget
Vote 9 - Human Settlement Department	(119,868)	Water provision - Winterveldt - The project has been experiencing contractual issues between the contractor and sub-contractors.	The contractor indicated that the issues have been resolved and that he will continue with works on site.
Vote 10 - Tshwane Metro Police Department	(12,742)	Policing Equipment - Reprioritised procurement list for 2018/19 was only approved on 25 September 2018. This resulted in all processes on procurement to be re-adjusted to include new priorities which severely impacted on planned milestones relating to the procurement process.	Planned timelines adjusted. All procurement processes is fast tracked.
Vote 11 - Regional Operations & Coordination Department	(1,200)	Jo Jo-Tanks 15/16 FY - Replaced Booysens Ext 4 with Nellmapius Ext 22 for installation of communal stand pipes because Human Settlement Department already appointed a contractor for bulk & internal reticulation of Booysens Ext 4.	Project budget moved to Utility Services during adjustment budget process.
Vote 12 - Roads & Transport Department	(209,878)	Menlyn Taxi Interchange - Delay in approval of task order let to under-expenditure of the project on professional fees.	Normal Supply Chain Management processes are being followed to appoint the design consultant.
Vote 13 - Shared Services Department	(42,633)	Implementation of Storage Area Network - Equipment ordered for R6,8 million through SITA contract.	Delivery and processing of invoices.
Vote 14 - Utility Services Department	(428,548)	Substation Refurbishment to address electricity losses (Electricity Distribution Loss) - Unavailability of materials at the store. The contract for the repair of sub-stations was awarded for R90 million.	Engagement with SCM to speed up the process of creating PO's
Vote 15 - Other Departments	(15,007)	Mamelodi East Walkways - CAP Limit on Roads tender HHS 01-2014/15 (TIDC 007). Roads project stopped by business forum.	New appointment letter received end January 2019.
Financial Position			
current assets	(963,703)	Decrease in Consumer Debtors.	
non current assets	(1,005,545)	Decrease in PPE.	
current liabilities	(293,015)	Decrease in Trade and Other Payables.	
non current liabilities	(857,964)	Borrowings expected in the last quarter.	
Cash Flow			
Transfer receipts - capital	(272,573)	underspending on capital grants.	
Contributions & Contributed assets	(978)	No actual for the period.	
Proceeds on disposal of PPE	(104)	No actual for the period.	
Short term loans	-		
Borrowing long term/refinancing	(295,457)	Borrowings expected in the last quarter.	
Increase in consumer deposits	(699)	No actual for the period	
Receipt of non-current debtors	-		
Receipt of non-current receivables	22	No actual for the period	
Change in non-current investments	(1,646)	No actual for the period	
Capital assets	(751,187)	Underspending on the capital budget.	
Repayment of borrowing	-		
Measureable performance			
Municipal Entities			
Revenue By Municipal Entity			
Housing Company Tshwane	(2,846)	Subsidy for the third quarter still to be claimed.	
Tshwane Economic Development Agency	5,180	Transfers and subsidies received.	None
Expenditure By Municipal Entity			
Housing Company Tshwane	(14,168)	The procurement of the contractor for cleaning and security services has been put on hold at Danville, Claremont, Oosmont, Silverkroon and Capital Park as per the board resolution.	This has been adjusted during the adjustment budget process.
Tshwane Economic Development Agency	(4,818)	Underspending mainly on Other Material and Other Expenditure groups.	Expenditure expected to increase in the third quarter.
Capital Expenditure By Municipal Entity			
Housing Company Tshwane	(387)	No other assets were bought since the entity has not yet acquired new office space.	Furniture and Office equipment not bought due to vacant positions. The expenditure will increase when the vacant positions are filled.
Tshwane Economic Development Agency	(110)	Capital spending expenditure expected to increase in the third quarter.	Procurement plan to be followed up

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

TSH City Of Tshwane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M07 January					
Description of financial indicator	Basis of calculation	2017/18	Budget Year 2018/19		
		Audited Outcome	Original Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>					
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	7.6%	7.6%	6.4%	7.6%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	79.5%	90.2%	84.8%	90.2%
<u>Safety of Capital</u>					
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	99.4%	79.7%	75.4%	79.7%
<u>Liquidity</u>					
Current Ratio	Current assets/current liabilities	81.9%	99.9%	93.7%	99.9%
Liquidity Ratio	Monetary Assets/Current Liabilities	28.7%	26.5%	36.8%	26.5%
<u>Revenue Management</u>					
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing	91.7%	92.9%	92.0%	92.9%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	18.8%	22.9%	7.3%	22.9%
<u>Creditors Management</u>					
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	100.0%	100.0%	100.0%	100.0%
<u>Funding of Provisions</u>					
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions				
<u>Other Indicators</u>					
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	20.3%	18.0%	21.0%	18.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	27.9%	22.0%	31.9%	22.0%
Employee costs	Employee costs/Total Revenue - capital revenue	26.9%	29.5%	26.7%	29.5%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	3.5%	5.0%	3.0%	5.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue	12.3%	10.3%	7.9%	4.7%
<u>IDP regulation financial viability indicators</u>					
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	20.4	20.9	14.1	20.9
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	23.9%	28.6%	22.1%	28.6%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	1.86	1.20	2.27	1.20

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

TSH City Of Tshwane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January												
Description	NT Code	Budget Year 2018/19										Actual Bad Debts Written Off against Debtors
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1200	427,221	63,800	108,677	44,843	94,389	92,544	359,695	1,688,134	2,879,304	2,279,605	1,320
Trade and Other Receivables from Exchange Transactions - Electricity	1300	316,267	31,036	38,837	18,671	32,917	32,433	117,507	742,844	1,330,512	944,373	527
Receivables from Non-exchange Transactions - Property Rates	1400	608,778	86,311	86,447	73,984	69,631	91,202	269,252	1,473,154	2,758,759	1,977,223	454
Receivables from Exchange Transactions - Waste Water Management	1500	107,633	14,145	23,531	9,976	18,994	18,298	71,335	259,710	523,622	378,312	352
Receivables from Exchange Transactions - Waste Management	1600	149,794	23,211	31,052	17,488	24,899	27,323	118,451	553,564	945,781	741,725	650
Receivables from Exchange Transactions - Property Rental Debtors	1700	11,198	2,428	2,187	1,458	1,047	264,848	158	57,018	340,342	324,529	-
Interest on Arrear Debtor Accounts	1810	228,556	58,975	98,102	44,413	79,615	124,992	324,063	1,896,730	2,855,447	2,469,813	660
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-
Other	1900	179,010	553	27,221	5,089	28,965	49,806	176,057	1,269,401	1,736,104	1,529,319	1,325
Total By Income Source	2000	2,028,458	280,459	416,056	215,923	350,457	701,446	1,436,519	7,940,555	13,369,872	10,644,900	5,288
2017/18 - totals only		1,723,403	392,263	287,724	231,181	277,391	532,785	1,147,683	6,443,119	11,035,550	8,632,160	4,674
Debtors Age Analysis By Customer Group												
Organs of State	2200	65,551	16,478	20,005	11,292	15,692	15,065	27,815	47,771	219,668	117,634	-
Commercial	2300	728,479	87,193	90,788	67,512	81,111	217,301	352,961	1,611,970	3,237,314	2,330,855	-
Households	2400	1,091,554	178,440	289,385	130,537	237,597	296,152	1,025,498	5,584,536	8,833,699	7,274,320	4,034
Other	2500	142,874	(1,652)	15,878	6,582	16,057	172,928	30,245	696,279	1,079,190	922,091	1,254
Total By Customer Group	2600	2,028,458	280,459	416,056	215,923	350,457	701,446	1,436,519	7,940,555	13,369,872	10,644,900	5,288

