

F1/5/2
Umar Banda (012 358 8110)
MAYORAL COMMITTEE: FEBRUARY 2018

From: The City Manager
To: The Executive Mayor

SUBMISSION

GROUP FINANCIAL SERVICES DEPARTMENT: MUNICIPAL FINANCE MANAGEMENT ACT (MFMA) IN-YEAR FINANCIAL REPORT (MONTHLY BUDGET STATEMENT) FOR THE PERIOD ENDING 31 JANUARY 2018

1. PURPOSE

This report outlines progress on the financial performance of the City of Tshwane against the budget for the period ended 31 January 2018, in compliance with Section 71 of the Municipal Finance Management Act (MFMA).

2. STRATEGIC PILLAR

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 2018, the ten-working-day reporting limit expires on **14 February 2018**.

4. DISCUSSION

On 25 May 2017, Council approved the 2017/18 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 2018 in the prescribed format. Material variances will be briefly referred to in this report. Comprehensive explanations will be included in the Monthly Financial Management Report.

The following table summarises the financial performance as at 31 January 2018.

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 31 JANUARY 2018					
Description	Original Budget	YTD Budget	YTD Actual	Variance	Variance
	R'000	R'000	R'000	R'000	%
Total Revenue (excluding capital transfers)	30,226,013	17,896,468	17,729,746	(166,722)	-0.9%
Total Operating Expenditure	29,994,829	18,994,481	16,896,385	(2,098,096)	-11%
Surplus/ (Deficit)	231,184	231,184	833,361	1,931,374	

The following table shows expenditure for the previous financial year (2016/17).

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 31 JANUARY 2017					
Description	Original Budget	YTD Budget	YTD Actual	Variance	Variance
	R'000	R'000	R'000	R'000	%
Total Revenue (excluding capital transfers)	30,209,869	17,938,595	16,934,908	(1,003,687)	-5.6%
Total Operating Expenditure	28,281,950	17,036,038	14,893,425	(2,142,613)	-12.6%
SURPLUS/(DEFICIT)	1,927,919	902,556	2,041,483	1,138,926	

The actual operating revenue realised, excluding capital transfers and contributions to the City of Tshwane, reflects an unfavourable variance of R166 million against the year-to-date (YTD) budget for the period ended 31 January 2018.

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

The total capital budget allocation amounts to R3,9 billion. The expenditure for the period, including the entities, amounts to R969 million, representing 25% against the total budget.

Cash and cash equivalents as at 31 January 2018 amount to R2,27 billion.

The following impending shortfalls need to be addressed.

- Service charges – water revenue: R355 million
- Service charges – sanitation: R5 million
- Service charges – refuse: R9,7 million
- Rental of facilities and equipment: R25 million
- Fines: R103,6 million
- Licences and permits: R16,7 million
- Other revenue line items: R81 million

5. INTERDEPARTMENTAL AND CLUSTER IMPACT

The Mayoral Committee will be provided with a Monthly Financial Management Report that contains comprehensive detail on the variance against the budget.

6. COMMENTS OF THE GROUP LEGAL COUNSEL

(Unaltered)

Note is taken of the purpose and contents of the report for purposes of these comments. It transpires from the report that it complies with the requirements of

section 71 of the MFMA, with reference to the prescribed reporting responsibilities of the executive mayor and accounting officer as expounded in the report.

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

7. IMPLICATIONS

- Human resource implications

None

- Financial implications (budget and value for money)

This report incorporates information on the City of Tshwane's financial status for the period ended 31 January 2018. Upon receipt of the statement or report submitted by the Accounting Officer to the Executive Mayor, 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.

- Constitutional and legal factors

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

- Communication implications

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

- Previous Mayoral Committee resolutions

None

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 are expected to transact in line with the seven mSCOA segments from 1 July 2017.

The City was not mSCOA-ready by 1 July 2017, due to challenges and delays encountered on the project, which included the following:

- System landscape optimisation and a functional solution to enable the effective migration of the City's data.
- Completion of all test cycles, including mock migrations.
- Completion of end user training.
- Infrastructure readiness and disaster recovery. Significant progress has been made, as procurement of the required infrastructure is complete and commissioning is in progress.
- Completion of migration or de-establishment of all entities.
- Completion of non-SAP systems integration and rationalisation.

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 has developed an interim reporting solution. All monthly mSCOA data strings were submitted to the National Treasury and the Month 7 data string will be submitted on 14 February 2018.

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 realised, excluding capital transfers and contributions to the City of Tshwane, reflects an unfavourable variance of R166,7 million against the year-to-date (YTD) budget for the period ended 31 January 2018.

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

The total capital budget allocation amounts to R3,9 billion. The expenditure for the period, including the entities, amounts to R969 million, representing 25% spending against the total budget.

Measures must be put in place by departments to accelerate spending on 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 and the attached Annexure A be noted.
2. That the report be noted in compliance with Section 71 of the MFMA and the Municipal Budget and Reporting Regulations.
3. That the impending shortfall on revenue, as highlighted in the report, be addressed in terms of Sections 70(1)(a) and (b) of the MFMA.

4. That this statement be submitted to the National Treasury and the Provincial Treasury in both signed-document and electronic format.

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

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

REPORT CHECKED AND PASSED FOR SUBMISSION TO:

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



IN-YEAR REPORT

BUDGET YEAR: 2017/18

REPORTING PERIOD: M07 JANUARY 2018

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PART 1: IN-YEAR REPORT

1.1 Mayor's report

On 25 May 2017, Council approved the Medium-term Revenue and Expenditure Framework (MTREF) for the 2017/18 financial year. This gives effect to the City of Tshwane's Service Delivery Implementation Plan, including 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 Recommendations

That it be recommended to the Mayoral Committee:

1. That the content of the report and the attached annexure be noted.
2. That the report be noted in compliance with Section 71 of the MFMA and the Municipal Budget and Reporting Regulations.
3. That the impending shortfall on revenue, as highlighted in the report, be addressed in terms of Sections 70(1)(a) and (b) of the MFMA.
4. That this statement be submitted to the National Treasury and the Provincial Treasury in both signed-document and electronic format.

1.3 Executive summary

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

Consolidated monthly budget statement – summary

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

- Revenue by source
- Expenditure by type
- Transfers recognised

The table provides information related to the audited outcome, original budget and 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	Ref	2016/17	Budget Year 2017/18						
		Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates		5 912 584	6 514 409	540 715	3 814 555	3 666 671	147 884	4%	6 514 409
Service charges - electricity revenue		10 869 151	11 176 494	781 998	6 535 342	6 429 184	106 158	2%	11 176 494
Service charges - water revenue		3 216 181	3 996 886	312 900	1 986 214	2 341 371	(355 158)	-15%	3 996 886
Service charges - sanitation revenue		1 032 486	982 879	88 134	573 302	578 398	(5 096)	-1%	982 879
Service charges - refuse revenue		1 054 530	1 410 506	132 955	803 693	813 417	(9 724)	-1%	1 410 506
Rental of facilities and equipment		140 955	151 864	11 586	68 634	93 692	(25 058)	-27%	156 496
Interest earned - external investments		105 877	79 493	13 294	91 778	46 500	45 278	97%	79 493
Interest earned - outstanding debtors		623 191	466 691	52 784	364 123	275 163	88 960	32%	466 691
Fines, penalties and forfeits		184 531	332 854	1 423	90 798	194 394	(103 596)	-53%	332 854
Licences and permits		145 529	54 796	182	66 549	83 290	(16 741)	-20%	54 796
Agency services		—	6 650	—	—	—	—	—	6 650
Transfers and subsidies		3 761 456	4 159 532	776 191	2 937 295	2 892 162	45 133	2%	4 159 532
Other revenue		939 667	887 079	42 432	397 465	478 796	(81 331)	-17%	882 432
Gains on disposal of PPE		3 571	5 880	—	0	3 430	(3 430)	-100%	5 880
Total Revenue (excluding capital transfers and contributions)		27 989 708	30 226 013	2 754 593	17 729 746	17 896 468	(166 722)	-1%	30 225 997
Expenditure By Type									
Employee related costs		8 017 177	8 778 736	689 484	4 831 561	5 213 878	(382 317)	-7%	8 778 772
Remuneration of councillors		120 365	125 281	9 908	70 512	77 622	(7 110)	-9%	125 281
Debt impairment		889 759	1 175 973	195 731	689 021	689 021	—	—	1 175 973
Depreciation & asset impairment		1 546 231	1 961 302	106 281	838 421	1 151 530	(313 110)	-27%	1 961 302
Finance charges		1 319 812	1 417 357	73 169	1 079 856	876 244	203 612	23%	1 417 357
Bulk purchases		7 467 527	7 462 684	484 585	4 800 948	5 067 006	(266 058)	-5%	7 742 137
Other materials		2 170 290	3 261 702	211 948	1 511 276	1 639 427	(128 151)	-8%	2 864 644
Contracted services		2 599 777	2 874 971	192 071	1 490 883	2 274 627	(783 744)	-34%	2 608 881
Transfers and subsidies		424 800	49 980	17 098	65 687	77 794	(12 107)	-16%	50 707
Other expenditure		2 809 339	2 886 842	202 726	1 518 220	1 927 330	(409 110)	-21%	3 269 776
Loss on disposal of PPE		1 284	1	—	—	1	(1)	-100%	1
Total Expenditure		27 366 362	29 994 829	2 183 001	16 896 385	18 994 481	(2 098 096)	-11%	29 994 829
Surplus/(Deficit)									
		623 346	231 184	571 592	833 361	(1 098 013)	1 931 374	(0)	231 168
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		2 362 777	2 443 910	126 671	921 609	1 551 073	(629 463)	(0)	2 443 910
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		—	6 000	—	—	—	—	—	6 000
Transfers and subsidies - capital (in-kind - all)		54 397	32 816	2 471	16 326	19 143	(2 816)	(0)	32 816
Surplus/(Deficit) after capital transfers & contributions		3 040 520	2 713 910	700 734	1 771 297	472 202			2 713 894
Taxation		759	500	—	—	—	—		500
Surplus/(Deficit) after taxation		3 039 762	2 713 410	700 734	1 771 297	472 202			2 713 394
Attributable to minorities		—	—	—	—	—			—
Surplus/(Deficit) attributable to municipality		3 039 762	2 713 410	700 734	1 771 297	472 202			2 713 394
Share of surplus/ (deficit) of associate		—	—	—	—	—			—
Surplus/ (Deficit) for the year		3 039 762	2 713 410	700 734	1 771 297	472 202			2 713 394

The YTD actual revenue amounts to R17,7 billion and reflects an unfavourable variance of R166,7 million against the YTD budget of R17,9 billion.

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

- *Property rates*: R147,8 million favourable, due to an increase in the number of properties billed.
- *Service charges: Electricity revenue*: R106 million favourable, mainly due to over-recovery on the sale of electricity, serving of summonses and replacement of meters. Technical audits on all meters are currently being conducted and all notification and placement of meters are being attended to.

- *Service charges: Water* (R355 million unfavourable) *and sanitation* (R5 million unfavourable) – due to a decline in usage. The budget for water and sewerage is based on statistical trends. The budget will be adjusted for the adjustment budget.
- *Service charges: Refuse*: R9,7 million unfavourable, mainly on bulk containers and landfill sites. The impact of weighbridges at four landfill sites and billing of waste contractors are still being evaluated, and information on billing documents are being corrected and processed.
- *Rental of facilities and equipment*: R25 million unfavourable, mainly due to under-recovery on the rental of housing accommodation, facilities and commercial properties. Expired lease agreements are in the process of being renewed.
- *Interest earned on external investments*: R45 million favourable, due to interest earned on short-term investment being better than projected.
- *Interest earned on outstanding debtors*: R89 million favourable as a result of an increase in outstanding debtors.
- *Fines and penalties*: R103,5 million unfavourable, mainly due to outstanding income from AARTO traffic fines.
- *Licences and permits*: R16,7 million unfavourable, mainly due to a decline in applications for driver's licences.
- *Transfers and subsidies*: R45 million favourable, mainly due to the receipt and recognition of the equitable share and the Urban Settlement Development Grant.
- *Other revenue*: R81 million unfavourable due to under-recovery on the following line items:
 - *Reminder fees*: Under-recovered by R6,8 million. The service is dependent on reminders issued on arrears accounts; the revenue for the period was less than projected.
 - *A Re Yeng fare revenue*: Under-recovered by R5 million, mainly due to the delay in launching Line 1A and the free service offered to promote Transport Month that was not provided for.
 - *Building plan fees*: Under-recovered by R9,2 million. The building plan applications revenue is market-driven and seasonal.
 - *Sundry fees*: Under-recovered by R18,4 million. This amount relates to charges for drain cleaning and opening of sewerage blockages in the Mabopane, Winterveld and Ga-Rankuwa (MAWIGA) area. This budget will be revised and moved to Region 1.
 - *Approval fees*: Advertisement signs are under-recovered by R11,7 million. The income is dependent on fees collected from agencies for advertising campaigns.
 - *Market fees*: Under-recovered by R16,7 million due to non-alignment of actual to budget projection.
 - *Dumping fees*: Under-recovered by R4,7 million. Revenue generated by Booyens Nursery will not realise as budgeted due to the fire at the nursery.
 - *Admission fees*: Under-recovered by R3 million. Admission fees are seasonal, and the January revenue is still outstanding and will reflect during the next reporting month.
 - *Transport fees*: Under-recovered by R15,4 million. The Tshwane Bus Service planned shifts have been reduced from 230 to 165 due to a

shortage of resources, including bus drivers, and December and January collection is still to be processed.

- *Township development contributions on electricity:* Under-recovered by R12,4 million. The service contributions are payable to the City of Tshwane by developers in terms of the services contribution policy and are based on applications received from developers for this service.
- *Township development contributions for rezoning:* Under-recovered by R27,4 million. Development and land use rights application submissions are market-driven and seasonal.
- *VAT corrections on direct income:* Over-recovered by R48 million. The input for VAT recovery was more than the provision.

The YTD actual expenditure amounts to R16,9 billion and indicates an underspending variance of R2 billion or 11% against the YTD budget of R18,9 billion.

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

- *Employee-related costs:* R382 million under budget and underspending mainly relates to service bonus, salaries, provision for leave, post-employment pension and long-service benefits. The actual spending on the provisions are posted at year end. Overtime salaries are overspent by R54 million, mainly due to the payment of employees that attend to unplanned power outages and cable thefts.
- *Depreciation:* R313 million under budget. The calculation is aligned with the asset verification and purification process.
- *Finance charges:* R203,6 million over budget due to the interest paid on external long-term loans. The budget will not be overspent at year end.
- *Bulk purchases: Electricity:* Under budget by R266 million. Electricity purchases depend on demand; in summer the demand for electricity is always lower than projected, and the expenditure will increase during the months of high demand when temperatures start to drop.
- *Other materials:* R128 million under budget, mainly due to underspending on the following line items:
 - *Stationery:* Underspent by R11 million – expenditure is expected to improve by the end of the third quarter.
 - *Consumables:* Underspent by R4,7 million – consumables are procured on a quarterly basis.
 - *Chemicals:* Underspent by R25,8 million. Chemicals are purchased only when required. The Waste Water Treatments Works (WWTW) is awaiting invoices from suppliers. The CSD registration of the contractor that provided liquid chlorine for disinfection has been withdrawn by the National Treasury. A new tender advertising request is signed and uploaded with the specification on the e-procurement system.
 - *Substations:* Underspent by R14,7 million. Work is still in progress and funds are committed to the electricity maintenance tender.

- *Contracted services:* R783,7 million under budget, mainly on the following line items:
 - *Office building and cleaning:* Under budget by R60 million. The GL was created for the former entity SWA; funds will be transferred to the correct maintenance GL for the adjustment budget.
 - *City planning and frameworks:* Underspent by R15 million. The funds are committed for payment of spatial planning, design and frameworks.
 - *Formalisation of informal settlements:* Underspent by R15,8 million. Contracts have expired and new contracts were approved in November 2017.
 - *The DBSA Feasibility Study:* Underspent by R36 million. The tender for the feasibility study is in process, and expenditure is expected in the third quarter of the financial year.
 - *Re-aga Tshwane projects:* Underspent by R28,3 million. Contracts have expired and new contracts were approved in November 2017.
 - *Project-linked housing:* Overspent by R10,2 million due to payment made on housing top structures in Zithobeni and Mamelodi.
 - *Service providers:* Underspent by R25 million due to outstanding invoices from service providers for the maintenance of sewerage and waste water plants for the Mabopane, Winterveld and Ga-Rankuwa (MAWIGA) area.
 - *Consultant fees:* Underspent by R24 million. The expenditure will improve in the third quarter.
 - *Municipal services: Other providers:* Underspent by R35,5 million due to outstanding invoices from Eskom. All waste water treatment works and water reservoirs are utilising electricity to function in the areas supplied by Eskom with electricity, eg Ekangala, Klipgat, Temba and Babelegi Waste Water Treatment Works.
 - *Connections:* Underspent by R45 million. Installation and maintenance of water meter connections are done only when required. Water meters must be ordered on time to cater for the number of meter replacements and new connections that will be done; reservations for those meters were made from the stores.
 - *Electricity reticulation:* Underspent by R68 million. Work is still in progress, and expenditure is expected to increase towards the end of the third quarter.
 - *Buildings:* Underspent by R45,8 million. The underspending emanates from Tshepo 10 000 contracts not being utilised anymore. There are no active tenders on building maintenance; currently relying on panel appointments by the Group Property Management Department.
 - *Grounds:* Underspent by R61 million. Expenditure is expected to be incurred towards the rainy season as the grass-cutting cycle increases.
 - *Equipment:* Underspent by R21 million due to Tshepo 10 000 contracts not being utilised anymore. There are no active tenders for equipment repair.
 - *Water reticulation network:* Underspent by R52 million. Work is in progress, and expenditure will increase in the third quarter of the financial year.
 - *Roads:* Underspent by R45 million. The tender for road rehabilitation has closed, and no contractor has been appointed yet.

