

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

From: The City Manager
 To: The Executive Mayor

GROUP FINANCIAL SERVICES DEPARTMENT: MUNICIPAL FINANCE
 MANAGEMENT ACT (MFMA) IN-YEAR FINANCIAL REPORT
 (MONTHLY AND FOURTH-QUARTER BUDGET STATEMENT) FOR THE
 PERIOD ENDING 30 JUNE 2018 (PRELIMINARY RESULTS)

1. PURPOSE

This report outlines the progress in the financial performance of the City of Tshwane against the budget for the period ended 30 June 2018, in compliance with section 52(d) and 71 of the Municipal Finance Management Act, 2003 (Act 56 Of 2003) (MFMA).

2. STRATEGIC PILLAR

A city that is open, honest and responsive.

3. BACKGROUND

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

Section 52(d) of the MFMA provides that “the mayor of a municipality- must, **within 30 days of the end of each quarter**, submit a report to **Council** on the implementation of the budget and the financial state of the municipality”.

Section 71(1) of the MFMA stipulates: “The accounting officer of a municipality must by no later than **10 working days** after the end of each month submit to the mayor of the municipality and the relevant treasury a statement in the prescribed format on the state of the municipality’s budget.”

In compliance with section 71(1), which relates to the reporting period ending on 30 June 2018, the reporting limit of ten working days expires on 13 July 2018.

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

4. DISCUSSION

The overall aim of the in-year report is to provide a progress report on the City’s financial performance against the budget for the period ending 30 June 2018.

On 22 February 2018, Council approved the adjustments to the 2017/18 Medium Term Revenue and Expenditure Framework (MTREF) for the City of Tshwane.

The attached in-year report (Annexure A) provides a high-level analysis as at 30 June 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 preliminary financial performance as at 30 June 2018.

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE: 30 JUNE 2018						
Description	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance
	R'000	R'000	R'000	R'000	R'000	%
Total Revenue(Excluding Capital Transfers)	30,226,013	30,676,869	30,131,424	30,676,869	(545,445)	-2%
Total Expenditure	29,994,829	30,674,404	28,515,253	30,674,404	(2,159,151)	-7%

The table below shows expenditure of the previous financial year, 2016/17

CONSOLIDATED SUMMARY STATEMENT OF FINANCIAL PERFORMANCE:30 JUNE 2017						
Description	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance
	R'000	R'000	R'000	R'000	R'000	%
Total Revenue(Excluding Capital Transfers)	30,209,869	29,790,048	28,967,772	29,790,048	(822,276)	-3%
Total Expenditure	28,281,950	28,649,835	26,640,342	28,649,835	(2,009,493)	-7%

The actual operating revenue realised, excluding capital transfers and contributions to the City of Tshwane, reflects an unfavourable variance of R545,4 million against the year-to-date (YTD) budget for the fourth quarter ended 30 June 2018.

The operating expenditure is underspent by R2,1 billion, which is 7% less than the YTD expenditure projection.

The total adjustment capital budget allocation amounts to R3,8 billion. The expenditure for the period, including that of the entities, amounts to R2,8 billion, representing 73% of the total adjustment budget.

Cash and cash equivalents as at 30 June 2018 amount to R3,8 billion.

The following items contributed to the under-recovery on revenue.

- Service charges – electricity revenue (R22 million): under-recovery mainly on the smart prepaid. Technical audits are currently being conducted on all meters, and all notifications and placement of meters are being attended to. Furthermore, there was a decrease in the number of units sold.
- Service charges – water revenue (R452,4 million): The budget for water and sewerage is based on statistical trends and is demand-driven. Furthermore, there was a decrease in the number of kilolitres sold.
- Rental facilities and equipment (R24 million): 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.
- Fines (R61,4 million): mainly due to outstanding income from AARTO traffic fines.

- Transfers and subsidies (R293,3 million): mainly due to underspending on the Housing Top Structure, TRT Subsidy, DBSA water conservation and PTNOG Grants. Grants are only recognised as revenue when expenditure is incurred.
- Other revenue line items (R246,2 million): mainly on township development contributions on electricity, water and sanitation. The service is based on applications received from developers.

The variances on expenditure is explained on pages 13 and 14 of the report.