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

TSH City Of Tshwane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January											
Description	NT Code	Budget Year 2018/19									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	595,293								595,293	551,153
Bulk Water	0200	266,522								266,522	206,242
PAYE deductions	0300	125,859								125,859	117,335
VAT (output less input)	0400	(101,206)								(101,206)	(39,226)
Pensions / Retirement deductions	0500	119,956								119,956	111,345
Loan repayments	0600	50,000								50,000	62,340
Trade Creditors	0700	476,644								476,644	2,119,001
Auditor General	0800	6,690								6,690	-
Other	0900	2,805,988								2,805,988	1,063,063
Total By Customer Type	1000	4,345,745	-	-	-	-	-	-	-	4,345,745	4,191,254

(e) Table SC5: Monthly budget statement – investment portfolio**TSH City Of Tshwane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M07 January**

Investments by maturity Name of institution & investment ID	Ref	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
R thousands		Yrs/Months							
<u>Municipality</u>									
Call Investment deposits < 90 days									
Knysna Stocks	24	15y	Stock	31.12.2018	0	-100.0%	711	(711)	0
Sanlam	26	14y	Insurance polic	07.12.2015	-	3.0%	-	-	-
Sanlam	27	14y	Insurance polic	01.01.2016	-	3.0%	-	-	-
Capital Allianze	28	8y	Insurance polic	On selling date	1	2.0%	622	(623)	0
Capital Allianze	29	9y	Insurance polic	On selling date	5	3.0%	1,969	(1,974)	-
ABSA	32	On Call	Money Market	On call	195	7.3%	31,602	-	31,797
ABSA	33	On Call	Money Market	On call	68	7.3%	11,074	-	11,143
ABSA	34	On Call	Money Market	On call	51	7.3%	8,295	-	8,346
ABSA	35	On Call	Money Market	On call	1	7.3%	183	-	184
Investec Bank	37	On Call	Money Market	On call	171	7.3%	27,752	-	27,923
Investec Bank	38	On Call	Money Market	On call	55	7.3%	8,871	-	8,925
Investec Bank	39	On Call	Money Market	On call	7	7.3%	1,188	-	1,196
Standard Bank	40	On Call	Money Market	On call	667	7.8%	100,631	-	101,298
Standard Bank	41	On Call	Money Market	On call	21	7.8%	3,124	-	3,144
Investec Bank	108	On Call	Money Market	On call	185	6.8%	31,962	-	32,147
RMB	237	On Call	Money Market	31.10.2011	-	0.0%	-	-	-
STANLIB	106	On Call	Money Market	On call	-	0.4%	252	1	253
ABSA	338	On Call	Short Term	On call	-	6.7%	380	795,174	795,555
Nedbank	341	On Call	Short Term	On call	-	6.7%	-	60,000	60,000
Standard Bank	340	On Call	Short Term	On call	-	6.6%	333,951	(298,908)	35,043
Standard Bank	243	On Call	Short Term	On call	-	0.0%	374	670,356	670,729
Nedbank	244	On Call	Short Term	On call	-	0.0%	252,008		252,008
ABSA	245	On Call	Short Term	On call	-	0.0%	301,809	711	302,520
Standard Bank		On Call	Sinking Fund	On call	-	0.0%	150,866	100,306	251,172
Nedbank	247	On Call	Short Term	On call	-	0.0%	503,142	610,554	1,113,697
ABSA	248	On Call	Short Term	On call	-	0.0%	-	150,460	150,460
Standard Bank	260	On Call	Short Term	On call	489	7.8%	73,830	-	74,319
Municipality sub-total					1,915		1,844,597	2,085,347	3,931,859
<u>Entities</u>									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				1,915		1,844,597	2,085,347	3,931,859

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

TSH City Of Tshwane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M07 January								
Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
RECEIPTS:								
Operating Transfers and Grants								
National Government:	3,906,015	4,235,856	46,472	3,143,682	3,143,682	-		4,235,856
Local Government Equitable Share	2,132,788	2,398,120		1,798,590	1,798,590	-		2,398,120
Fuel Levy	1,444,413	1,449,121		966,080	966,080	-		1,449,121
Finance Management Grant	2,650	2,650		2,650	2,650	-		2,650
Urban Settlement Development Grant	48,492	48,168		48,168	48,168	-		48,168
Expanded Public Works Programme Incentive (EPWP)	20,451	32,013		22,410	22,410	-		32,013
Public Transport Network Operations Grant	251,456	299,032	46,472	299,032	299,032	-		299,032
Integrated City Development Grant	5,764	6,752		6,752	6,752	-		6,752
Provincial Government:	391,190	173,225	-	98,293	173,225	(74,932)		173,225
Primary Health Care	46,541	49,837	-	34,886	49,837	(14,951)	-30.0%	49,837
Emergency Medical Services	95,993	102,135	-	40,854	102,135	(61,281)		102,135
HIV and Aids Grant	12,720	13,591	-	13,591	13,591	-		13,591
Housing Top Structure (HSDG)	184,112	-	-	-	-	-		-
Sports and Recreation : Community Libraries	7,620	7,662		8,962	7,662	1,300	17.0%	7,662
TRT Bus Operations Subsidy	44,204	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-		-
<i>[insert description]</i>						-		
Other grant providers:	1,467	31,000	-	-	-	-		31,000
DBSA	-	31,000	-	-	-	-		31,000
Tirelo Boshia Grant - Research and Development	1,467	-	-	-	-	-		-
Total Operating Transfers and Grants	4,298,673	4,440,081	46,472	3,241,975	3,316,907	(74,932)	-2.3%	4,440,081
Capital Transfers and Grants								
National Government:	2,299,370	2,161,967	158,576	1,385,975	1,389,475	(3,500)	-0.3%	2,161,967
Urban Settlement Development Grant	1,567,923	1,557,439	-	995,477	995,477	-		1,557,439
Public Transport Infrastructure & Systems Grant	648,783	509,162	155,576	307,112	307,112	-		509,162
Integrated National Electrification Programme	30,000	40,000		31,520	31,520	-		40,000
Neighbourhood Development Partnership Grant	20,000	7,105	-	3,605	7,105	(3,500)	-49.3%	7,105
Integrated City Development Grant	32,665	38,261	-	38,261	38,261	-		38,261
Energy Efficiency and Demand Side Management		10,000	3,000	10,000	10,000	-		10,000
Provincial Government:	62,482	36,768	-	30,854	36,768	(5,914)	-16.1%	36,768
Sport and Recreation: Community Libraries	3,142	6,038	-	6,038	6,038	-		6,038
Social Infrastructure Grant	59,340	30,730	-	24,816	30,730	(5,914)	-19.2%	30,730
HCT - SHRA	-	-	-	-	-	-		-
District Municipality:	-	-	-	-	-	-		-
<i>[insert description]</i>						-		
Other grant providers:	6,026	8,000	-	1,130	5,540	(4,410)		8,000
LG SETA Discretionary grant (93 applies over 3 years)	5,398	8,000	-	1,130	5,540	(4,410)		8,000
Smart Connect Grant	628	-	-	-	-	-		-
Total Capital Transfers and Grants	2,367,878	2,206,735	158,576	1,417,959	1,431,783	(13,824)	-1.0%	2,206,735
TOTAL RECEIPTS OF TRANSFERS & GRANTS	6,666,551	6,646,816	205,048	4,659,934	4,748,690	(88,756)	-1.9%	6,646,816