- *Storm water systems*: Underspent by R13,7 million. The tender for roads rehabilitation is closed, and no contractor has been appointed yet.
 - *Lights*: Underspent by R25 million. Work is in progress, and expenditure will increase in the third quarter of the financial year.
 - *Waste water purification works (WWPW)*: Underspent by R36 million. Current maintenance contracts have expired; awaiting tenders to be adjudicated for repairs and maintenance of WWPW plants.
 - *Traffic control*: Underspent by R25 million, due to unavailability of road signs at the stores. The current tender was cancelled by Bid Adjudication committee in August 2017, and a new tender process had to be initiated.
- *Transfers and grants*: R12 million under budget, due to underspending on payment of gratuities and for early childhood development NGO support.
 - *Other expenditure*: R409 million under budget, due to underspending mainly on the following line items:
 - *Rental of plant and equipment*: R17,6 million underspent. Work is in progress; expenditure will increase in the third quarter of the financial year.
 - *Operational cost: Leased buildings*: Underspent by R15,4 million due to delays in the finalisation of procurement processes.
 - *Telecommunication*: R41,6 million underspent due to non-alignment of expenditure to projection. Expenditure for the period has been paid.
 - *Printing*: Underspent by R16 million, mainly due to delays in the delivery of printed medicine labels. Most funds are committed to photocopy charges on the leased equipment.
 - *Internet fees*: R12,6 million underspent due to incorrect projections. The services are fixed contractual services.
 - *EPWP job creation*: Underspent by R31 million due to delays in updating the EPWP database. The process has been finalised, a new group has been appointed, and expenditure will increase in the third quarter.
 - *Management information system*: R23 million underspent. The services are fixed contractual services which are paid monthly. Projections do not align with actual payments.
 - *LED initiatives*: Underspent by R22 million due to the delay in signing the partnership renewal agreements with the Automotive Industry Development Centre (AIDC), the Small Enterprise Development Agency (SEDA) and the Tourism Grading Council of South Africa (TGCSA) as well as also the delay in signing a lease renewal with the North West Development Corporation for the Ga-Rankuwa eco-furniture project.
 - *Prepaid commission*: Underspent by R19 million due to outstanding amounts still to be paid to third-party service providers appointed from July 2017 to date.
 - *Insurance premiums and insurance premiums and excesses*: Overspent by R18 million due to the payment of annual insurance premiums, which are paid in the first quarter of the financial year.
 - *Implementation of OITPS*: R30 million underspent. The payment is mainly for SAP support services, and invoices from the service provider are being awaited
 - *Wi-Fi*: Underspent by R25 million. There is no vehicle currently for the implementation of maintaining the existing Wi-Fi. Approval and award of the tender are being awaited in order to be finalised.

- *Protective clothing:* Underspent by R17,2 million. Funds have been committed; availability of stock from the stores is being awaited.

The reasons for variances for all sources or types of group 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, and it is categorised by municipal vote, capital expenditure by standard classification and the funding sources required to fund the capital budget.

The following table summarises the total allocation (including the entities) of R3,9 billion, and spending for the period amounts to R969 million or 25%.

CONSOLIDATED SUMMARY STATEMENT OF CAPITAL EXPENDITURE: 31 JANUARY 2018						
Description	Original Budget 2017/18	YTD Budget	YTD Actual	YTD Variance	YTD Variance	% Spent
	R'000	R'000	R'000	R'000	%	%
TOTAL Capital Expenditure	3 942 759	2 318 228	969 470	(1 348 758)	-58%	25%
TOTAL Capital Financing	3 942 759	2 318 228	969 470	(1 348 758)	-58%	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 budget per month and the YTD actual against the YTD target.

Chart C1: 2017/18 capital expenditure (monthly trend: actual vs target)

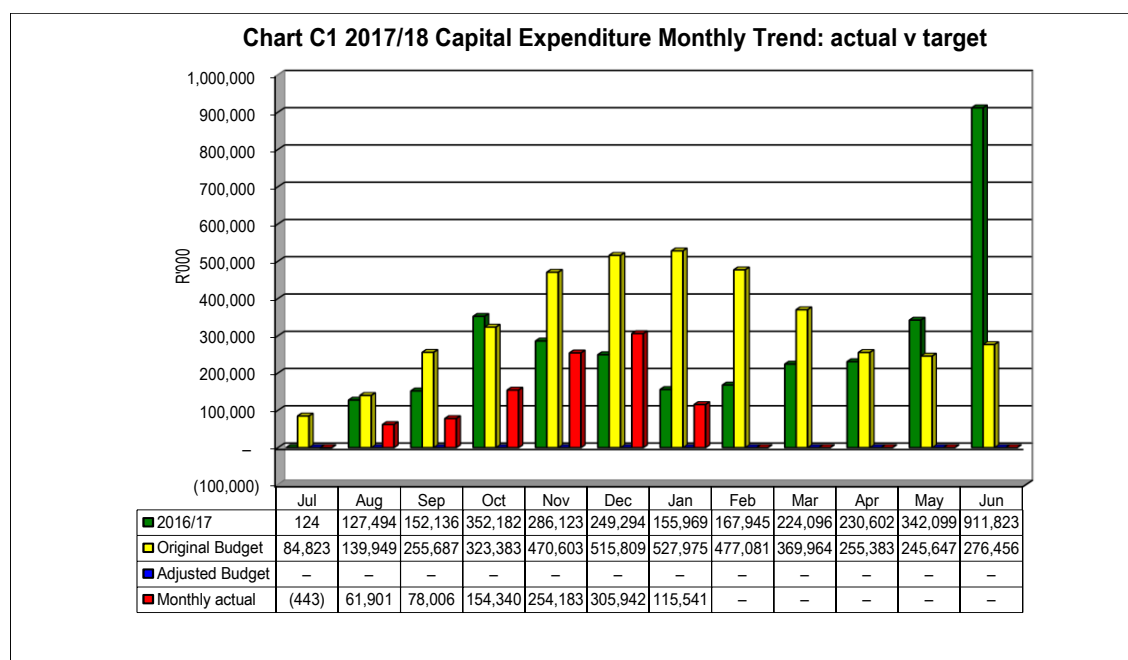
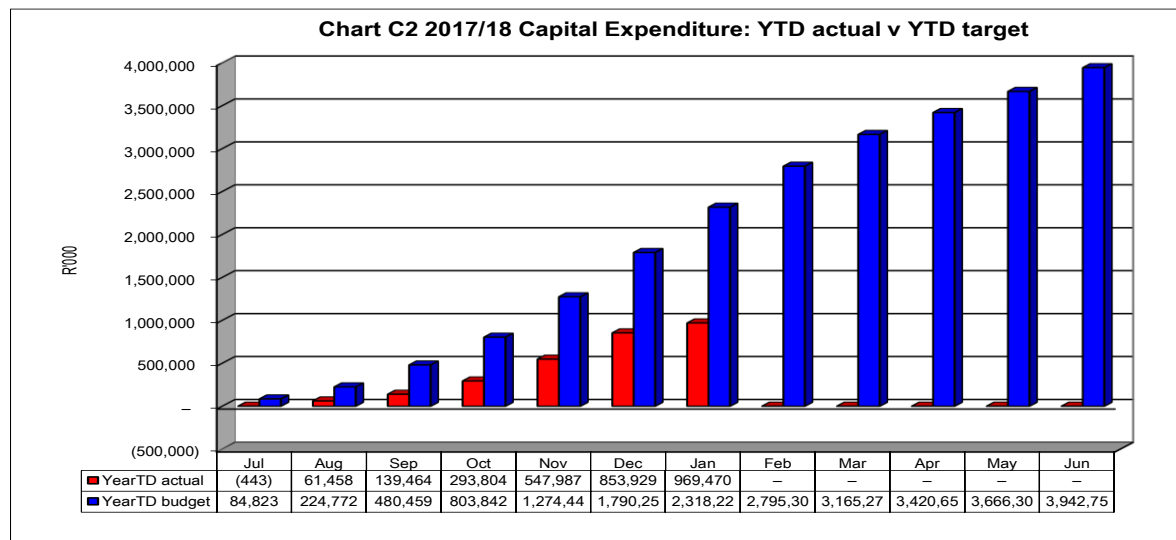


Chart C2: 2017/18 capital expenditure (YTD actual vs YTD target)



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

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

Financial position

The financial position, as indicated in Table C1, shows that the community wealth/equity of the City of Tshwane, as at 31 January 2018, amounts to R24,3 billion against a budget of R25 million. Details related to the assets and liabilities of the City of Tshwane are provided in Table C6 in a format that is consistent with international standards and aligned with GRAP 1.

Cash flow

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

- The closing balance of the cash and cash equivalents as at the end of January 2018 amounts to R2,27 billion (this amount includes the sinking fund).
- The cash flow from operating activities is R910 million compared to the target of R1,3 billion, due to underspending on the operational budget.
- The cash flow from investing activities amounts to R777 million compared to a target of R2,6 billion, due to underspending on the capital budget.
- The cash flow from financing activities amounts to R98 million compared to a target of R185 million.

Debtors' age analysis

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

Tables C1 and SC3 indicate that the total debtors amount to R11 billion.

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

An amount of R6,4 billion is outstanding in this category compared to R4,8 billion outstanding in the 2016/17 financial year.

Chart C3: Aged consumer debtors' analysis

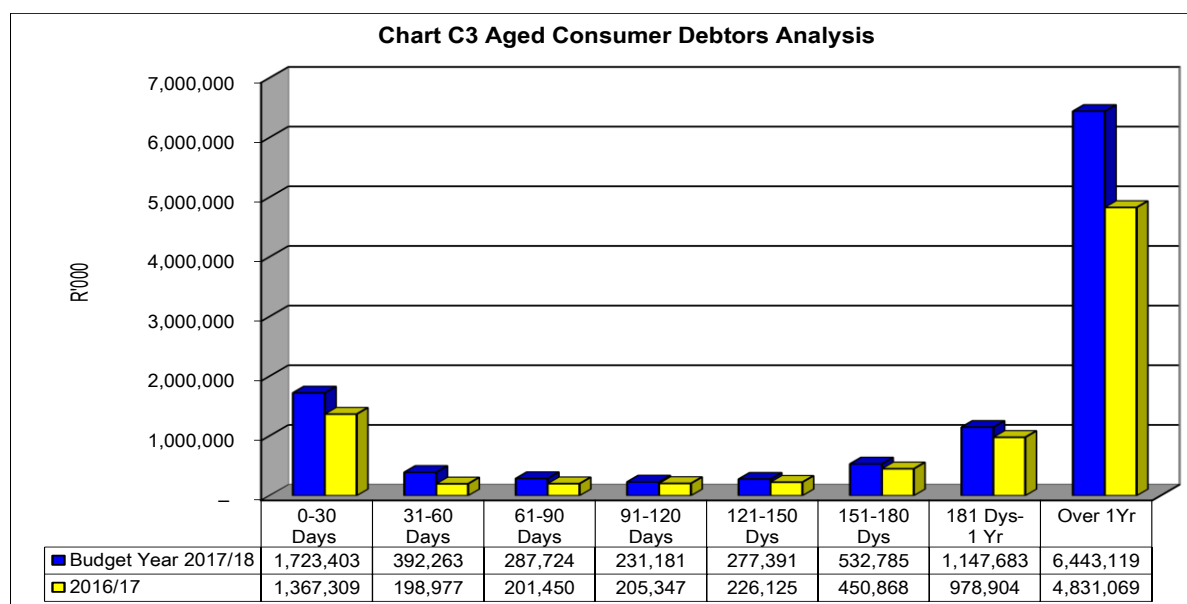
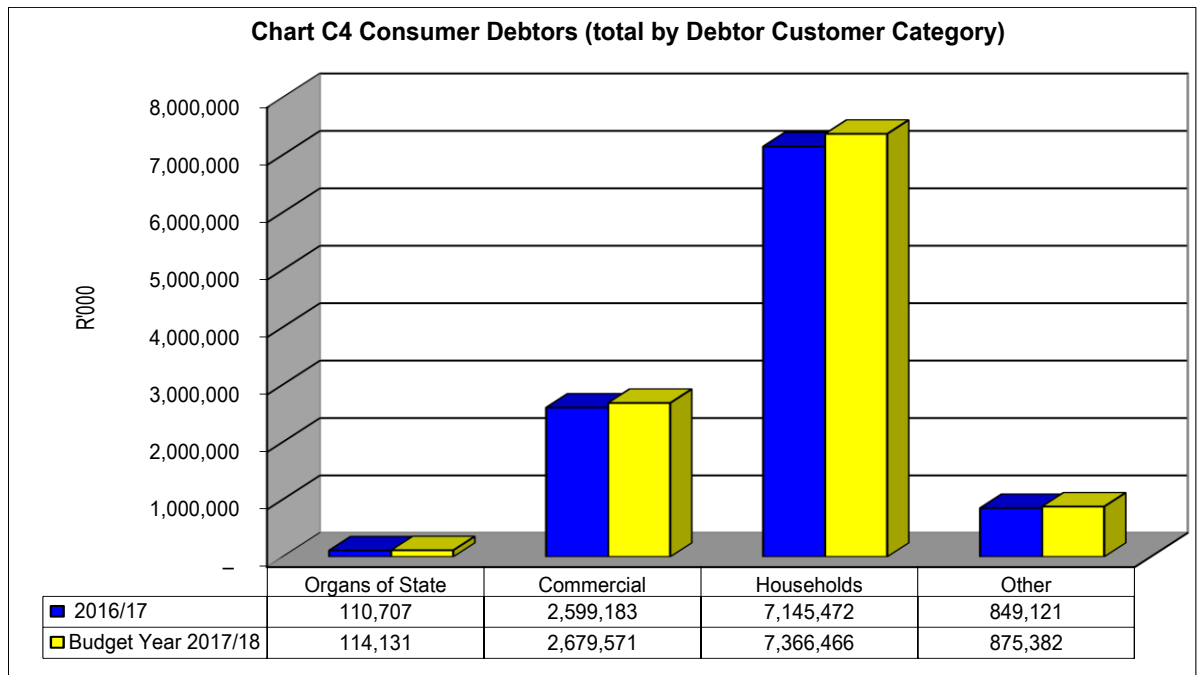


Chart C4 shows that the increase in the customer category is attributable to households, which reflect an increase of R220 million compared to the previous financial year.