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

The purpose and contents of the report has been noted. The report complies with the requirements of Section 52(d) and 71 of the MFMA, with reference to the prescribed reporting responsibilities of the executive mayor and the 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

7.1 HUMAN RESOURCE IMPLICATIONS

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

7.2 FINANCIAL IMPLICATIONS

(Budget and value for money)

This report incorporates information on the City of Tshwane's financial status for the period ended 30 June 2018. When the executive mayor receives the statement or report submitted by the accounting officer in terms of section 71 of the MFMA, the executive mayor is obliged to take certain steps regarding "budgetary control and early identification of financial problems", as required in terms of section 54 of the MFMA. Furthermore, the accounting officer must, in writing, report to the municipal council the impending shortfalls, overspending and overdrafts in terms of Section 70 of the MFMA.

7.3 CONSTITUTIONAL AND LEGAL FACTORS

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

7.4 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.

7.5 PREVIOUS MAYORAL COMMITTEE RESOLUTIONS

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

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

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

The City was not mSCOA-ready by 1 July 2017, due to challenges and delays encountered with certain issues 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 the migration or de-establishment of all entities
- Completion of the integration and rationalisation of non-SAP systems

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 have been submitted to the National Treasury, and the month-12 data string will be submitted on 13 July 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, and of section 52(d).

The operating revenue realised, excluding capital transfers and contributions to the City of Tshwane, reflects an unfavourable variance of R545,4 million against the year-to-date (YTD) budget for the fourth quarter ended 30 June 2018.

The operating expenditure is underspent by R1,8 billion, which is 6% less than the YTD expenditure projection.

The total capital adjustment budget allocation amounts to R3,8 billion. The expenditure for the period including the entities amounts to R2,8 billion, representing 73% spending against the total adjustment budget.

It is important to note that these are preliminary figures and the financial year-end procedures which entail year-end accruals and year-end transactions such as depreciation, provision for leave, etc are to be finalised in period 13.

ANNEXURE

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

RECOMMENDED:

That it be recommended to the Mayoral Committee:

1. That the content of the report with attached Annexure A be noted.
2. That it be noted that the report has been set up in compliance with section 52(d) and 71 of the MFMA and the Municipal Budget and Reporting Regulations.
3. That the impending shortfall on revenue, as highlighted in the report, be addressed in terms of section 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 30 June 2018.

REPORT CHECKED AND PASSED FOR SUBMISSION TO:

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

ANNEXURE A



IN-YEAR REPORT

BUDGET YEAR: 2017/18

REPORTING PERIOD: M12 JUNE 2018

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PART 1: IN-YEAR REPORT

1.1 Mayor's report

On 22 February 2018, Council approved the adjustments to the 2017/18 Medium Term Revenue and Expenditure Framework (MTREF) for the City of Tshwane. This gives effect to the financial plan of the City of Tshwane, which includes the two municipal entities.

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

1.2 Recommended:

That it be recommended to the Mayoral Committee:

1. That the content of the report with attached Annexures be noted.
2. That it be noted that the report has been set up in compliance with sections 52(d) and 71 of the MFMA and the Municipal Budget and Reporting Regulations.
3. That the impending shortfall on revenue and overspending on the budget, as highlighted in the report, be addressed in terms of section 70(1)(a) and (b) of the MFMA.
4. That the departments that incurred an overspending on their allocated budget submit a report on unauthorised expenditure to Council, and that such report be dealt with in terms of section 29, 32 and circular 68 of the MFMA.
5. That this statement be submitted to the National Treasury and the Provincial Treasury, in both signed-document and electronic format.

1.3 Executive summary

The financial results of the City of Tshwane for the period ended 30 June 2018 are summarised as follows:

Consolidated monthly budget statement – summary

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

- Revenue by source
- Expenditure by type
- Transfers recognised

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

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

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

TSH City Of Tshwane - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted 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	6,604,409	662,802	6,736,434	6,604,409	132,025	2%	6,604,409
Service charges - electricity revenue	10,869,151	11,176,494	11,181,883	1,023,389	11,159,882	11,181,883	(22,001)	0%	11,181,883
Service charges - water revenue	3,216,181	3,996,886	3,876,886	335,214	3,424,497	3,876,886	(452,389)	-12%	3,876,886
Service charges - sanitation revenue	1,032,486	982,879	962,879	89,684	987,033	962,879	24,154	3%	962,879
Service charges - refuse revenue	1,054,530	1,410,506	1,410,506	147,250	1,474,290	1,410,506	63,784	5%	1,410,506
Rental of facilities and equipment	140,955	151,864	144,835	16,792	120,818	144,835	(24,017)	-17%	144,835
Interest earned - external investments	105,877	79,493	129,469	61,581	237,530	129,469	108,061	83%	129,469
Interest earned - outstanding debtors	623,191	466,691	546,655	97,005	676,229	546,655	129,574	24%	546,655
Fines, penalties and forfeits	184,531	332,854	294,052	34,388	232,619	294,052	(61,433)	-21%	294,052
Licences and permits	145,529	54,796	56,045	29,213	160,808	56,045	104,763	187%	56,045
Agency services	-	6,650	2,564	-	-	2,564	(2,564)	-100%	2,564
Transfers and subsidies	3,761,456	4,159,532	4,507,256	68,436	4,213,977	4,507,256	(293,279)	-7%	4,507,256
Other revenue	939,667	887,079	953,550	95,437	707,307	953,550	(246,243)	-26%	953,550
Gains on disposal of PPE	3,571	5,880	5,880	-	0	5,880	(5,880)	-100%	5,880
Total Revenue (excluding capital transfers and contributions)	27,989,708	30,226,013	30,676,869	2,661,191	30,131,424	30,676,869	(545,445)	-2%	30,676,869
Expenditure By Type									
Employee related costs	8,017,177	8,778,736	8,667,974	835,729	8,404,780	8,667,974	(263,194)	-3%	8,667,974
Remuneration of councillors	120,365	125,281	125,281	10,994	128,686	125,281	3,405	3%	125,281
Debt impairment	889,759	1,175,973	1,135,973	144,984	1,137,837	1,135,973	1,864	0%	1,135,973
Depreciation & asset impairment	1,546,231	1,961,302	1,865,215	80,114	1,415,286	1,865,215	(449,929)	-24%	1,865,215
Finance charges	1,319,812	1,417,357	1,455,723	62,872	1,388,636	1,455,723	(67,087)	-5%	1,455,723
Bulk purchases	7,467,527	7,462,684	7,585,684	1,540,034	7,579,222	7,585,684	(6,462)	0%	7,585,684
Other materials	2,170,290	3,261,702	3,107,730	437,548	2,608,697	3,107,730	(499,032)	-16%	3,107,730
Contracted services	2,599,777	2,874,971	3,429,290	643,085	3,082,579	3,429,290	(346,711)	-10%	3,429,290
Transfers and subsidies	424,800	49,980	50,062	2,917	28,095	50,062	(21,967)	-44%	50,062
Other expenditure	2,809,339	2,886,842	3,251,472	387,166	2,741,435	3,251,472	(510,037)	-16%	3,251,472
Loss on disposal of PPE	1,284	1	1	-	-	1	(1)	-100%	1
Total Expenditure	27,366,362	29,994,829	30,674,404	4,145,442	28,515,253	30,674,404	(2,159,151)	-7%	30,674,404
Surplus/(Deficit)	623,346	231,184	2,465	(1,484,251)	1,616,171	2,465	1,613,706		2,465
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,362,777	2,443,910	2,433,625	465,877	1,999,620	2,433,625	(434,005)	-18%	2,433,625
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	-	6,000	4,900	-	-	4,900	(4,900)	-100%	4,900
Transfers and subsidies - capital (in-kind - all)	54,397	32,816	32,816	10,457	40,851	32,816	8,035	24%	32,816
Surplus/(Deficit) after capital transfers & contributions	3,040,520	2,713,910	2,473,806	(1,007,917)	3,656,643	2,473,806			2,473,806
Taxation	759	500	500	-	714	500	214	43%	500
Surplus/(Deficit) after taxation	3,039,762	2,713,410	2,473,306	(1,007,917)	3,655,929	2,473,306			2,473,306
Attributable to minorities	-	-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality	3,039,762	2,713,410	2,473,306	(1,007,917)	3,655,929	2,473,306			2,473,306
Share of surplus/ (deficit) of associate	-	-	-	-	-	-			-
Surplus/ (Deficit) for the year	3,039,762	2,713,410	2,473,306	(1,007,917)	3,655,929	2,473,306			2,473,306

The YTD actual revenue amounts to R30,1 billion and reflects an unfavourable variance of R545,4 million against the YTD budget of R30,7 billion.