(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 - M07 January								
Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
EXPENDITURE								
Operating expenditure of Transfers and Grants								
National Government:	3,901,228	4,235,856	3,508	2,998,585	2,862,485	136,101	4.8%	4,235,856
Local Government Equitable Share	2,132,788	2,398,120	–	1,798,590	1,598,747	199,843	12.5%	2,398,120
Fuel Levy	1,444,413	1,449,121	–	966,080	966,081	(0)	0.0%	1,449,121
Finance Management Grant	2,650	2,650	263	2,110	2,650	(540)	-20.4%	2,650
Urban Settlement Development Grant	48,492	48,168	–	48,168	26,819	21,349	79.6%	48,168
Expanded Public Works Programme Incentive (EPWP)	20,451	32,013	–	22,410	22,410	–	–	32,013
Public Transport Network Operations Grant	246,670	299,032	2,799	157,861	239,026	(81,165)	-34.0%	299,032
Integrated City Development Grant	5,764	6,752	446	3,366	6,752	(3,386)	–	6,752
Provincial Government:	315,775	173,225	5,011	82,095	165,872	(83,777)	-50.5%	173,225
Primary Health Care	46,541	49,837	–	34,886	49,837	(14,951)	-30.0%	49,837
Emergency Medical Services	95,993	102,135	–	40,854	102,135	(61,281)	-60.0%	102,135
HIV and Aids Grant	12,720	13,591	5,011	5,972	7,928	(1,957)	-24.7%	13,591
Housing Top Structure (HSDG)	109,845	–	–	–	–	–	–	–
Sports and Recreation : Community Libraries	6,472	7,662	–	384	5,972	(5,588)	-93.6%	7,662
TRT Bus Operations Subsidy	44,204	–	–	–	–	–	–	–
District Municipality:	–	–	–	–	–	–	–	–
<i>[insert description]</i>						–	–	
Other grant providers:	3,653	31,000	–	–	18,083	(18,083)	-100.0%	31,000
DBSA	–	31,000	–	–	18,083	(18,083)	-100.0%	31,000
Tirelo Boshia Grant - Research and Development	1,467	–	–	–	–	–	–	–
Broadband/Wifi	1,087	–	–	–	–	–	–	–
LG SETA Discretionary grant (93 applies over 3 years)	1,099	–	–	–	–	–	–	–
Total operating expenditure of Transfers and Grants:	4,220,657	4,440,081	8,519	3,080,680	3,046,440	34,240	1.1%	4,440,081
Capital expenditure of Transfers and Grants								
National Government:	2,154,859	2,161,967	22,290	648,010	994,822	(346,812)	-34.9%	2,161,967
Urban Settlement Development Grant	1,470,776	1,557,439	26,000	471,738	716,160	(244,422)	-34.1%	1,557,439
Public Transport Infrastructure & Systems Grant	637,191	509,162	(38)	136,672	236,336	(99,664)	-42.2%	509,162
Integrated National Electrification Programme	30,000	40,000	(3,671)	27,610	17,900	9,710	54.2%	40,000
Neighbourhood Development Partnership Grant	16,892	7,105	–	–	–	–	–	7,105
Integrated City Development Grant	–	38,261	–	11,990	21,426	(9,436)	-44.0%	38,261
Energy Efficiency and Demand Side Management	–	10,000	–	–	3,000	(3,000)	-100.0%	10,000
Provincial Government:	59,673	36,768	493	17,875	36,730	(18,855)	-51.3%	36,768
Sport and Recreation: Community Libraries	1,042	6,038	493	493	6,000	(5,507)	-91.8%	6,038
Gautrans	–	–	–	–	–	–	–	–
Social Infrastructure Grant	58,631	30,730	–	17,382	30,730	(13,348)	-43.4%	30,730
District Municipality:	–	–	–	–	–	–	–	–
Other grant providers:	3,234	8,000	–	–	640	(640)	-100.0%	8,000
LG SETA Discretionary grant (93 applies over 3 years)	940	8,000	–	–	640	(640)	-100.0%	8,000
Delft Grant (Social Infrastructure)	2,293	–	–	–	–	–	–	–
Total capital expenditure of Transfers and Grants	2,217,766	2,206,735	22,784	665,885	1,032,192	(366,307)	-35.5%	2,206,735
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	6,438,423	6,646,816	31,303	3,746,566	4,078,632	(332,067)	-8.1%	6,646,816

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

TSH City Of Tshwane - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M05 November

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

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

TSH City Of Tshwane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M07 January

Summary of Employee and Councillor remuneration	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	A	B						D
Councillors (Political Office Bearers plus Other)								
Basic Salaries and Wages	123,786	93,355	10,304	71,493	77,465	(5,972)	-8%	93,355
Pension and UIF Contributions	—	3,697	—	—	—	—	—	3,697
Medical Aid Contributions	—	3,654	—	—	—	—	—	3,654
Motor Vehicle Allowance	—	26,779	—	—	—	—	—	26,779
Cellphone Allowance	—	5,312	—	—	—	—	—	5,312
Housing Allowances	—	—	—	—	—	—	—	—
Other benefits and allowances	2,821	—	—	—	—	—	—	—
Sub Total - Councillors	126,607	132,797	10,304	71,493	77,465	(5,972)	-8%	132,797
% increase		4.9%						4.9%
Senior Managers of the Municipality								
Basic Salaries and Wages	39,549	18,592	7,026	42,822	10,845	31,976	295%	18,592
Pension and UIF Contributions	1,182	664	324	1,981	387	1,594	412%	664
Medical Aid Contributions	587	60	108	563	35	528	1518%	60
Overtime	—	—	—	—	—	—	—	—
Performance Bonus	0	—	—	(25)	—	(25)	—	—
Motor Vehicle Allowance	1,368	—	420	2,380	—	2,380	—	—
Cellphone Allowance	407	151	91	563	88	475	539%	151
Housing Allowances	5	—	3	22	—	22	—	—
Other benefits and allowances	590	333	115	644	194	450	231%	333
Payments in lieu of leave	(94)	719	—	1	419	(419)	-100%	719
Long service awards	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—	—
Sub Total - Senior Managers of Municipality	43,595	20,519	8,087	48,950	11,969	36,981	309%	20,519
% increase		-52.9%						-52.9%
Other Municipal Staff								
Basic Salaries and Wages	5,156,751	6,245,094	475,755	3,316,492	3,780,643	(464,150)	-12%	6,245,094
Pension and UIF Contributions	1,141,402	1,197,288	104,669	732,621	898,445	(165,824)	-18%	1,197,288
Medical Aid Contributions	485,534	565,531	48,582	328,891	375,075	(46,184)	-12%	565,531
Overtime	370,316	544,392	39,035	197,758	162,487	35,271	22%	544,392
Performance Bonus	198	—	4	119	479	(360)	—	—
Motor Vehicle Allowance	309,778	315,519	24,962	175,101	190,582	(15,481)	-8%	315,519
Cellphone Allowance	15,923	15,475	1,261	9,009	9,186	(178)	-2%	15,475
Housing Allowances	45,687	46,027	3,961	28,231	27,456	775	3%	46,027
Other benefits and allowances	556,648	106,011	32,634	235,360	309,595	(74,235)	-24%	106,011
Payments in lieu of leave	—	261,990	—	—	—	—	—	261,990
Long service awards	—	4,132	338	2,515	2,719	(204)	-8%	4,132
Post-retirement benefit obligations	—	226,336	—	—	—	—	—	226,336
Sub Total - Other Municipal Staff	8,082,237	9,527,795	731,202	5,026,097	5,756,666	(730,569)	-13%	9,527,795
% increase		17.9%						17.9%
Total Parent Municipality	8,252,438	9,681,111	749,594	5,146,540	5,846,100	(699,560)	-12%	9,681,111
		17.3%						17.3%
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	—	98	—	—	—	—	—	98
Cellphone Allowance	—	—	—	—	—	—	—	—
Housing Allowances	—	—	—	—	—	—	—	—
Other benefits and allowances	—	—	—	—	—	—	—	—
Board Fees	2,080	2,609	226	1,868	1,581	288	18%	2,609
Payments in lieu of leave	—	—	—	—	—	—	—	—
Long service awards	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—	—
Sub Total - Board Members of Entities	2,080	2,707	226	1,868	1,581	288	18%	2,707
% increase		30.1%						30.1%
Senior Managers of Entities								
Basic Salaries and Wages	17,327	20,695	1,059	6,949	12,272	(5,323)	-43%	20,695
Pension and UIF Contributions	449	181	38	93	313	(220)	-70%	181
Medical Aid Contributions	448	—	59	157	385	(228)	—	—
Overtime	—	—	—	—	—	—	—	—
Performance Bonus	—	—	—	—	—	—	—	—
Motor Vehicle Allowance	485	992	46	150	320	(170)	-53%	992
Cellphone Allowance	240	1,536	15	75	152	(77)	-51%	1,536
Housing Allowances	—	—	—	—	—	—	—	—
Other benefits and allowances	155	—	25	165	723	(558)	—	—
Payments in lieu of leave	—	—	—	—	—	—	—	—
Long service awards	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—	—
Sub Total - Senior Managers of Entities	19,103	23,404	1,243	7,588	14,164	(6,576)	-46%	23,404
% increase		22.5%						22.5%
Other Staff of Entities								
Basic Salaries and Wages	15,184	27,091	1,488	15,365	14,772	593	4%	27,091
Pension and UIF Contributions	515	411	45	454	634	(180)	-28%	411
Medical Aid Contributions	497	—	54	508	445	64	—	—
Overtime	—	—	—	—	—	—	—	—
Performance Bonus	—	—	—	—	—	—	—	—
Motor Vehicle Allowance	369	—	30	368	—	368	—	—
Cellphone Allowance	294	357	15	134	146	(12)	-8%	357
Housing Allowances	—	—	—	44	—	44	—	—
Other benefits and allowances	79	—	32	461	127	334	—	—
Payments in lieu of leave	—	663	—	—	—	—	—	663
Long service awards	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—	—
Sub Total - Other Staff of Entities	16,937	28,522	1,664	17,335	16,124	1,211	8%	28,522
% increase		68.4%						68.4%
Total Municipal Entities	38,120	54,632	3,133	26,792	31,869	(5,077)	-16%	54,632
TOTAL SALARY, ALLOWANCES & BENEFITS	8,290,558	9,735,744	752,727	5,173,332	5,877,969	(704,637)	-12%	9,735,744
% increase		17.4%						17.4%
TOTAL MANAGERS AND STAFF	8,161,872	9,600,239	742,423	5,101,839	5,800,504	(698,665)	-12%	9,600,239