Chart C4: Consumer debtors by customer category

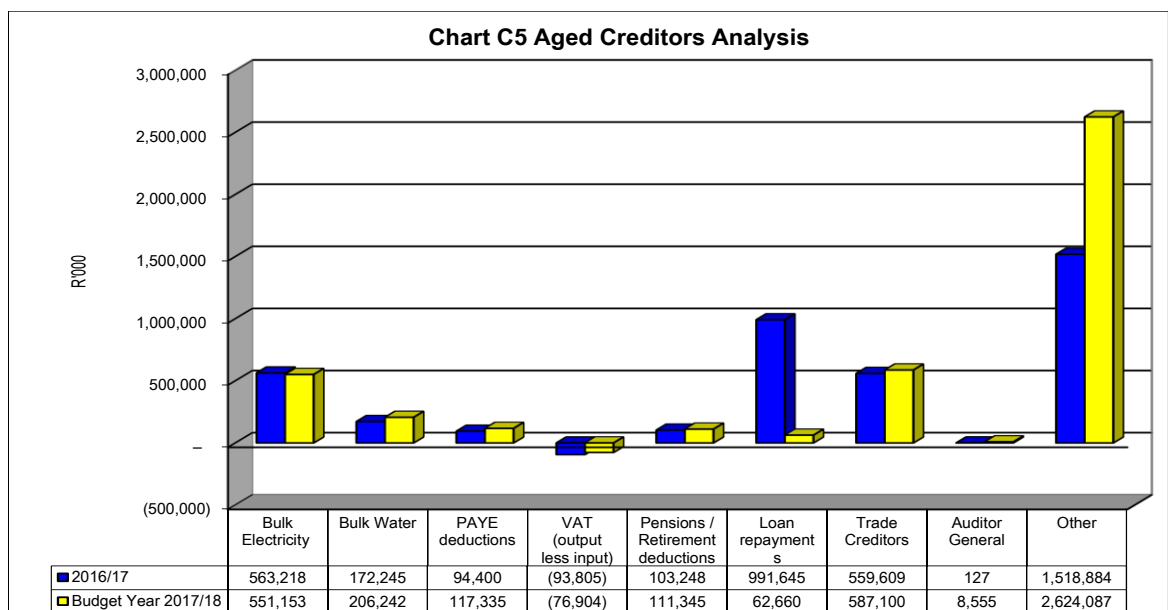


Creditors' age analysis

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

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

Chart C5: Aged creditors' analysis



Investment portfolio analysis (Table SC5)

The investment portfolio analysis, shown in Table SC5, includes information consistent with the requirements of the Municipal Investment Regulations of 2005

issued by the National Treasury. It reflects the institution where funds are invested, the period of investment, the type of investment and the accrued interest for the month. The market value at the end of the month amounts to R2,1 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 grants allocated, including entities, amount to R6,6 billion, and an amount of R4,4 billion has been received for the period.

Table SC7(1) indicates the expenditure incurred against each allocation for the reporting period. The disclosure in the transfer and grant expenditure table reflects the recognition of expenditures, amounting to R3,8 billion against the YTD budget of R4,3 billion.

Expenditure on councillor and staff benefits (Table SC8)

The disclosure on councillors, board members and employee benefits is captured in Table SC8, and it provides a comparison of actual expenditure 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 have been captured in Table SC1.

Performance indicators (Table SC2)

This table reflects various ratios, such as –

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

1.4 In-year budget statement tables

The financial results for the period ended 31 January 2018 are reflected in Tables C1 to C7, and they are followed by the supporting documents contained in Table 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	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Financial Performance								
Property rates	5 912 584	6 514 409	540 715	3 814 555	3 666 671	147 884	4%	6 514 409
Service charges	16 172 347	17 566 765	1 315 987	9 898 550	10 162 370	(263 820)	-3%	17 566 765
Investment revenue	105 877	79 493	13 294	91 778	46 500	45 278	97%	79 493
Transfers and subsidies	3 761 456	4 159 532	776 191	2 937 295	2 892 162	45 133	2%	4 159 532
Other own revenue	2 037 443	1 905 815	108 407	987 568	1 128 765	(141 197)	-13%	1 905 799
Total Revenue (excluding capital transfers and contributions)	27 989 708	30 226 013	2 754 593	17 729 746	17 896 468	(166 722)	-1%	30 225 997
Employee costs	8 017 177	8 778 736	689 484	4 831 561	5 213 878	(382 317)	-7%	8 778 772
Remuneration of Councillors	120 365	125 281	9 908	70 512	77 622	(7 110)	-9%	125 281
Depreciation & asset impairment	1 546 231	1 961 302	106 281	838 421	1 151 530	(313 110)	-27%	1 961 302
Finance charges	1 319 812	1 417 357	73 169	1 079 856	876 244	203 612	23%	1 417 357
Materials and bulk purchases	9 637 818	10 724 387	696 533	6 312 224	6 706 434	(394 210)	-6%	10 606 781
Transfers and subsidies	424 800	49 980	17 098	65 687	77 794	(12 107)	-16%	50 707
Other expenditure	6 300 159	6 937 787	590 528	3 698 124	4 890 978	(1 192 855)	-24%	7 054 630
Total Expenditure	27 366 362	29 994 829	2 183 001	16 896 385	18 994 481	(2 098 096)	-11%	29 994 829
Surplus/(Deficit)	623 346	231 184	571 592	833 361	(1 098 013)	1 931 374	-176%	231 168
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2 362 777	2 443 910	126 671	921 609	1 551 073	(629 463)	-41%	2 443 910
Contributions & Contributed assets	54 397	38 816	2 471	16 326	19 143	(2 816)	-15%	38 816
Surplus/(Deficit) after capital transfers & contributions	3 040 520	2 713 910	700 734	1 771 297	472 202	1 299 094	275%	2 713 894
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	3 040 520	2 713 910	700 734	1 771 297	472 202	1 299 094	275%	2 713 894
Capital expenditure & funds sources								
Capital expenditure	3 199 887	3 942 759	115 541	969 470	2 318 228	(1 348 758)	-58%	3 942 759
Capital transfers recognised	2 307 029	2 449 910	81 369	829 546	1 514 810	(685 264)	-45%	2 449 910
Public contributions & donations	97 926	100 000	3 747	22 876	29 379	(6 503)	-22%	100 000
Borrowing	760 761	1 000 000	28 882	112 411	531 989	(419 578)	-79%	1 000 000
Internally generated funds	34 172	392 848	1 543	4 638	242 050	(237 413)	-98%	392 848
Total sources of capital funds	3 199 887	3 942 759	115 541	969 470	2 318 228	(1 348 758)	-58%	3 942 759
Financial position								
Total current assets	8 934 083	7 976 126		7 273 209				7 976 126
Total non current assets	39 599 684	40 140 136		40 841 799				40 140 136
Total current liabilities	10 528 788	8 381 526		8 804 697				8 381 526
Total non current liabilities	15 302 185	14 764 224		14 978 142				14 764 224
Community wealth/Equity	22 702 794	24 970 512		24 332 169				24 970 512
Cash flows								
Net cash from (used) operating	4 375 510	4 763 623	366 584	909 957	1 310 024	400 067	31%	4 763 623
Net cash from (used) investing	(3 645 774)	(4 459 981)	(83 418)	(777 441)	(2 619 841)	(1 842 400)	70%	(4 459 981)
Net cash from (used) financing	254 839	405 966	(52 223)	98 428	185 469	87 041	47%	405 966
Cash/cash equivalents at the month/year end	2 169 316	2 617 289	-	2 271 966	783 333	(1 488 633)	-190%	2 750 630
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
Debtors Age Analysis								
Total By Income Source	1 723 403	392 263	231 181	277 391	532 785	1 147 683	6 443 119	11 035 550
Creditors Age Analysis								
Total Creditors	4 191 574	-	-	-	-	-	-	4 191 574

(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	2016/17	Budget Year 2017/18						
	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>	9 931 992	10 717 815	1 306 673	6 815 983	6 396 874	419 109	7%	10 717 815
Executive and council	71 336	75 280	321	3 422	28 400	(24 978)	-88%	75 280
Finance and administration	9 808 937	10 600 371	1 302 929	6 792 346	6 343 878	448 468	7%	10 600 371
Internal audit	51 719	42 165	3 423	20 215	24 596	(4 381)	-18%	42 165
<i>Community and public safety</i>	1 259 173	1 512 235	66 539	624 019	1 047 964	(423 944)	-40%	1 512 235
Community and social services	48 380	15 430	1 184	10 062	9 559	503	5%	15 430
Sport and recreation	44 492	23 910	4 057	12 284	15 245	(2 961)	-19%	23 910
Public safety	202 568	334 136	639	90 092	194 913	(104 820)	-54%	334 136
Housing	790 517	968 680	58 728	397 965	662 678	(264 713)	-40%	968 680
Health	173 217	170 078	1 931	113 616	165 568	(51 952)	-31%	170 078
<i>Economic and environmental services</i>	1 621 535	1 600 352	76 456	712 136	1 036 355	(324 219)	-31%	1 600 352
Planning and development	201 758	186 248	9 190	96 030	157 016	(60 986)	-39%	186 248
Road transport	1 407 007	1 319 389	67 258	615 791	786 001	(170 210)	-22%	1 319 373
Environmental protection	12 770	94 715	9	315	93 338	(93 023)	-100%	94 715
<i>Trading services</i>	17 372 056	18 650 592	1 414 958	10 384 179	10 838 318	(454 139)	-4%	18 650 592
Energy sources	11 507 273	11 730 582	804 104	6 581 728	6 733 717	(151 989)	-2%	11 730 582
Water management	3 519 052	4 100 522	346 313	2 352 468	2 448 426	(95 958)	-4%	4 100 522
Waste water management	1 044 862	1 362 903	131 402	645 402	812 403	(167 001)	-21%	1 362 903
Waste management	1 300 869	1 456 585	133 139	804 580	843 772	(39 191)	-5%	1 456 585
<i>Other</i>	222 126	227 746	19 108	131 365	147 173	(15 808)	-11%	227 746
Total Revenue - Functional	30 406 882	32 708 740	2 883 734	18 667 682	19 466 684	(799 002)	-4%	32 708 723
Expenditure - Functional								
<i>Governance and administration</i>	5 104 312	7 288 308	501 941	3 957 358	4 425 324	(467 966)	-11%	7 277 357
Executive and council	884 029	1 230 769	66 349	527 803	623 928	(96 126)	-15%	989 924
Finance and administration	3 872 363	5 755 519	428 373	3 277 134	3 623 599	(346 465)	-10%	5 985 414
Internal audit	347 920	302 020	7 219	152 421	177 797	(25 375)	-14%	302 020
<i>Community and public safety</i>	4 231 295	3 936 721	353 777	2 393 006	2 575 366	(182 360)	-7%	4 011 943
Community and social services	305 870	269 256	22 628	177 663	225 864	(48 200)	-21%	344 479
Sport and recreation	407 303	374 267	27 585	193 158	261 834	(68 676)	-26%	374 267
Public safety	2 352 619	2 219 047	223 428	1 408 536	1 400 490	8 046	1%	2 219 047
Housing	571 910	466 664	31 773	283 296	309 743	(26 447)	-9%	466 664
Health	593 593	607 488	48 363	330 352	377 435	(47 084)	-12%	607 488
<i>Economic and environmental services</i>	2 756 709	3 210 120	222 866	1 636 471	2 028 619	(392 148)	-19%	3 150 293
Planning and development	811 014	1 034 346	79 097	514 546	631 428	(116 881)	-19%	974 519
Road transport	1 819 681	1 911 711	133 346	1 050 568	1 237 952	(187 384)	-15%	1 911 711
Environmental protection	126 013	264 063	10 423	71 357	159 240	(87 883)	-55%	264 063
<i>Trading services</i>	15 085 544	15 388 317	1 088 322	8 823 789	9 863 625	(1 039 836)	-11%	15 388 317
Energy sources	10 507 058	10 073 638	685 065	6 143 015	6 587 742	(444 727)	-7%	10 073 638
Water management	2 902 528	3 128 834	251 758	1 756 174	1 928 595	(172 421)	-9%	3 128 834
Waste water management	376 770	1 107 046	61 191	361 666	691 152	(329 486)	-48%	1 107 046
Waste management	1 299 187	1 078 799	90 309	562 934	656 136	(93 202)	-14%	1 078 799
<i>Other</i>	189 261	171 863	16 096	85 761	101 548	(15 786)	-16%	167 418
Total Expenditure - Functional	27 367 120	29 995 329	2 183 001	16 896 385	18 994 481	(2 098 096)	-11%	29 995 329
Surplus/ (Deficit) for the year	3 039 762	2 713 410	700 734	1 771 297	472 202	1 299 094	275%	2 713 394

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

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

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

Vote Description	2016/17	Budget Year 2017/18						
	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	60 353	67 047	(1 064)	25 686	40 318	(14 631)	-36,3%	46 596
Vote 2 - Economic Development & Spatial Planning Department	194 578	400 077	9 190	96 030	156 870	(60 840)	-38,8%	218 663
Vote 3 - Emergency Management Services Department	82 199	81 402	878	54 085	74 981	(20 896)	-27,9%	81 402
Vote 4 - Environment & Agriculture Management Department	1 512 376	175 514	16 248	90 948	259 494	(168 547)	-65,0%	377 379
Vote 5 - Group Audit & Risk Department	51 845	42 165	3 423	20 215	24 596	(4 381)	-17,8%	42 165
Vote 6 - Group Financial Services Department	9 664 514	10 383 343	1 292 216	6 732 390	6 223 170	509 220	8,2%	10 383 343
Vote 7 - Group Property Department	71 666	93 279	8 495	37 427	54 108	(16 681)	-30,8%	92 757
Vote 8 - Health Department	62 535	59 442	2 930	42 919	59 367	(16 447)	-27,7%	59 442
Vote 9 - Housing & Human Settlement Department	762 238	983 245	56 506	386 516	672 513	(285 998)	-42,5%	984 119
Vote 10 - Regional Operations & Coordination Department	281 976	1 593 116	142 008	932 451	935 521	(3 071)	-0,3%	1 592 765
Vote 11 - Roads & Transport Department	1 281 324	1 195 088	67 482	554 748	712 866	(158 117)	-22,2%	1 195 071
Vote 12 - Shared Services Department	9 672	1 063	1	10	620	(610)	-98,4%	1 063
Vote 13 - Tshwane Metro Police Department	194 577	334 516	1 735	94 102	195 134	(101 033)	-51,8%	334 516
Vote 14 - Utility Services Department	16 054 318	17 192 562	1 281 186	9 574 459	9 994 287	(419 828)	-4,2%	17 192 562
Vote 15 - Other Departments	122 710	106 882	2 499	25 695	62 837	(37 142)	-59,1%	106 882
Total Revenue by Vote	30 406 882	32 708 740	2 883 734	18 667 682	19 466 684	(799 002)	-4,1%	32 708 723
Expenditure by Vote								
Vote 1 - Community & Social Development Services Department	294 997	366 933	18 627	144 469	180 451	(35 982)	-19,9%	306 155
Vote 2 - Economic Development & Spatial Planning Department	594 588	668 376	47 738	325 268	458 068	(132 800)	-29,0%	675 275
Vote 3 - Emergency Management Services Department	623 775	660 745	57 499	371 456	401 709	(30 253)	-7,5%	660 745
Vote 4 - Environment & Agriculture Management Department	665 199	682 139	47 527	303 272	497 364	(194 092)	-39,0%	774 484
Vote 5 - Group Audit & Risk Department	364 812	320 121	8 679	163 236	188 792	(25 556)	-13,5%	320 121
Vote 6 - Group Financial Services Department	1 448 797	3 291 437	207 460	1 786 824	1 933 192	(146 368)	-7,6%	3 291 437
Vote 7 - Group Property Department	349 605	471 404	44 318	315 721	287 008	28 713	10,0%	465 506
Vote 8 - Health Department	317 312	395 176	23 512	169 674	198 375	(28 702)	-14,5%	309 709
Vote 9 - Housing & Human Settlement Department	484 838	317 972	14 584	180 312	220 432	(40 120)	-18,2%	318 121
Vote 10 - Regional Operations & Coordination Department	3 512 859	3 629 647	308 702	2 070 200	2 553 361	(483 161)	-18,9%	3 783 689
Vote 11 - Roads & Transport Department	1 310 728	1 328 192	98 985	759 568	820 431	(60 863)	-7,4%	1 319 502
Vote 12 - Shared Services Department	1 318 349	1 369 586	86 037	700 103	930 533	(230 430)	-24,8%	1 403 572
Vote 13 - Tshwane Metro Police Department	2 175 132	2 087 460	210 819	1 345 504	1 304 334	41 171	3,2%	2 084 675
Vote 14 - Utility Services Department	12 618 063	13 200 387	897 064	7 609 079	8 360 819	(751 740)	-9,0%	13 182 582
Vote 15 - Other Departments	1 288 066	1 205 754	111 450	651 701	659 612	(7 911)	-1,2%	1 099 756
Total Expenditure by Vote	27 367 120	29 995 329	2 183 001	16 896 385	18 994 481	(2 098 096)	-11,0%	29 995 329
Surplus/ (Deficit) for the year	3 039 762	2 713 410	700 734	1 771 297	472 202	1 299 094	275,1%	2 713 394

(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	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue By Source								
Property rates	5 912 584	6 514 409	540 715	3 814 555	3 666 671	147 884	4%	6 514 409
Service charges - electricity revenue	10 869 151	11 176 494	781 998	6 535 342	6 429 184	106 158	2%	11 176 494
Service charges - water revenue	3 216 181	3 996 886	312 900	1 986 214	2 341 371	(355 158)	-15%	3 996 886
Service charges - sanitation revenue	1 032 486	982 879	88 134	573 302	578 398	(5 096)	-1%	982 879
Service charges - refuse revenue	1 054 530	1 410 506	132 955	803 693	813 417	(9 724)	-1%	1 410 506
Rental of facilities and equipment	140 955	151 864	11 586	68 634	93 692	(25 058)	-27%	156 496
Interest earned - external investments	105 877	79 493	13 294	91 778	46 500	45 278	97%	79 493
Interest earned - outstanding debtors	623 191	466 691	52 784	364 123	275 163	88 960	32%	466 691
Fines, penalties and forfeits	184 531	332 854	1 423	90 798	194 394	(103 596)	-53%	332 854
Licences and permits	145 529	54 796	182	66 549	83 290	(16 741)	-20%	54 796
Agency services	–	6 650	–	–	–	–	–	6 650
Transfers and subsidies	3 761 456	4 159 532	776 191	2 937 295	2 892 162	45 133	2%	4 159 532
Other revenue	939 667	887 079	42 432	397 465	478 796	(81 331)	-17%	882 432
Gains on disposal of PPE	3 571	5 880	–	0	3 430	(3 430)	-100%	5 880
Total Revenue (excluding capital transfers and contributions)	27 989 708	30 226 013	2 754 593	17 729 746	17 896 468	(166 722)	-1%	30 225 997
Expenditure By Type								
Employee related costs	8 017 177	8 778 736	689 484	4 831 561	5 213 878	(382 317)	-7%	8 778 772
Remuneration of councillors	120 365	125 281	9 908	70 512	77 622	(7 110)	-9%	125 281
Debt impairment	889 759	1 175 973	195 731	689 021	689 021	–	–	1 175 973
Depreciation & asset impairment	1 546 231	1 961 302	106 281	838 421	1 151 530	(313 110)	-27%	1 961 302
Finance charges	1 319 812	1 417 357	73 169	1 079 856	876 244	203 612	23%	1 417 357
Bulk purchases	7 467 527	7 462 684	484 585	4 800 948	5 067 006	(266 058)	-5%	7 742 137
Other materials	2 170 290	3 261 702	211 948	1 511 276	1 639 427	(128 151)	-8%	2 864 644
Contracted services	2 599 777	2 874 971	192 071	1 490 883	2 274 627	(783 744)	-34%	2 608 881
Transfers and subsidies	424 800	49 980	17 098	65 687	77 794	(12 107)	-16%	50 707
Other expenditure	2 809 339	2 886 842	202 726	1 518 220	1 927 330	(409 110)	-21%	3 269 776
Loss on disposal of PPE	1 284	1	–	–	1	(1)	-100%	1
Total Expenditure	27 366 362	29 994 829	2 183 001	16 896 385	18 994 481	(2 098 096)	-11%	29 994 829
Surplus/(Deficit)	623 346	231 184	571 592	833 361	(1 098 013)	1 931 374	(0)	231 168
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2 362 777	2 443 910	126 671	921 609	1 551 073	(629 463)	(0)	2 443 910
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	–	6 000	–	–	–	–	–	6 000
Transfers and subsidies - capital (in-kind - all)	54 397	32 816	2 471	16 326	19 143	(2 816)	(0)	32 816
Surplus/(Deficit) after capital transfers & contributions	3 040 520	2 713 910	700 734	1 771 297	472 202			2 713 894
Taxation	759	500	–	–	–	–	–	500
Surplus/(Deficit) after taxation	3 039 762	2 713 410	700 734	1 771 297	472 202			2 713 394
Attributable to minorities	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality	3 039 762	2 713 410	700 734	1 771 297	472 202			2 713 394
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	3 039 762	2 713 410	700 734	1 771 297	472 202			2 713 394

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	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
<u>Multi-Year expenditure appropriation</u>								
Vote 1 - Community & Social Development Services Department	102 068	91 507	5 912	25 389	61 493	(36 104)	-59%	91 507
Vote 2 - Economic Development & Spatial Planning Department	55 983	63 700	1 090	1 531	56 847	(55 316)	-97%	63 700
Vote 3 - Emergency Management Services Department	10 895	10 000	1 290	3 600	4 799	(1 199)	-25%	10 000
Vote 4 - Environment & Agriculture Management Department	22 123	32 500	–	3 999	22 750	(18 751)	-82%	32 500
Vote 5 - Group Audit & Risk Department	5 856	13 000	1 053	1 616	7 553	(5 937)	-79%	13 000
Vote 6 - Group Financial Services Department	43 513	101 000	–	–	64 778	(64 778)	-100%	101 000
Vote 7 - Group Property Department	–	5 000	–	–	3 315	(3 315)	-100%	5 000
Vote 8 - Health Department	14 031	15 200	668	6 643	13 026	(6 383)	-49%	15 200
Vote 9 - Housing & Human Settlement Department	608 885	956 597	6 109	210 532	633 004	(422 472)	-67%	956 597
Vote 10 - Regional Operations & Coordination Department	2 832	5 000	–	(55)	800	(855)	-107%	5 000
Vote 11 - Roads & Transport Department	1 103 585	1 111 638	20 602	391 594	539 277	(147 683)	-27%	1 111 638
Vote 12 - Shared Services Department	159 831	93 500	–	2 818	70 010	(67 192)	-96%	93 500
Vote 13 - Tshwane Metro Police Department	29 997	13 000	331	331	8 996	(8 665)	-96%	13 000
Vote 14 - Utility Services Department	978 955	1 015 616	78 015	314 055	563 672	(249 616)	-44%	1 015 616
Vote 15 - Other Departments	52 301	391 500	208	6 615	248 678	(242 063)	-97%	391 500
Total Capital Multi-year expenditure	3 190 856	3 918 759	115 278	968 669	2 298 998	(1 330 329)	-58%	3 918 759
<u>Single Year expenditure appropriation</u>								
Vote 1 - Community & Social Development Services Department	–	200	9	9	200	(192)	-96%	200
Vote 2 - Economic Development & Spatial Planning Department	4 000	450	60	84	450	(366)	-81%	450
Vote 3 - Emergency Management Services Department	–	250	–	210	250	(40)	-16%	250
Vote 4 - Environment & Agriculture Management Department	4 831	–	–	–	–	–	–	–
Vote 5 - Group Audit & Risk Department	–	–	–	–	–	–	–	–
Vote 6 - Group Financial Services Department	–	19 500	–	–	14 730	(14 730)	-100%	19 500
Vote 7 - Group Property Department	–	200	–	–	200	(200)	-100%	200
Vote 8 - Health Department	–	300	26	100	300	(200)	-67%	300
Vote 9 - Housing & Human Settlement Department	–	–	–	–	–	–	–	–
Vote 10 - Regional Operations & Coordination Department	–	1 800	34	97	1 800	(1 703)	-95%	1 800
Vote 11 - Roads & Transport Department	–	–	–	–	–	–	–	–
Vote 12 - Shared Services Department	200	–	–	–	–	–	–	–
Vote 13 - Tshwane Metro Police Department	–	–	–	–	–	–	–	–
Vote 14 - Utility Services Department	–	500	–	–	500	(500)	-100%	500
Vote 15 - Other Departments	–	800	134	301	800	(499)	-62%	800
Total Capital single-year expenditure	9 031	24 000	263	801	19 230	(18 429)	-96%	24 000
Total Capital Expenditure	3 199 887	3 942 759	115 541	969 470	2 318 228	(1 348 758)	-58%	3 942 759
<u>Capital Expenditure - Functional Classification</u>								
<i>Governance and administration</i>	267 412	636 957	1 499	11 540	417 007	(405 468)	-97%	636 957
Executive and council	62 117	387 257	69	591	244 921	(244 330)	-100%	387 257
Finance and administration	–	–	–	–	–	–	–	–
Internal audit	205 295	249 700	1 430	10 949	172 086	(161 137)	-94%	249 700
<i>Community and public safety</i>	736 418	1 084 847	14 004	246 485	719 329	(472 845)	-66%	1 084 847
Community and social services	19 292	8 300	980	2 365	4 799	(2 434)	-51%	8 300
Sport and recreation	41 796	58 500	–	(3 063)	30 650	(33 713)	-110%	58 500
Public safety	5 903	7 250	335	1 545	3 050	(1 505)	-49%	7 250
Housing	611 717	961 597	6 109	210 532	633 804	(423 272)	-67%	961 597
Health	57 710	49 200	6 580	35 105	47 026	(11 921)	-25%	49 200
<i>Economic and environmental services</i>	1 163 844	1 129 338	21 030	380 968	571 061	(190 093)	-33%	1 129 338
Planning and development	49 140	57 200	97	97	52 537	(52 440)	-100%	57 200
Road transport	1 111 989	1 069 138	20 933	379 070	517 173	(138 103)	-27%	1 069 138
Environmental protection	2 715	3 000	–	1 800	1 350	450	33%	3 000
<i>Trading services</i>	1 000 582	1 051 116	78 015	316 244	575 922	(259 677)	-45%	1 051 116
Energy sources	491 988	488 312	19 319	165 097	285 568	(120 471)	-42%	488 312
Water management	149 201	402 804	17 745	96 003	221 554	(125 551)	-57%	402 804
Waste water management	338 570	146 000	40 951	52 955	57 050	(4 095)	-7%	146 000
Waste management	20 822	14 000	–	2 189	11 750	(9 561)	-81%	14 000
<i>Other</i>	31 632	40 500	993	14 234	34 910	(20 676)	-59%	40 500
Total Capital Expenditure - Functional Classification	3 199 887	3 942 759	115 541	969 470	2 318 228	(1 348 758)	-58%	3 942 759
<u>Funded by:</u>								
National Government	2 260 120	2 329 777	75 443	795 549	1 435 539	(639 990)	-45%	2 329 777
Provincial Government	46 710	114 133	5 912	33 983	79 271	(45 288)	-57%	114 133
Other transfers and grants	200	6 000	14	14	–	14	0%	6 000
Transfers recognised - capital	2 307 029	2 449 910	81 369	829 546	1 514 810	(685 264)	-45%	2 449 910
Public contributions & donations	97 926	100 000	3 747	22 876	29 379	(6 503)	-22%	100 000
Borrowing	760 761	1 000 000	28 882	112 411	531 989	(419 578)	-79%	1 000 000
Internally generated funds	34 172	392 848	1 543	4 638	242 050	(237 413)	-98%	392 848
Total Capital Funding	3 199 887	3 942 759	115 541	969 470	2 318 228	(1 348 758)	-58%	3 942 759

(f) Table C6: Consolidated monthly budget statement – financial position**TSH City Of Tshwane - Table C6 Consolidated Monthly Budget Statement - Financial Position - M07 January**

Description	2016/17	Budget Year 2017/18		
	Audited Outcome	Original Budget	YearTD actual	Full Year Forecast
R thousands				
<u>ASSETS</u>				
Current assets				
Cash	456,779	121,000	161,081	121,000
Call investment deposits	1,712,537	2,502,289	2,110,885	2,502,289
Consumer debtors	4,630,010	3,423,486	3,376,021	3,423,486
Other debtors	1,351,392	1,067,508	885,339	1,067,508
Current portion of long-term receivables	91,005	163,349	91,005	163,349
Inventory	692,359	698,494	648,878	698,494
Total current assets	8,934,083	7,976,126	7,273,209	7,976,126
Non current assets				
Long-term receivables	25,661	6,366	1,204,774	6,366
Investments	711	858,036	711	858,036
Investment property	773,100	927,675	773,100	927,675
Property, plant and equipment	34,119,270	37,968,303	34,182,470	37,968,303
Intangible assets	388,740	379,756	388,542	379,756
Other non-current assets	4,292,202	–	4,292,202	–
Total non current assets	39,599,684	40,140,136	40,841,799	40,140,136
TOTAL ASSETS	48,533,767	48,116,261	48,115,008	48,116,261
<u>LIABILITIES</u>				
Current liabilities				
Borrowing	728,912	788,401	940,400	788,401
Consumer deposits	411,345	395,755	491,056	395,755
Trade and other payables	9,388,531	7,197,370	7,373,240	7,197,370
Total current liabilities	10,528,788	8,381,526	8,804,697	8,381,526
Non current liabilities				
Borrowing	10,662,893	11,195,205	10,770,066	11,195,205
Provisions	4,639,292	3,569,019	4,208,076	3,569,019
Total non current liabilities	15,302,185	14,764,224	14,978,142	14,764,224
TOTAL LIABILITIES	25,830,973	23,145,750	23,782,839	23,145,750
NET ASSETS	22,702,794	24,970,512	24,332,169	24,970,512
<u>COMMUNITY WEALTH/EQUITY</u>				
Accumulated Surplus/(Deficit)	22,702,794	24,713,269	24,101,366	24,713,269
Reserves	–	257,243	230,803	257,243
TOTAL COMMUNITY WEALTH/EQUITY	22,702,794	24,970,512	24,332,169	24,970,512

(g) Table C7: Consolidated monthly budget statement – cash flow**TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M07 January**

Description	2016/17	Budget Year 2017/18						
	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	5 912 584	6 188 689	540 715	3 814 555	3 482 915	331 640	10%	6 188 689
Service charges	14 386 069	16 688 427	1 068 258	9 747 947	10 665 778	(917 830)	-9%	16 688 427
Other revenue	2 664 512	1 433 244	55 623	644 240	851 660	(207 420)	-24%	1 433 244
Government - operating	3 980 677	4 159 532	831 905	3 135 486	3 084 624	50 862	2%	4 159 532
Government - capital	2 378 838	2 443 910	114 535	1 319 918	1 326 850	(6 933)	-1%	2 443 910
Interest	105 994	233 345	66 078	449 020	137 582	311 438	226%	233 345
Payments								
Suppliers and employees	(23 716 368)	(24 916 187)	(2 220 262)	(17 087 017)	(17 378 335)	(291 318)	2%	(24 916 187)
Finance charges	(1 336 037)	(1 417 357)	(73 169)	(1 048 517)	(831 864)	216 653	-26%	(1 417 357)
Transfers and Grants	(759)	(49 980)	(17 098)	(65 674)	(29 186)	36 488	-125%	(49 980)
NET CASH FROM/(USED) OPERATING ACTIVITIES	4 375 510	4 763 623	366 584	909 957	1 310 024	400 067	31%	4 763 623
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	5 484	5 880	(3 285)	93 020	3 430	89 590	2612%	5 880
Decrease (Increase) in non-current debtors	-	(102 705)	-	-	(59 911)	59 911	-100%	(102 705)
Decrease (increase) other non-current receivables	(2 591)	993	35 408	96 638	579	96 059	16587%	993
Decrease (increase) in non-current investments	-	(500 246)	-	2 371	(291 810)	294 181	-101%	(500 246)
Payments								
Capital assets	(3 648 666)	(3 863 903)	(115 541)	(969 470)	(2 272 129)	(1 302 659)	57%	(3 863 903)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(3 645 774)	(4 459 981)	(83 418)	(777 441)	(2 619 841)	(1 842 400)	70%	(4 459 981)
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	-	-	-	205 000	-	205 000	#DIV/0!	-
Borrowing long term/refinancing	1 000 000	1 000 000	-	-	531 989	(531 989)	-100%	1 000 000
Increase (decrease) in consumer deposits	(192 740)	7 760	10 117	66 058	4 527	61 532	1359%	7 760
Payments								
Repayment of borrowing	(552 421)	(601 794)	(62 340)	(172 630)	(351 046)	(178 416)	51%	(601 794)
NET CASH FROM/(USED) FINANCING ACTIVITIES	254 839	405 966	(52 223)	98 428	185 469	87 041	47%	405 966
NET INCREASE/ (DECREASE) IN CASH HELD	984 576	709 608	230 944	230 944	(1 124 348)			709 608
Cash/cash equivalents at beginning:	1 184 740	1 907 681		2 041 022	1 907 681			2 041 022
Cash/cash equivalents at month/year end:	2 169 316	2 617 289		2 271 966	783 333			2 750 630