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

TSH City Of Tshwane - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M07 January						
Description	Budget Year 2018/19			Medium Term Revenue and Expenditure Framework		
	January Budget	January Actual	January Variance	Budget Year 2018/19	Budget Year 2019/20	Budget Year 2020/21
R thousands						
Cash Receipts By Source						
Property rates	514,923	672,572	157,649	6,491,991	6,881,511	7,294,402
Service charges - electricity revenue	735,871	875,145	139,274	11,110,204	11,832,368	12,478,769
Service charges - water revenue	258,495	388,910	130,415	3,984,082	4,203,207	4,434,383
Service charges - sanitation revenue	78,754	107,560	28,805	989,502	1,043,925	1,101,341
Service charges - refuse	114,683	151,557	36,874	1,389,572	1,465,349	1,545,944
Service charges - other	–	21,884	21,884	–	–	–
Rental of facilities and equipment	12,716	2,575	(10,141)	152,593	172,987	206,546
Interest earned - external investments	11,112	11,511	399	133,342	140,656	148,398
Interest earned - outstanding debtors	41,300	93,867	52,568	517,861	548,126	578,273
Fines, penalties and forfeits	30,729	24,552	(6,177)	368,755	389,036	410,433
Licences and permits	4,963	2,858	(2,104)	59,551	62,827	66,282
Agency services	582	–	(582)	6,981	6,108	6,510
Transfer receipts - operating	67,898	46,472	(21,426)	4,440,081	4,625,822	4,982,119
Other revenue	92,925	54,616	(38,309)	1,156,618	1,220,080	1,280,586
Cash Receipts by Source	1,964,949	2,454,079	489,129	30,801,134	32,592,002	34,533,986
Other Cash Flows by Source						
Transfer receipts - capital	431,149	158,576	(272,573)	2,198,735	2,233,164	2,404,502
Contributions & Contributed assets	978		(978)	8,000	–	–
Proceeds on disposal of PPE	104		(104)	1,242	1,312	1,312
Borrowing long term/refinancing	295,457		(295,457)	1,500,000	1,300,000	1,300,000
Increase in consumer deposits	699		(699)	8,391	8,559	8,730
Receipt of non-current debtors			–			
Receipt of non-current receivables	(22)		22	(269)	(49)	148
Change in non-current investments	1,646		(1,646)	19,751	(14,758)	(31,600)
Total Cash Receipts by Source	2,694,959	2,612,655	(82,305)	34,536,985	36,120,231	38,217,079
Cash Payments by Type						
Employee related costs	791,986	739,290	(52,696)	9,503,832	10,082,668	10,513,862
Remuneration of councillors	11,066	10,304	(762)	132,797	140,765	149,211
Interest paid	14,206	213,018	198,812	1,390,948	1,543,627	1,733,317
Bulk purchases - Electricity	736,457	515,450	(221,007)	10,727,870	11,412,247	12,039,920
Bulk purchases - Water & Sewer	–	–	–	–	–	–
Other materials	64,010	232,398	168,387	765,218	804,490	839,756
Contracted services	280,813	140,952	(139,861)	3,320,884	3,516,016	3,847,916
Grants and subsidies paid - other municipalities	–	–	–	–	–	–
Grants and subsidies paid - other	4,337	16,022	11,685	52,495	55,598	55,598
General expenses	239,079	208,961	(30,118)	2,952,234	2,632,953	2,733,582
Cash Payments by Type	2,141,955	2,076,393	(65,562)	28,846,278	30,188,365	31,913,162
Other Cash Flows/Payments by Type						
Capital assets	789,111	37,924	(751,187)	3,981,975	3,948,283	4,117,907
Repayment of borrowing	88,564	50,000	(38,564)	1,062,774	1,201,096	1,431,616
Other Cash Flows/Payments	–	–	–	–	–	–
Total Cash Payments by Type	3,019,631	2,164,317	(855,314)	33,891,027	35,337,743	37,462,685
NET INCREASE/(DECREASE) IN CASH HELD	(324,671)	448,338	773,009	645,958	782,487	754,394
Cash/cash equivalents at the month/year beginning:	2,389,832	2,926,621	3,374,958	2,332,806	2,978,764	3,761,252
Cash/cash equivalents at the month/year end:	2,065,160	3,374,958	4,147,967	2,978,764	3,761,252	4,515,646