PART 2: SUPPORTING DOCUMENTATION

(a) Table SC1: Material variance explanations

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M07 January				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	R thousands Revenue By Source Property rates Service charges - electricity revenue Service charges - water revenue Service charges - sanitation revenue Service charges - refuse revenue Service charges - other Rental of facilities and equipment Interest earned - external investments Interest earned - outstanding debtors Dividends received Fines, penalties and forfeits Licences and permits Agency services Transfers and subsidies Other revenue Gains on disposal of PPE	147 884 106 158 (355 158) (5 096) (9 724) - (25 058) 45 278 88 960 - (103 596) (16 741) - 45 133 (81 331) (3 430)	Due to an increase number of properties billed. mainly due to over recovery on the sale of electricity , serving of summonses and replacement of meters . Technical audits on all meters are currently being conducted and all notification and placement of meters attended to. due to a decline in usage. The budget for sewerage is based on statistical trends. The budget will be reduced in the adjustment budget. due to a decline in usage. The budget for sewerage is based on statistical trends. The budget will be reduced in the adjustment budget. mainly on Bulk Containers and Landfill Sites. Impact of weighbridges at 4 landfill sites and billing of waste contractors are still being evaluated and information on billing documents are being corrected and processed. mainly due to under recovery on the rental of housing accommodation, facilities and commercial properties. Expired lease agreements are in the process of being renewed. interest earned on the bank account and investments better than projected. As a result of an increase in outstanding debtors. mainly due to outstanding income from AARTO traffic fines. The income will be reduced by R38,2 million in the adjustment budget. Mainly due to a decline in applications on drivers licences. mainly due to the receipts and recognition of the equitable share and the Urban Settlement Development Grant. Due to underspending on Building Plan Fees, Transport fees and Township development contributions on electricity and rezoning. Gain on disposal of assets will be realised once assets are sold.	The budget for water and sewerage is based on statistical trends. The budget for water and sewerage is based on statistical trends. Expired business leases to be advertised.
2	Expenditure By Type Employee related costs Remuneration of councillors Debt impairment Depreciation & asset impairment Finance charges Bulk purchases Other materials Contracted services Transfers and subsidies Other expenditure Loss on disposal of PPE	(382 317) (7 110) - (313 110) 203 612 (266 058) (128 151) (783 744) (12 107) (409 110) (1)	Underspending mainly relates to service bonus, salaries, provision for leave, post-employment pension and long-service benefits. The calculation aligns with the asset verification and purification process. Due to the interest paid on the external loans. Due to outstanding invoices still to be paid. Mainly due to under spending on stationery , consumables, chemicals and substations. Due to underspending mainly on office Building and Cleaning , Connections, Connections and electricity reticulation. Due to underspending on the payment of gratuities and for the Early Childhood Development NGO Support. Due to underspending mainly on telecommunications, EPWP job creation, LED initiatives and implementation of OITPS.	The actual spending on the provisions are posted at year end. Expenditure is expected to increase in the third quarter of the financial year. Expenditure is expected to increase in the third quarter of the financial year. NGO support payments are done once a year through pre-selected NGO, at the end of the financial year. Expenditure is expected to increase in the third quarter of the financial year.
3	Capital Expenditure Vote 1 - Community & Social Development Services Department Vote 2 - Economic Development & Spatial Planning Department Vote 3 - Emergency Management Services Department Vote 4 - Environment & Agriculture Management Department Vote 5 - Group Audit & Risk Department Vote 6 - Group Financial Services Department Vote 7 - Group Property Department Vote 8 - Health Department Vote 9 - Housing & Human Settlement Department Vote 10 - Regional Operations & Coordination Department Vote 11 - Roads & Transport Department Vote 12 - Shared Services Department Vote 13 - Tshwane Metro Police Department Vote 14 - Utility Services Department Vote 15 - Other Departments	(36 296) (55 682) (1 239) (18 751) (5 937) (79 508) (3 515) (6 583) (422 472) (2 558) (147 683) (67 192) (8 665) (250 116) (242 562)	Social Development centre in Hammanskraal project is the main contributor. Delay of payment due to extension of time approval by EAC. Business Process Outsourcing (BPO) Park Construction project is the main contributor. The project is still on hold, following the suspension of services by the Principal Agent on 9 May 2017, pending the approval of the site development plan. Renovation & Upgrading of Facilities is the main contributor. Although the tender for the roller-shutter doors was done in October, due to the nature of the project which has been impacted by manufacturing lead time of the roller doors and that the building industry officially shut down mid-December, this project will only realize expenditure during Q3. Upgrade of access control at waste disposal sites is the main contributor. Fencing of Soshanguve landfill site, awaiting SCM to finalise the process of a service provider. Under spending on Insurance Replacements. Turnaround of Municipality Water Services – Reduction of water losses is the main contributor. SCM process in place. Replacement/Modernization of all the Lifts within various Council Buildings project. The first tender was non-responsive and had to be cancelled. To be re-advertised. Upgrading of Clinic Dispensaries - waiting for invoices. Winterveldt bulk sewer project is the main contributor. Ex post - facto approval report to effect expenditure signed on 27 November 2017. Under spending on Jo-Jo Tanks. Awaiting role mapping of project managers. Belle Ombre CNG Depot - Building Works. Upon the departure of Tsholeto Projects in May 2017, delays were experienced on the creation of WBS numbers and purchase orders which affected the expenditure. Under spending on the Implementation of Storage Area Network project - WBS done and an order will be placed for equipment. Purchasing of Policing Equipment - Report for the procurement of SAPS Tetra Radio communication only approved in December 2017. RE - AGA - Tshwane - Appointment of contractors has been put on hold due to Township Layout that has not been approved. Revitalisation of City's industrial and economic nodes (Rosslyn, Babelegi, Enkandistrisa, Garankuwa) - This project is awaiting for the approval plan from National Treasury.	Payment awaiting processing. The Site Development Plan and building plans were not approved, issues raised by the Spatial Planning officials and architects are being addressed. Roller shutter doors to be installed during January / February 2018. Progress will be followed up with Project Manager. Departments are busy with the procurement process. Expenditure is expected to improve in the third quarter. Awaiting Bid Specification Committee date for conclusion of re-advertisement. Inform Project Managers that claims must be submitted in time. Approval of BAC resolution to be effected on system. None. The purchase order creation has been resolved, expenditure is expected to improve in January 2018. Placement of order. Awaiting Letter of Acceptance and copy of approved report before continuation. The department is in constant communication with the Human Settlement Department to expedite the approval of the township layout plans. None.

Table SC1: Material variance explanations (continued)

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M07 January				
Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
4	<u>Financial Position</u>			
	Current assets	(702 916)	Decrease call investments deposit, Other debtors and long term receivables.	
	Non current assets	701 663	Increase in long term receivables.	
	Current liabilities	423 171	Increase in trade and other payables.	
	Non current liabilities	213 918	Increase in provisions.	
5	<u>Cash Flow</u>			
	Transfer receipts - capital	(272 670)	Underspending on capital grants.	
	Contributions & Contributed assets	5 781	Contributions on assets.	
	Proceeds on disposal of PPE	(9 556)		
	Short term loans	-		
	Borrowing long term/refinancing	(110 592)	Long Term borrowings is expected in the fourth quarter.	
	Increase in consumer deposits	9 471	An increase in consumer deposit.	
	Receipt of non-current debtors	8 559	Movement in consumer debtors	
	Receipt of non-current receivables	35 326	Increase in non- current receivables.	
	Change in non-current investments	41 687	Includes the Entities - SWA consumers debtors.	
	Capital assets	(406 093)	Underspending on the capital budget.	
	Repayment of borrowing	12 191	Repayment more than projections.	
7	<u>Municipal Entities</u>			
	Revenue			
	Housing Company Tshwane	(6 839)	Main contributor is Transfers and Subsidies. The variance was attributed to certain marketing activities not carried out due to the entity not delivering Townlands project and vacant senior management positions not filled. The grant is recognized once the entity has fulfilled the mandate as per the Service Delivery Agreement between the City and the entity.	Management has advertised senior management position and those positions will be filled the beginning of the quarter 3. The non-performing contractor has been put in terms.
	Tshwane Economic Development Agency	(20 791)	Not all grant payments have been received.	
	Expenditure			
	Housing Company Tshwane	(19 213)	Contracted services - The variance was due to certain marketing activities not carried out due to the entity not delivering 100 social housing units at the end of the financial year due to the contractors non- performance.	The contractor has been put into terms to deliver 158 units by the end of quarter 3.
	Tshwane Economic Development Agency	(9 242)	Expenditure less than projected.	
	Capital Expenditure			
	Housing Company Tshwane	(18 661)	Chantel projects – Advert to appoint a contractor on upgrading of bulk infrastructure has been advertised ; Townlands project – the entity is awaiting R10 million from SHRA, In terms of performance 148 units on the first floor are in progress which equates to 3 blocks; Timberlands projects – 90% of the design has been completed.	This will be corrected during the adjustment budget.
	Tshwane Economic Development Agency	(103)	Expenditure less than budgeted.	

(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	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<u>Borrowing Management</u>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	2,8%	2,7%	0,0%	5,4%	2,7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	23,8%	25,4%	0,0%	11,6%	25,4%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	91,5%	76,8%	0,0%	78,4%	76,8%
Gearing	Long Term Borrowing/ Funds & Reserves	0,0%	4352%	0%	4666%	4352%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	84,9%	95,2%	0,0%	82,6%	95,2%
Liquidity Ratio	Monetary Assets/Current Liabilities	20,6%	31,3%	0,0%	25,8%	31,3%
<u>Revenue Management</u>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	21,8%	15,4%	0,0%	31,3%	15,4%
<u>Creditors Management</u>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	100,0%	100,0%	0,0%	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	21,3%	18,5%	0,0%	19,81%	18,5%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	27,8%	22,6%	0,0%	21,27%	22,6%
Employee costs	Employee costs/Total Revenue - capital revenue	28,6%	29,0%	0,0%	27,3%	29,0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	3,8%	4,0%	0,0%	3,0%	4,0%
Interest & Depreciation	I&D/Total Revenue - capital revenue	10,2%	11,2%	0,0%	12,6%	11,2%
<u>IDP regulation financial viability indicators</u>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	-54,3	30,5	-	53,5	30,5
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	16,5%	19,2%	0,0%	19,0%	19,2%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	0,1	1,2	-	0,1	1,2

(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 2017/18										Total over 90 days	Actual Bad Debts Written Off against Debtors	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total				
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	410 833	92 692	54 082	46 538	59 419	104 935	334 346	1 308 445	2 411 291	1 853 684	1 956		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	276 959	43 375	30 550	28 841	33 644	33 996	106 219	591 872	1 145 455	794 571	157		
Receivables from Non-exchange Transactions - Property Rates	1400	613 890	75 148	57 912	58 016	58 712	52 992	218 730	1 298 225	2 433 626	1 686 675	179		
Receivables from Exchange Transactions - Waste Water Management	1500	96 878	15 425	10 338	7 753	10 482	9 164	45 132	213 346	408 516	285 876	526		
Receivables from Exchange Transactions - Waste Management	1600	140 705	53 180	19 550	12 175	15 737	12 601	65 480	427 333	746 760	533 326	370		
Receivables from Exchange Transactions - Property Rental Debtors	1700	10 662	1 808	1 336	1 374	968	235 189	152	42 823	294 312	280 507	-		
Interest on Arrear Debtor Accounts	1810	146 734	56 009	54 147	45 181	54 350	48 999	268 026	1 472 647	2 146 092	1 889 202	558		
Other	1900	26 743	54 626	59 810	31 304	44 080	34 909	109 598	1 088 427	1 449 497	1 308 318	927		
Total By Income Source	2000	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		
2016/17 - totals only		1 367 309	198 977	201 450	205 347	226 125	450 868	978 904	4 831 069	8 460 049	6 692 313	1 790		
Debtors Age Analysis By Customer Group														
Organs of State	2200	67 246	22 252	11 966	11 806	9 166	2 542	(12 671)	1 824	114 131	12 667	-		
Commercial	2300	629 877	103 901	73 741	70 263	82 894	202 435	285 452	1 231 007	2 679 571	1 872 051	-		
Households	2400	939 558	237 715	189 095	144 716	176 478	187 597	853 880	4 637 426	7 366 466	6 000 098	3 276		
Other	2500	86 722	28 395	12 922	4 396	8 853	140 211	21 022	572 862	875 382	747 344	1 398		
Total By Customer Group	2600	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		

(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 2017/18									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	551 153								551 153	563 218
Bulk Water	0200	206 242								206 242	172 245
PAYE deductions	0300	117 335								117 335	94 400
VAT (output less input)	0400	(76 904)								(76 904)	(93 805)
Pensions / Retirement deductions	0500	111 345								111 345	103 248
Loan repayments	0600	62 660								62 660	991 645
Trade Creditors	0700	587 100								587 100	559 609
Auditor General	0800	8 555								8 555	127
Other	0900	2 624 087								2 624 087	1 518 884
Total By Customer Type	1000	4 191 574	-	-	-	-	-	-	-	4 191 574	3 909 571

(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									
Kny sna Stocks	24	15y	Stock	31.12.2018	0	0.0%	711	-	711
Sanlam	26	14y	Insurance pol	07.12.2015	-	3.0%	-	-	-
Sanlam	27	14y	Insurance pol	01.01.2016	-	3.0%	-	-	-
Capital Allianz	28	8y	Insurance pol	On selling da	1	2.0%	622	(623)	0
Capital Allianz	29	9y	Insurance pol	On selling da	5	3.0%	1,969	(1,974)	-
ABSA	32	On Call	Money Marke	On call	195	7.3%	31,602	-	31,797
ABSA	33	On Call	Money Marke	On call	68	7.3%	11,074	-	11,143
ABSA	34	On Call	Money Marke	On call	51	7.3%	8,295	-	8,346
ABSA	35	On Call	Money Marke	On call	1	7.3%	183	-	184
Investec Bank	37	On Call	Money Marke	On call	171	7.3%	27,752	-	27,923
Investec Bank	38	On Call	Money Marke	On call	55	7.3%	8,871	-	8,925
Investec Bank	39	On Call	Money Marke	On call	7	7.3%	1,188	-	1,196
Standard Bank	40	On Call	Money Marke	On call	667	7.8%	100,631	-	101,298
Standard Bank	41	On Call	Money Marke	On call	21	7.8%	3,124	-	3,144
Investec Bank	108	On Call	Money Marke	On call	185	6.8%	31,962	-	32,147
RMB	237	On Call	Money Marke	31.10.2011	-	0.0%	-	-	-
STANLIB	106	On Call	Money Marke	On call	-	0.4%	252	1	253
ABSA	338	On Call	Short Term	On call	-	6.7%	380	184,620	185,000
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	59,801	60,175
Nedbank	244	On Call	Short Term	On call	-	0.0%	252,008	-	252,008
ABSA	245	On Call	Short Term	On call	-	0.0%	301,809	-	301,809
Standard Bank	0	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	-	503,142
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	253,683	2,100,196
<u>Entities</u>									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				1,915		1,844,597	253,683	2,100,196

(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	2016/17	Budget Year 2017/18						
	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:	3 614 648	3 875 608	821 454	2 854 803	2 799 540	55 263	2,0%	3 875 608
Local Government Equitable Share	1 864 838	2 132 788	710 929	1 599 591	1 599 591	–		2 132 788
Fuel Levy	1 440 100	1 444 413	–	962 942	962 942	–		1 444 413
Finance Management Grant	2 875	2 650	–	2 650	2 650	–		2 650
Urban Settlement Development Grant	46 180	48 492	–	48 492	48 492	–		48 492
Expanded Public Works Programme Incentive (EPWP)	50 247	20 451	–	14 315	14 315	–		20 451
Public Transport Network Operations Grant	204 010	221 049	110 525	221 049	165 786	55 263	33,3%	221 049
Integrated City Development Grant	6 398	5 764	–	5 764	5 764	–		5 764
Provincial Government:	342 400	217 173	5 088	241 699	183 412	58 287	31,8%	217 173
Primary Health Care	44 325	46 541	–	32 578	32 578	0	0,0%	46 541
Emergency Medical Services	62 850	65 993	–	46 195	46 195	–		65 993
HIV and Aids Grant	12 649	12 720	5 088	12 720	12 720	–		12 720
Housing Top Structure (HSDG)	203 285	90 664	–	149 211	90 664	58 547	64,6%	90 664
Sports and Recreation : Community Libraries	7 145	1 255	–	995	1 255	(260)	-20,7%	1 255
Gautrans	12 071	–	–	–	–	–		–
Research and Technology	75	–	–	–	–	–		–
Other grant providers:	365 329	152 176	5 363	38 983	101 672	(62 689)	-61,7%	152 176
DBSA	–	61 000	–	–	36 000	(36 000)	-100,0%	61 000
Tirelo Boshia Grant - Research and Development	3 900	5 751	–	628	5 751	(5 123)	-89,1%	5 751
Broadband/Wifi	1 087	–	–	–	–	–		–
Housing Company Tshwane	30 629	31 275	953	11 957	17 865	(5 907)	-33,1%	31 275
TEDA	58 166	54 150	4 410	26 398	42 056	(15 659)	-37,2%	54 150
Sandspruit	271 547	–	–	–	–	–		–
Total Operating Transfers and Grants	4 322 377	4 244 957	831 905	3 135 486	3 084 624	50 862	1,6%	4 244 957
Capital Transfers and Grants								
National Government:	2 367 908	2 329 777	114 535	1 278 011	1 278 011	–		2 329 777
Urban Settlement Development Grant	1 493 154	1 567 923	–	759 715	759 715	–		1 567 923
Public Transport Infrastructure & Systems Grant	750 000	679 190	114 535	454 131	454 131	–		679 190
Integrated National Electrification Programme	40 000	30 000	–	11 500	11 500	–		30 000
Neighbourhood Development Partnership Grant	48 500	20 000	–	20 000	20 000	–		20 000
Integrated City Development Grant	36 254	32 665	–	32 665	32 665	–		32 665
Provincial Government:	43 585	43 507	–	36 509	43 507	(6 998)	-16,1%	43 507
Sport and Recreation: Community Libraries	6 978	9 507	–	9 507	9 507	–		9 507
Gautrans	36 607	34 000	–	27 002	34 000	(6 998)	-20,6%	34 000
Other grant providers:	200	6 000	–	5 398	5 332	65	1,2%	6 000
LG SETA Discretionary grant (93 applies over 3 years)	–	6 000	–	5 398	5 332	65	1,2%	6 000
Smart Connect Grant	200	–	–	–	–	–		–
Total Capital Transfers and Grants	2 411 693	2 379 284	114 535	1 319 918	1 326 850	(6 933)	-0,5%	2 379 284
TOTAL RECEIPTS OF TRANSFERS & GRANTS	6 734 070	6 624 241	946 440	4 455 403	4 411 474	43 929	1,0%	6 624 241

(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	2016/17	Budget Year 2017/18						
	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:	3,609,606	3,875,608	720,077	2,797,718	2,563,422	234,296	9.1%	3,875,608
Local Government Equitable Share	1,864,838	2,132,788	710,928	1,599,590	1,421,859	177,732	12.5%	2,132,788
Fuel Levy	1,440,100	1,444,413	–	962,942	962,942	–		1,444,413
Finance Management Grant	2,875	2,650	321	2,296	2,595	(299)	-11.5%	2,650
Water Services Operating Subsidy Grant	46,180	48,492	–	48,492	27,000	21,492	79.6%	48,492
Urban Settlement Development Grant	50,247	20,451	–	14,315	14,315	–		20,451
Municipal Human Settlement Capacity Grant	199,221	221,049	8,500	167,351	128,947	38,404	29.8%	221,049
Expanded Public Works Programme Incentive (EPWP)	6,145	5,764	328	2,731	5,764	(3,034)	-52.6%	5,764
Provincial Government:	198,421	217,173	2,164	149,873	154,711	(6,279)	-4.1%	217,173
Primary Health Care	44,325	46,541	–	32,579	46,541	(13,962)	-30.0%	46,541
Emergency Medical Services	62,850	65,993	–	46,195	46,195	0	0.0%	65,993
HIV and Aids Grant	12,649	12,720	1,487	10,181	12,720	(2,539)	-20.0%	12,720
Housing Top Structure (HSDG)	72,555	90,664	–	58,223	48,000	10,223	21.3%	90,664
Sports and Recreation : Community Libraries	5,932	1,255	677	2,695	1,255			1,255
Gautrans	110	–	–	–	–			–
Other grant providers:	364,242	152,176	6,202	39,822	101,672	(61,849)	-60.8%	152,176
DBSA	–	61,000	–	–	36,000	(36,000)	-100.0%	61,000
Tirelo Boshia Grant - Research and Development	3,900	5,751	839	1,468	5,751			5,751
Housing Company Tshwane	30,629	31,275	953	11,957	17,865			31,275
TEDA	58,166	54,150	4,410	26,398	42,056			54,150
Sandspruit	271,547	–	–	–	–			–
Total operating expenditure of Transfers and Grants:	4,172,269	4,244,957	728,443	2,987,413	2,819,805	166,168	5.9%	4,244,957
Capital expenditure of Transfers and Grants								
National Government:	2,232,139	2,329,778	75,443	795,549	1,435,439	(639,890)	-44.6%	2,329,778
Urban Settlement Development Grant	1,415,652	1,567,923	72,812	480,397	952,086	(471,689)	-49.5%	1,567,923
Public Transport Infrastructure & Systems Grant	729,153	679,190	900	296,557	450,303	(153,746)	-34.1%	679,190
Integrated National Electrification Programme	39,332	30,000	1,731	18,097	19,790	(1,693)	-8.6%	30,000
Water Affairs	48,002	20,000	–	498	13,260	(12,762)	-96.2%	20,000
Neighbourhood Development Partnership Grant	–	32,665	–	–	–			32,665
Provincial Government:	46,710	114,133	5,912	28,462	37,993	(9,531)	-25.1%	114,133
Sport and Recreation: Community Libraries	5,710	9,507	–	–	3,993	(3,993)	-100.0%	9,507
Social Infrastructure Grant	41,000	34,000	5,912	28,462	34,000			34,000
HCT - SHRA	–	70,626	–	–	–			70,626
Other grant providers:	200	6,000	14	14	–	14	#DIV/0!	6,000
LG SETA Discretionary grant (93 applies over 3 years)	–	6,000	14	14	–	14	#DIV/0!	6,000
Smart Connect Grant	200	–	–	–	–			–
Total capital expenditure of Transfers and Grants	2,279,049	2,449,911	81,369	824,025	1,473,432	(649,407)	-44.1%	2,449,911
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	6,451,318	6,694,868	809,812	3,811,438	4,293,237	(483,240)	-11.3%	6,694,868

(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 - M06 December

Description	Ref	Budget Year 2017/18				
		Approved Rollover 2016/17	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					-	
Emergency Medical Services					-	
HIV and Aids Grant					-	
Housing Top Structure (HSDG)					-	
Sports and Recreation : Community Libraries					-	
Gautrans					-	
Research and Technology					-	
District Municipality:		-	-	-	-	
[insert description]					-	
Other grant providers:		-	-	-	-	
DBSA					-	
Tirelo Boshia Grant - Research and Development					-	
Broadband/Wifi					-	
Housing Company Tshwane					-	
TEDA					-	
Total operating expenditure of Approved Roll-overs		-	-	-	-	
<u>Capital expenditure of Approved Roll-overs</u>						
National Government:		-	-	-	-	
Urban Settlement Development Grant					-	
Public Transport Infrastructure & Systems Grant					-	
Intergrated National Electrification Programme					-	
Water Affairs					-	
Neighbourhood Development Partnership Grant					-	
Finance Management Grant					-	
Energy Efficiency and Demand Side Management					-	
Intergrated City Development Grant					-	
Provincial Government:		-	-	-	-	
Sport and Recreation: Community Libraries					-	
Gautrans					-	
Social Infrastructure Grant					-	
District Municipality:		-	-	-	-	
					-	
					-	
Other grant providers:		-	-	-	-	
LG SETA Discretionary grant (93 appies over 3 years)					-	
Smart Connect Grant					-	
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	2016/17	Budget Year 2017/18						
	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	115 514	125 168	9 764	68 536	73 928	(5 392)	-7%	125 168
Medical Aid Contributions	—	66	—	—	—	—	—	66
Cellphone Allowance	—	46	—	—	—	—	—	46
Other benefits and allowances	2 490	3 155	—	1 027	1 840	(814)	-44%	3 155
Sub Total - Councillors	118 003	128 436	9 764	69 563	75 768	(6 205)	-8%	128 436
% increase		8,8%						8,8%
Senior Managers of the Municipality								
Basic Salaries and Wages	42 964	17 470	2 752	19 053	10 191	8 862	87%	17 470
Pension and UIF Contributions	—	11 057	75	428	6 450	(6 022)	-93%	11 057
Medical Aid Contributions	—	1 045	49	274	610	(336)	-55%	1 045
Overtime	—	123	—	—	72	(72)	-100%	123
Performance Bonus	—	2 039	21	40	1 189	(1 149)	-97%	2 039
Motor Vehicle Allowance	—	843	97	593	491	102	21%	843
Cellphone Allowance	406	130	32	158	76	82	109%	130
Housing Allowances	—	422	—	—	246	(246)	-100%	422
Other benefits and allowances	—	1 049	33	333	612	(279)	-46%	1 049
Payments in lieu of leave	—	853	26	26	497	(471)	-95%	853
Sub Total - Senior Managers of Municipality	43 371	35 031	3 084	20 905	20 435	470	2%	35 031
% increase		-19,2%						-19,2%
Other Municipal Staff								
Basic Salaries and Wages	4 920 621	5 227 883	435 725	3 124 023	3 366 190	(242 167)	-7%	5 227 883
Pension and UIF Contributions	1 108 268	1 025 664	94 606	669 871	775 965	(106 094)	-14%	1 025 664
Medical Aid Contributions	458 535	493 954	41 684	280 884	289 460	(8 576)	-3%	493 954
Overtime	385 729	484 572	40 064	213 236	133 230	80 006	60%	484 572
Performance Bonus	266	405 969	(16)	70	(926)	996	-108%	405 969
Motor Vehicle Allowance	305 328	309 814	25 685	182 526	183 620	(1 094)	-1%	309 814
Cellphone Allowance	16 108	15 946	1 421	9 344	9 850	(506)	-5%	15 946
Housing Allowances	39 231	46 066	3 705	26 601	27 197	(596)	-2%	46 066
Other benefits and allowances	363 294	145 653	40 766	283 739	255 806	27 933	11%	145 653
Payments in lieu of leave	—	243 136	—	—	—	—	—	243 136
Long service awards	—	5 265	—	—	—	—	—	5 265
Post-retirement benefit obligations	106 943	287 440	—	—	125 688	(125 688)	-100%	287 440
Sub Total - Other Municipal Staff	7 704 323	8 691 362	683 641	4 790 294	5 166 080	(375 787)	-7%	8 691 362
% increase		12,8%						12,8%
Total Parent Municipality	7 865 697	8 854 829	696 489	4 880 762	5 262 283	(381 522)	-7%	8 854 829
		12,6%						12,6%
Unpaid salary, allowances & benefits in arrears:								
Board Members of Entities								
Board Fees	3 327	3 285	144	949	1 854	(905)	-49%	3 285
Sub Total - Board Members of Entities	3 327	3 285	144	949	1 854	(905)	-49%	3 285
% increase		-1,3%						-1,3%
Senior Managers of Entities								
Basic Salaries and Wages	26 456	14 944	1 283	9 037	8 287	750	9%	14 944
Pension and UIF Contributions	1 193	271	36	257	158	99	63%	271
Medical Aid Contributions	875	349	37	279	203	76	37%	349
Motor Vehicle Allowance	2 112	746	39	291	435	(144)	-33%	746
Cellphone Allowance	328	—	20	145	—	145	—	—
Housing Allowances	232	—	—	—	—	—	—	—
Other benefits and allowances	236	311	14	97	—	97	—	311
Post-retirement benefit obligations	—	—	—	—	—	—	—	—
Sub Total - Senior Managers of Entities	31 431	16 621	1 430	10 107	9 084	1 023	11%	16 621
% increase		-47,1%						-47,1%
Other Staff of Entities								
Basic Salaries and Wages	68 253	32 104	1 198	9 391	16 316	(6 925)	-42%	32 104
Pension and UIF Contributions	11 622	1 176	36	243	686	(443)	-65%	1 176
Medical Aid Contributions	9 494	996	40	278	581	(303)	-52%	996
Overtime	2 522	—	—	—	—	—	—	—
Performance Bonus	188	—	—	—	—	—	—	—
Motor Vehicle Allowance	6 105	—	31	215	—	215	—	—
Cellphone Allowance	469	—	11	75	—	75	—	—
Housing Allowances	3 428	—	—	—	—	—	—	—
Other benefits and allowances	2 433	1 446	13	53	696	(644)	-92%	1 446
Sub Total - Other Staff of Entities	104 514	35 722	1 330	10 255	18 279	(8 024)	-44%	35 722
% increase		-65,8%						-65,8%
Total Municipal Entities	139 272	55 627	2 903	21 311	29 217	(7 905)	-27%	55 627
TOTAL SALARY, ALLOWANCES & BENEFITS	8 004 969	8 910 456	699 392	4 902 073	5 291 500	(389 427)	-7%	8 910 456
% increase		11,3%						11,3%
TOTAL MANAGERS AND STAFF	7 883 639	8 778 736	689 484	4 831 561	5 213 878	(382 317)	-7%	8 778 736

(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 2017/18			2017/18 Medium Term Revenue & Expenditure Framework		
	January Budget	January Actual	January Variance	Budget Year 2017/18	Budget Year +1 2018/19	Budget Year +2 2019/20
R thousands						
<u>Cash Receipts By Source</u>						
Property rates	516 231	540 715	24 483	6 188 689	6 621 771	7 085 671
Service charges - electricity revenue	602 558	531 842	(70 716)	10 617 669	11 222 469	11 850 363
Service charges - water revenue	287 837	314 453	26 616	3 797 042	4 013 332	4 237 910
Service charges - sanitation revenue	74 186	88 134	13 948	933 735	987 044	1 042 410
Service charges - refuse	106 745	132 942	26 197	1 339 981	1 436 887	1 540 960
Service charges - other	–	888	888			
Rental of facilities and equipment	12 559	11 586	(973)	151 864	166 870	182 866
Interest earned - external investments	6 621	13 294	6 673	79 493	74 609	79 434
Interest earned - outstanding debtors	12 761	52 784	40 023	153 853	115 476	120 064
Fines, penalties and forfeits	27 738	1 423	(26 314)	332 854	349 555	368 570
Licences and permits	4 566	182	(4 384)	54 796	58 484	61 759
Agency services	3 325	–	(3 325)	6 650	22 994	37 440
Transfer receipts - operating	124 244	831 905	707 661	4 159 532	4 425 895	4 747 475
Other revenue	73 542	42 432	(31 110)	887 079	924 704	977 067
Cash Receipts by Source	1 852 913	2 562 578	709 666	28 703 237	30 420 091	32 331 990
<u>Other Cash Flows by Source</u>						
Transfer receipts - capital	387 204	114 535	(272 670)	2 443 910	2 160 936	2 301 281
Contributions & Contributed assets		5 781	5 781			
Proceeds on disposal of PPE	490	(9 066)	(9 556)	5 880	1 242	1 312
Borrowing long term/refinancing	110 592	–	(110 592)	1 000 000	1 000 000	1 300 000
Increase in consumer deposits	647	10 117	9 471	7 760	7 915	8 073
Receipt of non-current debtors	(8 559)	–	8 559	(102 705)	(116 398)	(130 765)
Receipt of non-current receivables	83	35 408	35 326	993	1 124	1 178
Change in non-current investments	(41 687)	–	41 687	(500 246)	115 989	(14 758)
Total Cash Receipts by Source	2 301 682	2 719 354	417 672	31 558 829	33 590 899	35 798 312
<u>Cash Payments by Type</u>						
Employee related costs	666 156	689 484	23 328	8 778 772	9 439 307	10 072 202
Remuneration of councillors	10 403	9 908	(495)	125 281	132 672	140 102
Interest paid	117 893	73 169	(44 724)	1 417 357	1 199 598	1 145 762
Bulk purchases - Electricity	466 349	480 486	14 137	7 462 684	7 902 983	8 361 356
Other materials	250 004	216 047	(33 958)	3 264 102	3 518 605	3 771 551
Contracted services	197 963	192 071	(5 892)	2 865 416	2 965 098	3 275 913
Grants and subsidies paid - other	4 159	17 098	12 939	49 980	53 438	56 523
General expenses	219 943	632 267	412 324	2 419 932	2 615 805	2 765 096
Cash Payments by Type	1 932 870	2 310 530	377 659	26 383 524	27 827 507	29 588 506
<u>Other Cash Flows/Payments by Type</u>						
Capital assets	521 634	115 541	(406 093)	3 863 903	3 748 258	4 363 327
Repayment of borrowing	50 149	62 340	12 191	601 794	664 410	701 243
Total Cash Payments by Type	2 504 654	2 488 411	(16 243)	30 849 221	32 240 176	34 653 076
NET INCREASE/(DECREASE) IN CASH HELD	(202 971)	230 944	433 915	709 608	1 350 723	1 145 236
Cash/cash equivalents at the month/year beginning:	1 519 588	2 041 022	2 271 966	1 907 681	2 617 289	3 968 011
Cash/cash equivalents at the month/year end:	1 316 617	2 271 966	2 705 881	2 617 289	3 968 011	5 113 247

NB. Bulk purchases for water and electricity is budgeted under Other Material as per mSCOA format.