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

TSH City Of Tshwane - Supporting Table SC10 Monthly Budget Statement - Parent Municipality Financial Performance (revenue and expenditure) - M07 January								
Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue By Source								
Property rates	6,761,720	6,980,636	669,774	4,044,219	3,941,092	103,127	3%	6,980,636
Service charges - electricity revenue	11,265,288	11,946,456	867,806	6,859,911	6,668,643	191,268	3%	11,946,456
Service charges - water revenue	3,222,246	4,283,959	375,904	2,194,333	2,220,402	(26,069)	-1%	4,283,959
Service charges - sanitation revenue	952,050	1,063,982	109,191	634,989	616,463	18,526	3%	1,063,982
Service charges - refuse revenue	1,482,086	1,494,163	159,618	962,624	846,870	115,753	14%	1,494,163
Service charges - other	-	-	-	-	-	-	-	-
Rental of facilities and equipment	134,791	143,823	2,575	56,781	101,090	(44,309)	-44%	143,823
Interest earned - external investments	210,275	132,932	11,511	112,863	60,348	52,515	87%	132,932
Interest earned - outstanding debtors	731,792	575,252	93,867	533,225	327,732	205,492	63%	575,252
Dividends received	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	228,148	368,755	24,552	172,230	187,011	(14,781)	-8%	368,755
Licences and permits	52,325	59,551	2,858	25,225	33,914	(8,690)	-26%	59,551
Agency services	-	-	-	-	-	-	-	-
Transfers and subsidies	4,333,157	4,440,081	3,078	3,061,315	2,943,874	117,441	4%	4,440,081
Other revenue	885,139	1,022,999	54,616	402,028	584,697	(182,670)	-31%	1,022,999
Gains on disposal of PPE	4,809	1,242	-	-	-	-	-	1,242
Total Revenue (excluding capital transfers and contributions)	30,263,825	32,513,832	2,375,350	19,059,743	18,532,138	527,604	3%	32,513,832
Expenditure By Type								
Employee related costs	8,126,530	9,549,514	739,290	5,075,047	5,768,635	(693,588)	-12%	9,549,514
Remuneration of councillors	123,786	132,797	10,304	71,493	77,465	(5,972)	-8%	132,797
Debt impairment	1,712,998	1,514,427	126,202	883,500	883,500	(0)	0%	1,514,427
Depreciation & asset impairment	2,041,796	1,954,590	122,221	855,545	1,140,177	(284,632)	-25%	1,954,590
Finance charges	1,686,313	1,390,753	213,018	657,467	719,066	(61,599)	-9%	1,390,753
Bulk purchases	9,724,356	10,727,870	747,404	6,783,414	6,781,351	2,063	0%	10,727,870
Other materials	498,404	760,692	65,301	336,067	544,485	(208,418)	-38%	760,692
Contracted services	3,002,780	3,305,471	207,705	1,382,764	2,079,777	(697,013)	-34%	3,305,471
Transfers and subsidies	166,951	142,920	16,022	56,328	83,196	(26,868)	-32%	142,920
Other expenditure	2,841,280	2,923,660	144,583	1,552,682	1,813,364	(260,681)	-14%	2,923,660
Loss on disposal of PPE	84,588	1	-	-	1	(1)	-100%	1
Total Expenditure	30,009,782	32,402,694	2,392,051	17,654,309	19,891,018	(2,236,709)	-11%	32,402,694
Surplus/(Deficit)	254,043	111,138	(16,700)	1,405,434	(1,358,880)	2,764,314		111,138
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,104,326	2,198,735	26,923	635,582	1,519,277	(883,696)	-58%	2,198,735
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	940	8,000	-	-	4,978	(4,978)	-100%	8,000
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	2,359,309	2,317,873	10,223	2,041,016	165,376	1,875,640		2,317,873
Taxation	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation	2,359,309	2,317,873	10,223	2,041,016	165,376	1,875,640		2,317,873

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

TSH City Of Tshwane - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M07 January								
Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue By Municipal Entity								
Housing Company Tshwane	34,238	45,275	843	23,564	26,410	(2,846)	-11%	45,275
Tshwane Economic Development Agency	59,158	61,525	13,610	41,069	35,890	5,180	14%	61,525
Total Operating Revenue	93,396	106,800	14,453	64,634	62,300	2,334	4%	106,800
Expenditure By Municipal Entity								
Housing Company Tshwane	17,169	44,036	1,324	11,520	25,688	(14,168)	-55%	44,036
Tshwane Economic Development Agency	48,743	60,672	3,573	30,574	35,392	(4,818)	-14%	60,672
Total Operating Expenditure	65,912	104,708	4,897	42,094	61,080	(18,986)	-31%	104,708
Surplus/ (Deficit) for the yr/period	27,484	2,092	9,556	22,540	1,220	21,319	1747%	2,092
Capital Expenditure By Municipal Entity								
Housing Company Tshwane	162	500	–	–	387	(387)	-100%	500
Tshwane Economic Development Agency	281	318	–	59	169	(110)	-65%	318
Total Capital Expenditure	443	818	–	59	556	(497)	-89%	818

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

TSH City Of Tshwane - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M07 January								
Month	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands								
Monthly expenditure performance trend								
July	(443)	86,196	93,495	93,495	86,196	(7,299)	-8.5%	2%
August	61,901	229,822	(65,249)	28,246	316,018	287,772	91.1%	1%
September	78,006	284,869	107,450	135,696	600,887	465,191	77.4%	3%
October	154,340	315,625	275,464	411,161	916,512	505,351	55.1%	10%
November	254,183	318,686	233,318	644,479	1,235,198	590,719	47.8%	16%
December	305,942	336,499	248,482	892,961	1,571,697	678,736	43.2%	22%
January	115,541	343,315	37,924	930,884	1,915,012	984,128	51.4%	23%
February	153,324	397,822			2,312,835	–		
March	292,185	435,298			2,748,133	–		
April	250,730	404,840			3,152,973	–		
May	277,961	430,382			3,583,355	–		
June	1,104,746	439,660			4,023,015	–		
Total Capital expenditure	3,048,415	4,023,015	930,884					

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

TSH City Of Tshwane - Supporting Table SC13a Consolidated Monthly Budget Statement - capital expenditure on new assets by asset class - M07 January							
Description	2017/18	Budget Year 2018/19					
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	Full Year Forecast
R thousands							
Capital expenditure on new assets by Asset Class/Sub-class							
Infrastructure	1,347,247	2,350,905	28,481	541,426	1,243,188	701,762	2,350,905
Roads Infrastructure	328,331	332,114	2,035	107,851	229,452	121,601	332,114
Roads	316,833	249,559	1,905	100,301	220,152	119,851	249,559
Road Structures	11,498	75,450	131	7,551	9,300	1,749	75,450
Road Furniture	—	7,105	—	—	—	—	7,105
Storm water Infrastructure	21,617	168,500	1,794	9,878	39,245	29,367	168,500
Drainage Collection	2,447	94,500	—	—	14,510	14,510	94,500
Storm water Conveyance	19,170	74,000	1,794	9,878	24,735	14,857	74,000
Attenuation	—	—	—	—	—	—	—
Electrical Infrastructure	204,317	889,154	4,418	174,213	472,097	297,883	889,154
MV Substations	146,188	123,275	1,219	8,640	35,425	26,786	123,275
MV Networks	35,417	20,000	1,719	21,144	26,000	4,856	20,000
LV Networks	22,711	195,879	1,480	144,430	407,671	263,241	195,879
Capital Spares	—	550,000	—	—	—	—	550,000
Water Supply Infrastructure	440,313	504,615	20,520	161,891	311,735	149,844	504,615
Reservoirs	41,047	98,000	(181)	15,186	35,000	19,814	98,000
Pump Stations	—	10,500	—	—	—	—	10,500
Water Treatment Works	79,366	140,000	982	18,202	66,402	48,200	140,000
Bulk Mains	195,937	64,000	—	73,088	140,388	67,300	64,000
Distribution	123,963	192,115	19,720	55,416	69,945	14,529	192,115
Sanitation Infrastructure	327,672	418,022	(287)	84,594	174,360	89,766	418,022
Reticulation	50,656	183,870	(287)	21,800	22,366	566	183,870
Waste Water Treatment Works	6,135	43,240	—	—	28,364	28,364	43,240
Outfall Sewers	270,880	190,912	—	62,794	123,630	60,836	190,912
Solid Waste Infrastructure	9,999	22,000	—	2,999	6,300	3,301	22,000
Waste Transfer Stations	9,999	10,000	—	2,999	6,300	3,301	10,000
Capital Spares	—	12,000	—	—	—	—	12,000
Information and Communication Infrastructure	14,999	16,500	—	—	10,000	10,000	16,500
Distribution Layers	14,999	16,500	—	—	10,000	10,000	16,500
Community Assets	141,525	152,361	1,709	26,332	63,897	37,564	152,361
Community Facilities	140,813	150,361	1,709	26,332	62,735	36,402	150,361
Centres	25,548	—	806	971	1,500	529	—
Clinics/Care Centres	78,920	31,250	—	19,151	46,880	27,729	31,250
Fire/Ambulance Stations	2,000	12,000	903	2,816	3,528	712	12,000
Libraries	—	10,000	—	—	—	—	10,000
Cemeteries/Crematoria	4,933	6,500	—	3,394	3,900	506	6,500
Airports	3,444	3,000	—	—	6,927	6,927	3,000
Taxi Ranks/Bus Terminals	25,968	87,611	—	—	—	—	87,611
Sport and Recreation Facilities	712	2,000	—	—	1,162	1,162	2,000
Outdoor Facilities	712	2,000	—	—	1,162	1,162	2,000
Heritage assets	—	—	—	—	3,120	3,120	—
Investment properties	—	45,913	—	—	9,696	9,696	45,913
Revenue Generating	—	43,913	—	—	—	—	43,913
Improved Property	—	43,913	—	—	—	—	43,913
Non-revenue Generating	—	2,000	—	—	9,696	9,696	2,000
Improved Property	—	2,000	—	—	—	—	2,000
Other assets	10,513	57,250	—	33,132	33,250	118	57,250
Operational Buildings	10,351	57,250	—	1,827	7,742	5,915	57,250
Municipal Offices	9,995	3,150	—	1,827	5,242	3,415	3,150
Pay/Enquiry Points	—	5,000	—	—	2,500	2,500	5,000
Stores	356	7,000	—	—	—	—	7,000
Depots	—	16,900	—	—	—	—	16,900
Capital Spares	—	25,200	—	—	—	—	25,200
Biological or Cultivated Assets	—	—	—	—	—	—	—
Intangible Assets	37,801	25,862	—	1,107	7,000	5,893	25,862
Licences and Rights	37,801	25,862	—	1,107	7,000	5,893	25,862
Computer Software and Applications	37,801	25,862	—	1,107	7,000	5,893	25,862
Computer Equipment	28,429	71,921	1,835	4,190	50,195	46,005	71,921
Computer Equipment	28,429	71,921	1,835	4,190	50,195	46,005	71,921
Furniture and Office Equipment	44,918	7,128	188	730	3,275	2,545	7,128
Furniture and Office Equipment	44,918	7,128	188	730	3,275	2,545	7,128
Machinery and Equipment	39,839	66,500	21	1,047	15,514	14,467	66,500
Machinery and Equipment	39,839	66,500	21	1,047	15,514	14,467	66,500
Transport Assets	2,898	102,500	—	5,746	20,866	15,120	102,500
Transport Assets	2,898	102,500	—	5,746	20,866	15,120	102,500
Land	6,716	—	493	521	6,180	5,659	—
Land	6,716	—	493	521	6,180	5,659	—
Zoo's, Marine and Non-biological Animals	—	—	—	—	—	—	—
Total Capital Expenditure on new assets	1,659,887	2,880,339	32,727	614,232	1,456,182	841,950	2,880,339