(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	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue By Source								
Property rates	5 912 861	6 515 154	540 715	3 814 555	3 666 671	83 633	4%	6 515 154
Service charges - electricity revenue	10 869 237	11 178 192	781 998	6 535 342	6 429 184	126 433	3%	11 178 192
Service charges - water revenue	3 216 181	3 997 989	312 900	1 986 214	2 341 371	(143 422)	-11%	3 997 989
Service charges - sanitation revenue	1 032 486	982 879	88 134	573 302	578 398	(10 631)	-3%	982 879
Service charges - refuse revenue	1 291 533	1 410 506	132 955	803 693	813 417	179 230	38%	1 410 506
Rental of facilities and equipment	135 677	141 688	10 879	63 672	87 759	(18 667)	-37%	141 688
Interest earned - external investments	105 111	79 254	13 238	91 609	46 320	25 029	94%	79 254
Interest earned - outstanding debtors	558 545	466 585	52 770	364 039	275 103	48 789	31%	466 585
Fines, penalties and forfeits	184 531	332 854	1 423	90 798	194 394	(46 359)	-42%	332 854
Licences and permits	145 529	54 796	182	66 549	83 290	(8 996)	-19%	54 796
Transfers and subsidies	3 761 456	4 159 532	770 828	2 898 940	2 832 241	65 027	4%	4 159 532
Other revenue	939 453	885 086	42 418	397 356	473 581	(36 982)	-13%	885 086
Gains on disposal of PPE	3 571	5 880	–	0	3 430	(1 960)	-100%	5 880
Total Revenue (excluding capital transfers and contributions)	28 156 170	30 210 396	2 748 441	17 686 067	17 825 159	261 122	3%	30 210 396
Expenditure By Type								
Employee related costs	7 877 852	8 726 381	686 698	4 811 172	5 186 187	(43 020)	-2%	8 726 381
Remuneration of councillors	118 019	125 281	9 764	69 563	75 768	(4 103)	-9%	125 281
Debt impairment	742 784	1 175 973	195 731	689 021	689 021	–	–	1 175 973
Depreciation & asset impairment	1 541 772	1 958 477	106 156	837 098	1 149 918	(180 587)	-27%	1 958 477
Finance charges	1 319 527	1 417 117	73 149	1 079 710	876 098	(292 575)	-56%	1 417 117
Bulk purchases	7 647 980	7 462 684	484 585	4 800 948	5 067 006	(284 045)	-8%	7 462 684
Other materials	2 169 429	3 262 121	211 948	1 511 276	1 639 427	(113 302)	-12%	3 262 121
Contracted services	2 927 509	2 846 473	190 875	1 493 428	2 263 015	(727 207)	-50%	2 846 473
Transfers and subsidies	424 800	135 405	17 098	65 687	77 794	(9 799)	-22%	135 405
Other expenditure	2 787 832	2 875 449	201 630	1 509 851	1 913 160	(333 201)	-27%	2 875 449
Loss on disposal of PPE	1 138	1	–	–	1	(0)	-100%	1
Total Expenditure	27 558 642	29 985 363	2 177 635	16 867 754	18 937 395	(1 987 839)	-17%	29 985 363
Surplus/(Deficit)								
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	597 528	225 033	570 806	818 313	(1 112 236)	2 248 962	(0)	225 033
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	2 362 777	2 373 284	126 671	864 461	1 479 467	(203 261)	(0)	2 373 284
Transfers and subsidies - capital (in-kind - all)	–	6 000	–	–	–	–	–	6 000
Transfers and subsidies - capital (in-kind - all)	54 397	34 722	2 471	16 326	19 143	(598)	(0)	34 722
Surplus/(Deficit) after capital transfers & contributions	3 014 702	2 639 039	699 948	1 699 100	386 373			2 639 039
Taxation	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation	3 014 702	2 639 039	699 948	1 699 100	386 373			2 639 039

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	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
<u>Revenue By Municipal Entity</u>								
Housing Company Tshwane	47 254	41 669	1 687	17 083	23 922	(6 839)	-29%	41 669
Tshwane Economic Development Agency	61 022	61 013	4 465	26 596	47 387	(20 791)	-44%	61 013
Total Operating Revenue	108 276	102 682	6 152	43 679	71 309	(27 630)	-39%	102 682
<u>Expenditure By Municipal Entity</u>								
Housing Company Tshwane	33 698	38 224	953	2 748	21 962	(19 213)	-87%	38 224
Tshwane Economic Development Agency	110 423	60 213	4 413	25 882	35 124	(9 242)	-26%	60 213
Total Operating Expenditure	144 121	98 437	5 366	28 631	57 086	(28 455)	-50%	98 437
Surplus/ (Deficit) for the yr/period	(35 844)	4 245	786	15 048	14 223	825	6%	4 245
<u>Capital Expenditure By Municipal Entity</u>								
Housing Company Tshwane	30 474	122 175	–	52 745	71 406	(18 661)	-26%	122 175
Tshwane Economic Development Agency	1 602	300	97	97	200	(103)	-51%	300
Total Capital Expenditure	32 077	122 475	97	52 842	71 606	(18 764)	-26%	122 475

(I) 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	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands								
<u>Monthly expenditure performance trend</u>								
July	124	84,823	(443)	(443)	84,823	85,266	100.5%	0%
August	127,494	139,949	61,901	61,458	224,772	163,315	72.7%	2%
September	152,136	255,687	78,006	139,464	480,459	340,995	71.0%	4%
October	352,182	323,383	154,340	293,804	803,842	510,038	63.5%	7%
November	286,123	470,603	254,183	547,987	1,274,444	726,457	57.0%	14%
December	249,294	515,809	305,942	853,929	1,790,253	936,324	52.3%	22%
January	155,969	527,975	115,541	969,470	2,318,228	1,348,758	58.2%	25%
February	167,945	477,081			2,795,309	–		
March	224,096	369,964			3,165,274	–		
April	230,602	255,383			3,420,656	–		
May	342,099	245,647			3,666,303	–		
June	911,823	276,456			3,942,759	–		
Total Capital expenditure	3,199,887	3,942,759	969,470					

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

TSH City Of Tshwane - Supporting Table SC13a Consolidated Monthly Budget Statement - capital expenditure on new assets by asset class - M07 January

Description	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Capital expenditure on new assets by Asset Class/Sub-class								
Infrastructure	2 310 580	1 989 569	83 998	572 113	1 132 867	560 754	49,5%	1 989 569
Roads Infrastructure	1 129 090	518 185	8 168	137 804	252 595	114 790	45,4%	518 185
Roads	1 079 528	415 867	7 867	130 374	191 951	61 576	32,1%	415 867
Road Structures	1 559	81 319	302	7 430	47 284	39 854	84,3%	81 319
Road Furniture	48 002	21 000	—	—	13 360	13 360	100,0%	21 000
Storm water Infrastructure	859	85 892	109	109	—	(109)	#DIV/0!	85 892
Drainage Collection	804	30 692	—	—	—	—	—	30 692
Storm water Conveyance	55	55 200	109	109	—	(109)	#DIV/0!	55 200
Electrical Infrastructure	434 237	432 312	14 802	156 039	248 440	92 401	37,2%	432 312
MV Substations	162 529	135 000	456	34 532	89 505	54 973	61,4%	135 000
MV Networks	9 813	15 000	2 998	6 911	9 945	3 034	30,5%	15 000
LV Networks	249 996	212 312	7 088	94 410	125 785	31 375	24,9%	212 312
Capital Spares	11 899	70 000	4 260	20 186	23 205	3 019	13,0%	70 000
Water Supply Infrastructure	224 384	553 496	19 054	135 139	353 899	218 760	61,8%	553 496
Reservoirs	—	109 000	2 830	33 965	67 676	33 711	49,8%	109 000
Water Treatment Works	13 649	138 000	2 093	49 904	83 833	33 929	40,5%	138 000
Bulk Mains	141 496	62 000	—	(984)	34 223	35 206	102,9%	62 000
Distribution	69 238	244 496	14 131	52 254	168 167	115 913	68,9%	244 496
Sanitation Infrastructure	428 812	374 684	41 864	140 897	255 183	114 286	44,8%	374 684
Pump Station	—	22 000	—	21 046	14 586	(6 460)	-44,3%	22 000
Reticulation	274 625	182 675	2 131	38 842	124 782	85 940	68,9%	182 675
Waste Water Treatment Works	645	88 008	39 732	51 393	57 050	5 657	9,9%	88 008
Outfall Sewers	153 542	82 000	—	29 616	58 765	29 149	49,6%	82 000
Solid Waste Infrastructure	4 831	10 000	—	2 125	7 750	5 626	72,6%	10 000
Waste Transfer Stations	—	1 000	—	—	1 000	1 000	100,0%	1 000
Waste Separation Facilities	4 831	—	—	—	—	—	—	—
Capital Spares	—	9 000	—	2 125	6 750	4 626	68,5%	9 000
Information and Communication Infrastructure	88 367	15 000	—	—	15 000	15 000	100,0%	15 000
Distribution Layers	88 367	15 000	—	—	15 000	15 000	100,0%	15 000
Community Assets	98 581	202 600	6 580	44 698	147 600	102 902	69,7%	202 600
Community Facilities	63 282	202 600	6 580	44 698	147 600	102 902	69,7%	202 600
Centres	—	—	—	498	—	(498)	—	—
Clinics/Care Centres	57 710	47 200	6 580	35 105	45 700	10 595	23,2%	47 200
Fire/Ambulance Stations	—	2 000	—	295	—	(295)	—	2 000
Cemeteries/Crematoria	1 574	5 000	—	—	2 500	2 500	100,0%	5 000
Markets	—	6 900	—	—	4 575	4 575	100,0%	6 900
Airports	3 998	3 000	—	—	3 000	3 000	100,0%	3 000
Taxi Ranks/Bus Terminals	—	138 500	—	8 801	91 825	83 024	90,4%	138 500
Sport and Recreation Facilities	35 299	—	—	—	—	—	—	—
Indoor Facilities	—	—	—	—	—	—	—	—
Outdoor Facilities	35 299	—	—	—	—	—	—	—
Investment properties	—	51 500	—	1 496	49 263	47 767	97,0%	51 500
Revenue Generating	—	50 000	—	—	47 763	47 763	100,0%	50 000
Improved Property	—	50 000	—	—	47 763	47 763	100,0%	50 000
Unimproved Property	—	—	—	—	—	—	—	—
Non-revenue Generating	—	1 500	—	1 496	1 500	4	0,3%	1 500
Improved Property	—	1 500	—	1 496	1 500	4	0,3%	1 500
Other assets	58 605	111 925	134	11 197	69 371	58 175	83,9%	111 925
Operational Buildings	45 956	24 750	134	4 811	18 029	13 217	73,3%	24 750
Municipal Offices	—	3 500	134	3 114	3 500	386	11,0%	3 500
Stores	12 909	800	—	—	800	800	100,0%	800
Capital Spares	33 047	20 450	—	1 697	13 729	12 031	87,6%	20 450
Housing	12 650	87 175	—	6 385	51 343	44 957	87,6%	87 175
Social Housing	8 999	—	—	—	—	—	—	—
Capital Spares	3 651	87 175	—	6 385	51 343	44 957	87,6%	87 175
Intangible Assets	59 509	97 566	—	16 562	59 937	43 375	72,4%	97 566
Licences and Rights	59 509	97 566	—	16 562	59 937	43 375	72,4%	97 566
Computer Software and Applications	59 509	97 566	—	16 562	59 937	43 375	72,4%	97 566
Computer Equipment	71 205	60 925	194	10 857	45 731	34 874	76,3%	60 925
Computer Equipment	71 205	60 925	194	10 857	45 731	34 874	76,3%	60 925
Furniture and Office Equipment	10 007	11 650	218	1 225	9 550	8 325	87,2%	11 650
Furniture and Office Equipment	10 007	11 650	218	1 225	9 550	8 325	87,2%	11 650
Machinery and Equipment	43 561	72 500	5 359	10 434	48 888	38 455	78,7%	72 500
Machinery and Equipment	43 561	72 500	5 359	10 434	48 888	38 455	78,7%	72 500
Transport Assets	—	132 925	—	111 782	84 599	(27 184)	-32,1%	132 925
Transport Assets	—	132 925	—	111 782	84 599	(27 184)	-32,1%	132 925
Libraries	15 646	9 707	9	9	4 193	4 184	99,8%	9 707
Libraries	15 646	9 707	9	9	4 193	4 184	99,8%	9 707
Total Capital Expenditure on new assets	2 667 694	2 740 865	96 490	780 371	1 651 998	871 627	52,8%	2 740 865

(n) 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	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Capital expenditure on renewal of existing assets by Asset Class/Sub-class								
Infrastructure	448 609	437 422	4 149	72 667	237 211	164 544	69,4%	437 422
Roads Infrastructure	264 920	293 422	–	65 026	183 559	118 533	64,6%	293 422
Roads	235 823	293 422	–	65 026	183 559	118 533	64,6%	293 422
Road Structures	29 096	–	–	–	–	–	–	–
Electrical Infrastructure	43 588	22 000	263	1 589	14 586	12 997	89,1%	22 000
HV Substations	3 519	–	–	–	–	–	–	–
MV Substations	–	5 000	–	–	3 315	3 315	100,0%	5 000
MV Networks	–	5 000	–	490	3 315	2 825	85,2%	5 000
LV Networks	38 984	10 000	263	1 099	6 630	5 531	83,4%	10 000
Capital Spares	1 085	2 000	–	–	1 326	1 326	100,0%	2 000
Water Supply Infrastructure	61 614	102 000	3 160	5 146	39 066	33 920	86,8%	102 000
Bulk Mains	46 898	–	–	–	–	–	–	–
Distribution	14 716	102 000	3 160	5 146	39 066	33 920	86,8%	102 000
Sanitation Infrastructure	62 496	20 000	726	906	–	(906)	#DIV/0!	20 000
Reticulation	–	20 000	726	906	–	(906)	#DIV/0!	20 000
Waste Water Treatment Works	62 496	–	–	–	–	–	–	–
Solid Waste Infrastructure	15 991	–	–	–	–	–	–	–
Waste Transfer Stations	15 991	–	–	–	–	–	–	–
Community Assets	12 901	39 000	335	6 418	20 626	14 208	68,9%	39 000
Community Facilities	7 493	7 000	335	1 041	4 126	3 085	74,8%	7 000
Halls	1 590	–	–	–	–	–	–	–
Clinics/Care Centres	–	2 000	–	–	1 326	1 326	100,0%	2 000
Fire/Ambulance Stations	5 903	5 000	335	1 041	2 800	1 759	62,8%	5 000
Sport and Recreation Facilities	5 408	32 000	–	5 377	16 500	11 123	67,4%	32 000
Outdoor Facilities	5 408	32 000	–	5 377	16 500	11 123	67,4%	32 000
Investment properties	–	346 000	–	–	219 288	219 288	100,0%	346 000
Revenue Generating	–	346 000	–	–	219 288	219 288	100,0%	346 000
Improved Property	–	346 000	–	–	219 288	219 288	100,0%	346 000
Other assets	24 586	20 000	–	–	16 000	16 000	100,0%	20 000
Operational Buildings	14 658	–	–	–	–	–	–	–
Stores	14 658	–	–	–	–	–	–	–
Housing	9 929	20 000	–	–	16 000	16 000	100,0%	20 000
Social Housing	9 929	20 000	–	–	16 000	16 000	100,0%	20 000
Machinery and Equipment	4 298	8 000	14	14	2 000	1 986	99,3%	8 000
Machinery and Equipment	4 298	8 000	14	14	2 000	1 986	99,3%	8 000
Total Capital Expenditure on renewal of existing assets	490 395	850 422	4 499	79 099	495 125	416 027	84,0%	850 422