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

TSH City Of Tshwane - Supporting Table SC13b Consolidated Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M07 January							
Description	2017/18	Budget Year 2018/19					
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	Full Year Forecast
R thousands							
Capital expenditure on renewal of existing assets by Asset Class/Sub-class							
Infrastructure	785,052	452,754	2,526	187,284	205,299	18,015	452,754
Roads Infrastructure	320,828	284,863	–	119,056	118,584	(472)	284,863
Roads	320,321	284,863	–	119,056	118,584	(472)	284,863
Electrical Infrastructure	278,433	53,000	1,915	18,373	18,067	(305)	53,000
HV Substations	–	8,000	–	1,897	3,829	1,932	8,000
MV Substations	–	20,000	–	–	4,200	4,200	20,000
MV Networks	13,795	10,000	425	7,070	2,300	(4,770)	10,000
LV Networks	264,637	10,000	1,490	9,406	7,739	(1,667)	10,000
Capital Spares	–	5,000	–	–	–	–	5,000
Water Supply Infrastructure	128,707	81,285	35	32,817	52,573	19,756	81,285
Dams and Weirs	–	2,500	–	–	–	–	2,500
Bulk Mains	54,888	4,000	–	–	4,375	4,375	4,000
Distribution	73,819	74,785	35	32,817	48,198	15,381	74,785
Sanitation Infrastructure	57,083	33,605	576	17,038	16,075	(963)	33,605
Pump Station	–	5,000	–	–	–	–	5,000
Reticulation	9,380	20,000	576	13,973	7,315	(6,658)	20,000
Waste Water Treatment Works	40,643	8,605	–	3,065	8,760	5,695	8,605
Community Assets	19,112	41,750	2,312	20,959	45,170	24,211	41,750
Community Facilities	13,580	6,750	2,312	20,959	29,210	8,251	6,750
Clinics/Care Centres	8,140	750	1,925	20,377	27,890	7,513	750
Fire/Ambulance Stations	4,942	6,000	387	582	1,320	738	6,000
Sport and Recreation Facilities	5,532	35,000	–	–	15,960	15,960	35,000
Outdoor Facilities	5,532	35,000	–	–	15,960	15,960	35,000
Heritage assets	–	–	–	–	–	–	–
Investment properties	–	24,895	–	–	–	–	24,895
Revenue Generating	–	24,895	–	–	–	–	24,895
Improved Property	–	24,895	–	–	–	–	24,895
Other assets	15,758	25,000	–	7,108	4,375	(2,733)	25,000
Housing	15,758	25,000	–	7,108	4,375	(2,733)	25,000
Social Housing	15,758	25,000	–	7,108	4,375	(2,733)	25,000
Biological or Cultivated Assets	–	5,500	–	–	–	–	5,500
Biological or Cultivated Assets	–	5,500	–	–	–	–	5,500
Intangible Assets	–	–	–	–	–	–	–
Computer Equipment	–	–	–	–	–	–	–
Furniture and Office Equipment	–	–	–	–	–	–	–
Machinery and Equipment	4,355	41,500	199	391	6,367	5,976	41,500
Machinery and Equipment	4,355	41,500	199	391	6,367	5,976	41,500
Total Capital Expenditure on renewal of existing assets	824,277	591,399	5,037	215,742	261,211	45,469	591,399

(p) **Table SC13c: Consolidated monthly budget statement – capital expenditure on repairs and maintenance by asset class**

TSH City Of Tshwane - Supporting Table SC13c Consolidated Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M07 January							
Description	2017/18	Budget Year 2018/19					
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	Full Year Forecast
R thousands							
Repairs and maintenance expenditure by Asset Class/Sub-class							
Infrastructure	543,736	989,734	59,476	368,990	644,080	275,090	989,734
Roads Infrastructure	69,495	183,813	5,699	48,504	107,682	59,178	183,813
Roads	63,147	142,467	2,896	18,026	83,275	65,249	142,467
Road Structures	—	508	2,129	22,561	296	(22,265)	508
Road Furniture	6,347	40,838	675	7,918	24,111	16,193	40,838
Storm water Infrastructure	19,293	20,514	454	4,484	11,966	7,482	20,514
Drainage Collection	19,293	11,849	454	4,412	6,912	2,500	11,849
Storm water Conveyance	—	8,665	—	73	5,055	4,982	8,665
Electrical Infrastructure	328,392	405,201	30,435	167,186	248,272	81,086	405,201
Power Plants	9,323	27,294	3,518	15,733	15,922	189	27,294
HV Substations	173,913	11,206	2,107	20,208	5,382	(14,826)	11,206
HV Switching Station	—	14,262	157	539	7,165	6,625	14,262
HV Transmission Conductors	—	868	—	—	506	506	868
MV Substations	—	48,356	4,215	22,698	28,539	5,841	48,356
MV Switching Stations	—	19,289	—	—	10,333	10,333	19,289
MV Networks	65,238	125,035	9,319	56,589	83,381	26,793	125,035
LV Networks	79,918	158,891	11,119	51,419	97,044	45,625	158,891
Water Supply Infrastructure	27,011	221,123	12,022	88,509	141,240	52,731	221,123
Reservoirs	18,845	12,986	53	1,993	12,693	10,699	12,986
Water Treatment Works	6,652	7,770	243	3,996	6,983	2,987	7,770
Bulk Mains	—	11,596	649	8,551	11,499	2,948	11,596
Distribution	1,514	188,772	11,078	73,969	110,066	36,097	188,772
Sanitation Infrastructure	83,866	141,272	10,680	57,618	123,183	65,565	141,272
Pump Station	5,616	14,086	(18)	1,478	3,550	2,073	14,086
Reticulation	13,543	26,198	544	5,620	23,973	18,353	26,198
Waste Water Treatment Works	64,707	94,577	6,896	38,727	90,668	51,941	94,577
Outfall Sewers	—	6,411	3,258	11,792	4,991	(6,801)	6,411
Solid Waste Infrastructure	9,027	10,548	185	1,120	6,153	5,033	10,548
Landfill Sites	3,449	8,707	100	579	5,079	4,500	8,707
Waste Transfer Stations	—	579	85	85	338	253	579
Waste Drop-off Points	5,578	1,109	—	435	647	211	1,109
Waste Separation Facilities	—	154	—	21	90	69	154
Rail Infrastructure	84	251	—	150	251	101	251
Rail Lines	84	251	—	150	251	101	251
Information and Communication Infrastructure	6,569	7,012	—	1,419	5,333	3,914	7,012
Core Layers	—	3,940	—	21	2,299	2,278	3,940
Distribution Layers	6,569	3,072	—	1,398	3,034	1,636	3,072
Community Assets	22,538	173,721	7,464	52,572	108,962	56,390	173,721
Community Facilities	15,871	144,174	6,941	42,990	91,772	48,782	144,174
Halls	—	698	0	86	407	321	698
Centres	—	937	43	71	546	475	937
Clinics/Care Centres	—	4,414	152	1,283	6,421	5,138	4,414
Fire/Ambulance Stations	10,537	3,103	221	1,296	2,721	1,425	3,103
Museums	—	457	1	112	267	155	457
Galleries	—	163	—	14	97	83	163
Libraries	88	6,434	124	942	3,780	2,838	6,434
Cemeteries/Crematoria	—	12,815	460	3,611	7,535	3,924	12,815
Police	—	4,505	41	693	2,678	1,985	4,505
Parks	—	65,664	2,236	13,105	39,153	26,047	65,664
Public Open Space	25	30,683	2,162	16,397	19,585	3,188	30,683
Nature Reserves	5,220	6,995	1,113	3,267	4,167	899	6,995
Markets	—	5,219	231	1,325	3,198	1,872	5,219
Airports	—	2,088	155	786	1,218	431	2,088
Sport and Recreation Facilities	6,668	29,546	523	9,582	17,191	7,609	29,546
Indoor Facilities	—	141	—	2	82	80	141
Outdoor Facilities	6,668	29,406	523	9,580	17,109	7,528	29,406
Investment properties	—	6,685	398	3,482	9,342	5,861	6,685
Revenue Generating	—	6,685	398	3,482	9,342	5,861	6,685
Improved Property	—	533	24	24	311	287	533
Unimproved Property	—	6,152	374	3,458	9,032	5,574	6,152
Other assets	178,575	151,950	11,313	41,696	86,202	44,506	151,950
Operational Buildings	178,575	144,443	11,235	41,378	84,654	43,277	144,443
Municipal Offices	176,496	89,917	8,945	28,714	52,572	23,857	89,917
Pay/Enquiry Points	—	1,777	30	122	1,036	914	1,777
Workshops	—	171	—	—	100	100	171
Manufacturing Plant	1,704	2,784	—	881	1,825	944	2,784
Depots	376	49,794	2,260	11,660	29,121	17,461	49,794
Capital Spares	—	—	—	—	—	—	—
Housing	—	7,507	78	318	1,547	1,229	7,507
Staff Housing	—	—	—	—	—	—	—
Social Housing	—	7,507	78	318	1,547	1,229	7,507
Intangible Assets	65,564	68,117	2,511	37,889	40,309	2,420	68,117
Licences and Rights	65,564	68,117	2,511	37,889	40,309	2,420	68,117
Computer Software and Applications	65,564	68,117	2,511	37,889	40,309	2,420	68,117
Computer Equipment	4,459	40,742	3,873	12,369	23,797	11,428	40,742
Computer Equipment	4,459	40,742	3,873	12,369	23,797	11,428	40,742
Furniture and Office Equipment	3,133	3,634	145	1,620	2,707	1,087	3,634
Furniture and Office Equipment	3,133	3,634	145	1,620	2,707	1,087	3,634
Machinery and Equipment	61,271	62,241	1,938	8,217	46,747	38,530	62,241
Machinery and Equipment	61,271	62,241	1,938	8,217	46,747	38,530	62,241
Transport Assets	188,428	145,603	8,130	53,123	84,935	31,812	145,603
Transport Assets	188,428	145,603	8,130	53,123	84,935	31,812	145,603
Land	—	277	—	—	—	—	277
Land	—	277	—	—	—	—	277
Total Repairs and Maintenance Expenditure	1,067,705	1,642,704	95,247	579,957	1,047,080	467,123	1,642,704