(o) 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	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Repairs and maintenance expenditure by Asset Class/Sub-class								
Infrastructure	563 863	706 687	53 654	296 596	679 411	382 814	56,3%	706 687
Roads Infrastructure	74 710	121 332	2 386	32 499	124 330	91 831	73,9%	121 332
Roads	70 223	83 306	1 795	25 470	90 174	64 703	71,8%	83 306
Road Structures	—	480	—	—	480	480	100,0%	480
Road Furniture	4 487	37 546	591	7 029	33 676	26 647	79,1%	37 546
Storm water Infrastructure	16 174	19 407	417	6 144	19 841	13 697	69,0%	19 407
Drainage Collection	16 174	10 953	417	6 144	19 841	13 697	69,0%	10 953
Storm water Conveyance	—	8 454	—	—	—	—	—	8 454
Electrical Infrastructure	327 442	310 446	38 058	156 306	301 138	144 832	48,1%	310 446
Power Plants	48 084	10 000	59	9 156	5 833	(3 323)	-57,0%	10 000
HV Substations	168 722	10 272	10 272	19 889	69 634	49 744	71,4%	10 272
HV Switching Station	—	9 870	—	—	—	—	—	9 870
HV Transmission Conductors	—	804	—	—	—	—	—	804
MV Substations	—	45 532	3 961	26 492	41 241	14 749	35,8%	45 532
MV Switching Stations	—	18 147	—	—	586	586	100,0%	18 147
MV Networks	56 337	115 773	10 234	40 516	74 446	33 930	45,6%	115 773
LV Networks	54 300	100 049	13 577	60 253	109 398	49 146	44,9%	100 049
Water Supply Infrastructure	63 233	127 406	3 638	64 143	124 689	60 546	48,6%	127 406
Reservoirs	14 844	8 786	376	15 654	18 504	2 849	15,4%	8 786
Water Treatment Works	3 242	7 350	102	4 630	5 335	706	13,2%	7 350
Bulk Mains	—	5 720	15	92	439	347	79,0%	5 720
Distribution	45 147	105 551	3 144	43 767	100 412	56 645	56,4%	105 551
Sanitation Infrastructure	62 721	108 414	8 876	34 141	91 826	57 686	62,8%	108 414
Pump Station	4 239	4 732	1 123	2 811	7 817	5 006	64,0%	4 732
Reticulation	8 455	11 704	578	11 089	24 862	13 774	55,4%	11 704
Waste Water Treatment Works	50 027	86 523	7 174	20 241	59 146	38 906	65,8%	86 523
Outfall Sewers	—	5 456	—	—	—	—	—	5 456
Solid Waste Infrastructure	15 422	14 466	280	3 021	15 194	12 173	80,1%	14 466
Landfill Sites	4 361	8 372	—	2 364	5 525	3 161	57,2%	8 372
Waste Drop-off Points	11 061	5 946	277	629	9 571	8 942	93,4%	5 946
Waste Separation Facilities	—	148	2	28	98	70	71,1%	148
Rail Infrastructure	273	242	—	—	121	121	100,0%	242
Rail Lines	273	242	—	—	121	121	100,0%	242
Information and Communication Infrastructure	3 887	4 973	—	342	2 271	1 929	84,9%	4 973
Core Layers	—	2 021	—	74	1 179	1 105	93,7%	2 021
Distribution Layers	3 887	2 952	—	269	1 092	824	75,4%	2 952
Community Assets	23 196	152 242	7 201	50 491	132 555	82 064	61,9%	152 242
Community Facilities	17 756	124 491	6 828	38 067	106 927	68 860	64,4%	124 491
Halls	—	663	0	399	719	321	44,6%	663
Centres	—	884	4	50	827	777	94,0%	884
Clinics/Care Centres	—	3 936	128	426	3 946	3 520	89,2%	3 936
Fire/Ambulance Stations	11 743	2 984	488	2 711	9 147	6 436	70,4%	2 984
Museums	—	432	172	408	432	24	5,5%	432
Galleries	—	155	130	151	155	3	2,1%	155
Cemeteries/Crematoria	—	11 968	781	5 027	12 659	7 632	60,3%	11 968
Police	—	4 331	186	1 602	3 133	1 531	48,9%	4 331
Public Open Space	—	85 388	4 470	24 322	67 849	43 527	64,2%	85 388
Nature Reserves	6 013	6 726	178	2 794	5 008	2 214	44,2%	6 726
Markets	—	5 018	292	178	2 768	2 590	93,6%	5 018
Airports	—	2 007	—	—	285	285	100,0%	2 007
Sport and Recreation Facilities	5 439	27 750	373	12 424	25 628	13 204	51,5%	27 750
Indoor Facilities	—	133	12	52	133	81	60,8%	133
Outdoor Facilities	5 439	27 617	361	12 372	25 495	13 123	51,5%	27 617
Investment properties	—	6 427	215	1 989	3 749	1 761	47,0%	6 427
Revenue Generating	—	6 427	215	1 989	3 749	1 761	47,0%	6 427
Improved Property	—	512	—	4	299	295	98,7%	512
Unimproved Property	—	5 915	215	1 985	3 451	1 466	42,5%	5 915
Other assets	179 296	68 658	7 395	28 338	59 860	31 522	52,7%	68 658
Operational Buildings	179 248	59 149	7 349	28 079	58 555	30 476	52,0%	59 149
Municipal Offices	177 520	16 050	897	3 936	12 911	8 974	69,5%	16 050
Pay/Enquiry Points	—	1 708	—	—	17	17	100,0%	1 708
Workshops	—	165	—	—	96	96	100,0%	165
Manufacturing Plant	1 653	2 694	1	1 115	2 694	1 579	58,6%	2 694
Depots	75	38 532	6 451	23 028	42 837	19 810	46,2%	38 532
Housing	48	9 509	46	258	1 304	1 046	80,2%	9 509
Social Housing	48	9 509	46	258	1 304	1 046	80,2%	9 509
Biological or Cultivated Assets	—	332	101	357	1 095	738	67,4%	332
Biological or Cultivated Assets	—	332	101	357	1 095	738	67,4%	332
Intangible Assets	73 544	62 143	5 067	52 129	46 394	(5 735)	-12,4%	62 143
Licences and Rights	73 544	62 143	5 067	52 129	46 394	(5 735)	-12,4%	62 143
Computer Software and Applications	73 544	62 143	5 067	52 129	46 394	(5 735)	-12,4%	62 143
Computer Equipment	126	16 716	37	6 625	11 334	4 709	41,5%	16 716
Computer Equipment	126	16 716	37	6 625	11 334	4 709	41,5%	16 716
Furniture and Office Equipment	1 779	2 812	19	634	1 808	1 175	64,9%	2 812
Furniture and Office Equipment	1 779	2 812	19	634	1 808	1 175	64,9%	2 812
Machinery and Equipment	83 379	51 329	5 282	35 438	72 858	37 420	51,4%	51 329
Machinery and Equipment	83 379	51 329	5 282	35 438	72 858	37 420	51,4%	51 329
Transport Assets	136 253	124 100	4 247	57 872	77 721	19 849	25,5%	124 100
Transport Assets	136 253	124 100	4 247	57 872	77 721	19 849	25,5%	124 100
Libraries	32	6 483	43	2 607	5 972	3 365	56,3%	6 483
Libraries	32	6 483	43	2 607	5 972	3 365	56,3%	6 483
Total Repairs and Maintenance Expenditure	1 061 466	1 197 929	83 260	533 075	1 092 757	559 682	51,2%	1 197 929

(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	2016/17	Budget Year 2017/18					
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	Full Year Forecast
R thousands							
Depreciation by Asset Class/Sub-class							
Infrastructure	1,339,774	1,378,220	74,684	589,164	809,188	220,024	1,378,220
Roads Infrastructure	225,065	474,552	25,715	202,862	278,622	75,759	474,552
Roads	225,065	403,363	21,858	172,430	236,825	64,394	403,363
Road Structures	—	6,701	363	2,864	3,934	1,070	6,701
Road Furniture	—	64,488	3,495	27,568	37,863	10,295	64,488
Storm water Infrastructure	112,166	92,315	5,002	39,463	54,201	14,738	92,315
Drainage Collection	112,166	—	—	—	—	—	—
Storm water Conveyance	—	92,315	5,002	39,463	54,201	14,738	92,315
Electrical Infrastructure	507,848	330,273	17,897	141,186	193,912	52,726	330,273
Power Plants	(12,775)	5,931	321	2,535	3,482	947	5,931
HV Substations	520,623	57,870	3,136	24,738	33,977	9,239	57,870
HV Switching Station	—	10	1	4	6	2	10
HV Transmission Conductors	—	15,737	853	6,727	9,240	2,512	15,737
MV Substations	—	23,936	1,297	10,232	14,053	3,821	23,936
MV Switching Stations	—	4,347	236	1,858	2,552	694	4,347
MV Networks	—	71,748	3,888	30,671	42,125	11,454	71,748
LV Networks	—	150,694	8,166	64,419	88,476	24,057	150,694
Water Supply Infrastructure	417,917	239,666	12,987	102,453	140,714	38,261	239,666
Dams and Weirs	(117,905)	975	53	417	572	156	975
Boreholes	—	169	9	72	100	27	169
Reservoirs	—	29,036	1,573	12,412	17,048	4,635	29,036
Pump Stations	—	5,109	277	2,184	3,000	816	5,109
Water Treatment Works	—	20,976	1,137	8,967	12,315	3,349	20,976
Bulk Mains	—	54,103	2,932	23,128	31,765	8,637	54,103
Distribution	535,822	128,251	6,950	54,825	75,300	20,475	128,251
Distribution Points	—	425	23	182	249	68	425
PRV Stations	—	622	34	266	365	99	622
Sanitation Infrastructure	(307,476)	212,960	11,540	91,037	125,034	33,998	212,960
Pump Station	1,440	2,626	142	1,122	1,542	419	2,626
Reticulation	(308,915)	135,530	7,344	57,936	79,573	21,636	135,530
Waste Water Treatment Works	—	42,542	2,305	18,186	24,978	6,792	42,542
Outfall Sewers	—	32,263	1,748	13,792	18,942	5,151	32,263
Solid Waste Infrastructure	6,048	13,510	732	5,775	7,932	2,157	13,510
Landfill Sites	6,048	—	—	—	—	—	—
Waste Processing Facilities	—	9,003	488	3,849	5,286	1,437	9,003
Waste Separation Facilities	—	4,507	244	1,927	2,646	720	4,507
Rail Infrastructure	21,771	—	—	—	—	—	—
Rail Lines	21,771	—	—	—	—	—	—
Information and Communication Infrastructure	356,435	14,943	810	6,388	8,774	2,386	14,943
Data Centres	356,435	—	—	—	—	—	—
Core Layers	—	14,943	810	6,388	8,774	2,386	14,943
Community Assets	(583,380)	207,791	11,260	88,827	122,000	33,173	207,791
Community Facilities	42,593	130,769	7,086	55,901	76,778	20,876	130,769
Halls	—	3,089	167	1,321	1,814	493	3,089
Centres	—	7,735	419	3,307	4,541	1,235	7,735
Crèches	—	961	52	411	564	153	961
Clinics/Care Centres	14,658	9,514	516	4,067	5,586	1,519	9,514
Fire/Ambulance Stations	1,440	7,213	391	3,084	4,235	1,152	7,213
Testing Stations	—	3	0	1	2	1	3
Museums	—	687	37	294	403	110	687
Libraries	2,880	—	—	—	—	—	—
Cemeteries/Crematoria	(11,526)	10,083	546	4,310	5,920	1,610	10,083
Police	8,639	537	29	230	315	86	537
Public Open Space	—	39,041	2,116	16,689	22,922	6,233	39,041
Public Ablution Facilities	12,534	216	12	92	127	34	216
Markets	—	15,550	843	6,647	9,130	2,482	15,550
Stalls	—	16	1	7	9	3	16
Airports	—	20,148	1,092	8,613	11,829	3,217	20,148
Taxi Ranks/Bus Terminals	—	15,974	866	6,829	9,379	2,550	15,974
Capital Spares	13,967	—	—	—	—	—	—
Sport and Recreation Facilities	(625,973)	77,022	4,174	32,926	45,222	12,296	77,022
Outdoor Facilities	(625,973)	77,022	4,174	32,926	45,222	12,296	77,022
Heritage assets	—	207,840	11,263	88,848	122,028	33,180	207,840
Monuments	—	138	7	59	81	22	138
Historic Buildings	—	181,792	9,851	77,713	106,735	29,022	181,792
Works of Art	—	25,830	1,400	11,042	15,165	4,124	25,830
Other Heritage	—	81	4	35	47	13	81
Investment properties	789,600	13,002	705	5,558	7,634	2,076	13,002
Revenue Generating	789,600	13,002	705	5,558	7,634	2,076	13,002
Improved Property	771,918	13,002	705	5,558	7,634	2,076	13,002
Unimproved Property	17,682	—	—	—	—	—	—
Other assets	(61,139)	14,093	764	6,024	8,274	2,250	14,093
Operational Buildings	(78,850)	279	15	119	164	44	279
Municipal Offices	—	124	7	53	73	20	124
Training Centres	1,584	—	—	—	—	—	—
Depots	—	155	8	66	91	25	155
Capital Spares	(80,434)	—	—	—	—	—	—
Housing	17,711	13,814	749	5,905	8,111	2,205	13,814
Staff Housing	17,711	849	46	363	499	136	849
Social Housing	—	12,965	703	5,542	7,612	2,070	12,965
Biological or Cultivated Assets	—	28	2	12	17	4	28
Biological or Cultivated Assets	—	28	2	12	17	4	28
Intangible Assets	(211,415)	32,192	1,744	13,762	18,901	5,139	32,192
Servitudes	—	11,466	621	4,901	6,732	1,830	11,466
Licences and Rights	(211,415)	20,727	1,123	8,860	12,169	3,309	20,727
Computer Software and Applications	(211,415)	20,727	1,123	8,860	12,169	3,309	20,727
Computer Equipment	5,760	36,722	1,990	15,698	21,561	5,863	36,722
Computer Equipment	5,760	36,722	1,990	15,698	21,561	5,863	36,722
Furniture and Office Equipment	266,167	4,795	260	2,050	2,815	766	4,795
Furniture and Office Equipment	266,167	4,795	260	2,050	2,815	766	4,795
Machinery and Equipment	864	21,828	1,183	9,331	12,816	3,485	21,828
Machinery and Equipment	864	21,828	1,183	9,331	12,816	3,485	21,828
Transport Assets	—	39,242	2,126	16,775	23,040	6,265	39,242
Transport Assets	—	39,242	2,126	16,775	23,040	6,265	39,242
Libraries	—	5,547	301	2,371	3,257	886	5,547
Libraries	—	5,547	301	2,371	3,257	886	5,547
Total Depreciation	1,546,231	1,961,302	106,281	838,421	1,151,530	313,110	1,961,302

(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	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class								
Infrastructure	14 147	213 541	12 659	68 404	80 825	12 421	15,4%	213 541
Roads Infrastructure	–	151 049	11 424	63 889	53 856	(10 034)	-18,6%	151 049
Roads	–	91 049	–	36 603	33 846	(2 758)	-8,1%	91 049
Road Structures	–	60 000	11 424	27 286	20 010	(7 276)	-36,4%	60 000
Storm water Infrastructure	–	1 500	–	–	–	–		1 500
Storm water Conveyance	–	1 500	–	–	–	–		1 500
Electrical Infrastructure	9 359	9 000	1 235	4 450	5 967	1 517	25,4%	9 000
MV Networks	–	2 000	2	513	1 326	813	61,3%	2 000
LV Networks	6 862	7 000	1 232	3 937	4 641	704	15,2%	7 000
Capital Spares	2 497	–	–	–	–	–		–
Water Supply Infrastructure	–	17 000	–	–	1 002	1 002	100,0%	17 000
Water Treatment Works	–	15 000	–	–	1 002	1 002	100,0%	15 000
Bulk Mains	–	2 000	–	–	–	–		2 000
Sanitation Infrastructure	–	14 992	–	–	–	–		14 992
Waste Water Treatment Works	–	14 992	–	–	–	–		14 992
Solid Waste Infrastructure	–	5 000	–	65	5 000	4 935	98,7%	5 000
Waste Drop-off Points	–	5 000	–	65	5 000	4 935	98,7%	5 000
Information and Communication Infrastructure	4 788	15 000	–	–	15 000	15 000	100,0%	15 000
Distribution Layers	4 788	15 000	–	–	15 000	15 000	100,0%	15 000
Community Assets	14 764	71 180	199	(6 072)	45 773	51 845	113,3%	71 180
Community Facilities	14 317	55 180	199	2 378	38 773	36 395	93,9%	55 180
Cemeteries/Crematoria	1 200	–	–	–	–	–		–
Markets	5 498	2 500	199	640	1 658	1 017	61,4%	2 500
Airports	6 976	6 000	–	1 728	6 000	4 272	71,2%	6 000
Taxi Ranks/Bus Terminals	–	42 180	–	–	27 965	27 965	100,0%	42 180
Capital Spares	642	4 500	–	10	3 150	3 140	99,7%	4 500
Sport and Recreation Facilities	447	16 000	–	(8 450)	7 000	15 450	220,7%	16 000
Outdoor Facilities	447	16 000	–	(8 450)	7 000	15 450	220,7%	16 000
Other assets	7 542	20 750	–	750	14 010	13 260	94,6%	20 750
Operational Buildings	7 542	20 750	–	750	14 010	13 260	94,6%	20 750
Municipal Offices	–	10 750	–	750	7 380	6 630	89,8%	10 750
Stores	7 542	10 000	–	–	6 630	6 630	100,0%	10 000
Intangible Assets	5 345	4 000	794	794	2 652	1 858	70,1%	4 000
Licences and Rights	5 345	4 000	794	794	2 652	1 858	70,1%	4 000
Computer Software and Applications	5 345	4 000	794	794	2 652	1 858	70,1%	4 000
Machinery and Equipment	–	5 000	–	–	3 315	3 315	100,0%	5 000
Machinery and Equipment	–	5 000	–	–	3 315	3 315	100,0%	5 000
Transport Assets	–	37 000	900	46 125	24 531	(21 594)	-88,0%	37 000
Transport Assets	–	37 000	900	46 125	24 531	(21 594)	-88,0%	37 000
Total Capital Expenditure on upgrading of existing assets	41 798	351 471	14 552	110 000	171 105	61 105	35,7%	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 2018** has been prepared in accordance with the Municipal Finance Management Act and regulations made under this act.

DR MOEKETSI MOSOLA

City Manager of the City of Tshwane

Signature: _____

Date: _____