(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 - M07 January							
Description	2017/18	Budget Year 2018/19					
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	Full Year Forecast
R thousands							
Depreciation by Asset Class/Sub-class							
Infrastructure	1,002,774	1,309,078	78,830	551,808	763,629	211,821	1,309,078
Roads Infrastructure	346,191	402,838	28,434	199,041	234,989	35,948	402,838
Roads	275,393	321,559	22,573	158,010	187,576	29,566	321,559
Road Structures	7,442	8,429	620	4,339	4,917	578	8,429
Road Furniture	63,355	72,850	5,242	36,692	42,496	5,804	72,850
Storm water Infrastructure	71,262	82,177	5,909	41,362	47,937	6,575	82,177
Drainage Collection	69,040	79,682	5,724	40,067	46,481	6,414	79,682
Storm water Conveyance	2,222	2,496	185	1,295	1,456	161	2,496
Electrical Infrastructure	225,753	293,251	18,586	130,105	171,063	40,958	293,251
Power Plants	3,295	4,490	336	2,349	2,619	270	4,490
HV Substations	42,612	62,910	3,540	24,778	36,697	11,919	62,910
HV Switching Station	—	—	—	—	—	—	—
HV Transmission Conductors	18,623	22,855	1,541	10,784	13,332	2,548	22,855
MV Substations	11,168	14,501	940	6,582	8,459	1,877	14,501
MV Switching Stations	2,310	2,689	193	1,348	1,568	220	2,689
MV Networks	31,654	39,634	2,986	20,904	23,120	2,216	39,634
LV Networks	116,091	146,172	9,051	63,359	85,267	21,908	146,172
Water Supply Infrastructure	138,985	226,671	11,607	81,250	132,225	50,975	226,671
Dams and Weirs	372	424	31	217	247	30	424
Boreholes	47	53	4	27	31	4	53
Reservoirs	17,318	25,486	1,492	10,441	14,867	4,426	25,486
Pump Stations	5,695	6,522	474	3,317	3,805	488	6,522
Water Treatment Works	16,980	19,472	1,459	10,210	11,359	1,149	19,472
Bulk Mains	22,001	26,747	1,829	12,803	15,603	2,799	26,747
Distribution	75,848	147,069	6,259	43,814	85,790	41,976	147,069
Distribution Points	74	84	6	43	49	6	84
PRV Stations	650	814	54	378	475	96	814
Sanitation Infrastructure	106,537	151,253	8,556	59,891	88,231	28,341	151,253
Pump Station	1,141	2,071	91	640	1,208	568	2,071
Retiulation	68,168	99,813	5,448	38,139	58,224	20,085	99,813
Waste Water Treatment Works	28,064	32,769	2,283	15,979	19,115	3,137	32,769
Outfall Sewers	9,146	16,579	732	5,125	9,671	4,547	16,579
Toilet Facilities	18	21	1	9	12	3	21
Solid Waste Infrastructure	1,337	62,073	135	944	36,209	35,265	62,073
Landfill Sites	1,061	61,749	110	767	36,021	35,253	61,749
Waste Processing Facilities	—	—	—	—	—	—	—
Waste Drop-off Points	276	323	25	177	189	11	323
Rail Infrastructure	0	1	0	0	0	0	1
Rail Structures	0	1	0	0	0	0	1
Information and Communication Infrastructure	112,708	90,815	5,602	39,214	52,975	13,761	90,815
Data Centres	178	195	16	111	114	3	195
Core Layers	112,530	90,620	5,586	39,104	52,861	13,758	90,620
Community Assets	373,327	182,636	12,643	88,501	106,538	18,037	182,636
Community Facilities	309,697	119,308	7,960	55,717	69,596	13,880	119,308
Halls	209,176	1,474	107	751	860	109	1,474
Centres	19,452	17,540	1,288	9,014	10,232	1,218	17,540
Crèches	104	755	8	59	440	381	755
Clinics/Care Centres	6,934	15,304	602	4,212	8,928	4,716	15,304
Fire/Ambulance Stations	3,272	3,423	233	1,630	1,997	367	3,423
Testing Stations	653	959	51	354	560	205	959
Museums	215	243	18	124	142	18	243
Libraries	3,979	4,237	350	2,451	2,472	21	4,237
Cemeteries/Crematoria	6,073	6,855	502	3,517	3,999	481	6,855
Police	358	402	30	209	235	26	402
Public Open Space	17,644	20,815	1,439	10,073	12,142	2,069	20,815
Nature Reserves	4,231	2,823	176	1,231	1,647	416	2,823
Public Ablution Facilities	63	81	5	35	47	12	81
Markets	9,621	10,558	842	5,892	6,159	267	10,558
Stalls	1,656	1,994	137	962	1,163	201	1,994
Airports	16,076	19,255	1,337	9,362	11,232	1,870	19,255
Taxi Ranks/Bus Terminals	10,190	12,588	834	5,839	7,343	1,504	12,588
Sport and Recreation Facilities	63,629	63,328	4,683	32,784	36,942	4,157	63,328
Indoor Facilities	573	821	48	333	479	146	821
Outdoor Facilities	63,056	62,508	4,636	32,451	36,463	4,011	62,508
Heritage assets	—	—	—	—	—	—	—
Investment properties	5,723	5,883	472	3,304	3,432	128	5,883
Revenue Generating	5,723	—	472	3,304	3,432	128	—
Improved Property	5,723	—	472	3,304	3,432	128	—
Non-revenue Generating	—	5,883	—	—	—	—	5,883
Improved Property	—	5,883	—	—	—	—	5,883
Other assets	80,981	99,437	6,412	44,884	57,528	12,645	99,437
Operational Buildings	63,509	71,632	4,977	34,837	41,676	6,839	71,632
Municipal Offices	48,712	56,174	4,078	28,543	32,659	4,116	56,174
Pay/Enquiry Points	189	229	16	114	133	20	229
Workshops	21	25	2	12	15	3	25
Stores	515	637	47	328	371	43	637
Training Centres	70	87	6	41	50	10	87
Depots	14,002	14,481	829	5,800	8,447	2,647	14,481
Housing	17,472	27,805	1,435	10,047	15,852	5,805	27,805
Staff Housing	2,211	2,555	184	1,291	1,490	199	2,555
Social Housing	15,261	25,250	1,251	8,756	14,362	5,606	25,250
Biological or Cultivated Assets	29	39	2	14	22	8	39
Biological or Cultivated Assets	29	39	2	14	22	8	39
Intangible Assets	57,141	78,198	5,180	36,263	45,499	9,235	78,198
Servitudes	—	—	—	—	—	—	—
Licences and Rights	57,141	78,198	5,180	36,263	45,499	9,235	78,198
Computer Software and Applications	57,141	78,198	5,180	36,263	45,499	9,235	78,198
Computer Equipment	60,204	64,003	4,843	33,902	37,184	3,282	64,003
Computer Equipment	60,204	64,003	4,843	33,902	37,184	3,282	64,003
Furniture and Office Equipment	52,128	32,563	4,455	31,657	19,912	(11,745)	32,563
Furniture and Office Equipment	52,128	32,563	4,455	31,657	19,912	(11,745)	32,563
Machinery and Equipment	64,244	70,950	4,996	34,971	41,388	6,417	70,950
Machinery and Equipment	64,244	70,950	4,996	34,971	41,388	6,417	70,950
Transport Assets	325,113	100,206	2,641	18,490	58,281	39,792	100,206
Transport Assets	325,113	100,206	2,641	18,490	58,281	39,792	100,206
Land	22,247	14,164	1,848	12,935	8,261	(4,674)	14,164
Land	22,247	14,164	1,848	12,935	8,261	(4,674)	14,164
Total Depreciation	2,043,910	1,957,156	122,322	856,729	1,141,675	284,946	1,957,156

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

TSH City Of Tshwane - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M07 January							
Description	2017/18	Budget Year 2018/19					
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	Full Year Forecast
R thousands							
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class							
Infrastructure	523,664	213,541	160	94,441	164,492	70,051	213,541
Roads Infrastructure	484,794	151,049	(38)	86,851	120,356	33,505	151,049
<i>Roads</i>	426,240	91,049	(38)	71,241	105,056	33,814	91,049
<i>Road Structures</i>	58,554	60,000	–	15,610	15,300	(310)	60,000
Storm water Infrastructure	–	1,500	–	–	3,000	3,000	1,500
<i>Storm water Conveyance</i>	–	1,500	–	–	3,000	3,000	1,500
Electrical Infrastructure	3,902	9,000	198	5,032	2,256	(2,776)	9,000
<i>MV Networks</i>	–	2,000	–	–	–	–	2,000
<i>LV Networks</i>	3,902	7,000	198	5,032	2,256	(2,776)	7,000
Water Supply Infrastructure	157	17,000	–	–	4,680	4,680	17,000
<i>Water Treatment Works</i>	–	15,000	–	–	480	480	15,000
<i>Bulk Mains</i>	–	2,000	–	–	–	–	2,000
Sanitation Infrastructure	6,040	14,992	–	–	19,200	19,200	14,992
<i>Waste Water Treatment Works</i>	6,040	14,992	–	–	19,200	19,200	14,992
Solid Waste Infrastructure	4,570	5,000	–	–	–	–	5,000
<i>Waste Drop-off Points</i>	4,570	5,000	–	–	–	–	5,000
Information and Communication Infrastructure	24,201	15,000	–	2,558	15,000	12,442	15,000
<i>Distribution Layers</i>	24,201	15,000	–	2,558	15,000	12,442	15,000
Community Assets	9,887	71,180	–	226	12,893	12,667	71,180
Community Facilities	8,317	55,180	–	226	4,093	3,867	55,180
<i>Markets</i>	2,499	2,500	–	226	553	327	2,500
<i>Airports</i>	1,728	6,000	–	–	3,540	3,540	6,000
<i>Taxi Ranks/Bus Terminals</i>	–	42,180	–	–	–	–	42,180
<i>Capital Spares</i>	–	4,500	–	–	–	–	4,500
Sport and Recreation Facilities	1,571	16,000	–	–	8,800	8,800	16,000
<i>Outdoor Facilities</i>	1,571	16,000	–	–	8,800	8,800	16,000
Other assets	13,087	20,750	–	–	300	300	20,750
Operational Buildings	13,087	20,750	–	–	300	300	20,750
<i>Municipal Offices</i>	3,654	10,750	–	–	300	300	10,750
<i>Stores</i>	9,434	10,000	–	–	–	–	10,000
Intangible Assets	13,711	4,000	–	–	5,375	5,375	4,000
Licences and Rights	13,711	4,000	–	–	5,375	5,375	4,000
<i>Computer Software and Applications</i>	13,711	4,000	–	–	5,375	5,375	4,000
Machinery and Equipment	–	5,000	–	–	–	–	5,000
Machinery and Equipment	–	5,000	–	–	–	–	5,000
Transport Assets	–	37,000	–	6,243	14,560	8,317	37,000
Transport Assets	–	37,000	–	6,243	14,560	8,317	37,000
Total Capital Expenditure on upgrading of existing assets	562,992	351,471	160	100,911	197,619	96,709	351,471

(s) Municipal Manager's quality certification

QUALITY CERTIFICATE

I, **Moeketsi Mosola**, the City Manager of the City of Tshwane, hereby certify that the monthly budget statement for **January 2019** has been prepared in accordance with the Municipal Finance Management Act and regulations made under this act.

Dr Moeketsi Mosola
CITY MANAGER OF THE CITY OF TSHWANE

Signature: _____

Date: _____