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

- Property rates (R132 million favourable) – due to a large volume of properties that were interfaced or updated from the property rates system to the SAP system during year-end.
- Service charges – electricity revenue (R22 million): under-recovery mainly on the smart prepaid. Technical audits are currently being conducted on all meters, and all notifications and placement of meters are being attended to. Furthermore, there was a decrease in the number of units sold.
- Service charges – water revenue (R452,4 million): The budget for water and sewerage is based on statistical trends and is demand-driven. Furthermore,

there was a decrease in the number of kilolitres sold.

- Service charges: Refuse (R63,8 million favourable) – solid waste removal is ahead due to the city cleansing levy imposed on non-refuse account holders.
- Rental facilities and equipment (R24 million): mainly due to under-recovery on the rental of housing accommodation, facilities and commercial properties.
- Interest earned on external investments (R108 million favourable) – interest earned on the short-term investment is due to improved bank balance.
- Interest earned on outstanding debtors (R129,6 million favourable) – as a result of an increase in outstanding debtors.
- Fines and penalties (R61,4 million unfavourable) – mainly due to outstanding income from AARTO traffic fines and the delay in administering the calibration and certification of 19 speed cameras.
- Licences and permits (R104,8 million favourable) – mainly due to increase in demand of motor vehicle licenses.
- Transfers and subsidies (R293,3 million unfavourable) – mainly due to underspending on the Housing top structure, TRT Subsidy, PTNOG and DBSA Grants.
- Other revenue (R246 million unfavourable) – due to under-recovery on the following line items:
 - Building plan fees are under-recovered by R14 million. The building plan applications revenue are demand and market driven.
 - Sundry fees are under-recovered by R39,5 million. The revenue was not realised due to disestablishment of SWA.
 - Approval fees for advertising signs are under-recovered by R18,6 million. The revenue from outdoor advertising is application-driven. Revenue for the month is lagging behind due to clearing of sundry debtor accounts.
 - Market fees are under-recovered by R7,8 million, due to revenue for the period not yet processed on the SAP system and will reflect correctly in supplementary statements.
 - Transport fees are under-recovered by R19 million. The Tshwane Bus Service planned shifts have been reduced from 230 to 165 due to shortage of resources, including bus drivers.
 - Township development contributions on electricity are under-recovered by R21,6 million. The service contributions are payable to the City of Tshwane by developers in terms of the Services Contribution Policy, and revenue is based on applications received from developers for this service.
 - Township development contributions on water are under-recovered by R13,3 million. Service contributions are payable to the City of Tshwane for the construction of water reticulation for proposed new townships by developers, in terms of the services contribution policy of the City. Service contributions are based on applications as received from developers for this service. This service cannot be predicted.
 - Township development contributions on sanitation are under-recovered by R9,7 million. Service contributions payable to the City of Tshwane for the construction of sanitation reticulation for proposed new townships by developers in terms of the services contribution policy of the City of Tshwane are based on applications as received from developers for this service. This service cannot be predicted.
 - Township development contributions rezoning is under-recovered by R24,6 million. Submissions of applications for development and land-use rights

are market-driven and seasonal. The revenue for the month is lagging behind due to clearing of sundry debtor accounts.

The YTD actual expenditure amounts to R28,5 billion and indicates an underspending variance of R2,2 billion or 7% against the YTD budget of R30,7 billion.

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

- Employee-related costs (R263 million under budget) – underspending is mainly on salaries, pension and provident fund and provision for leave payments.
- Depreciation (R346 million under budget) – the calculation is aligned with the asset verification and purification process. The majority of the AUCs (assets under construction) are not being capitalised. The transactions will be processed as part of year-end actions.
- Finance charges (R67 million under budget) – mainly on interest on swaps and the payment from the sinking fund account.
- Other materials is under budget by R499 million.
- Contracted services are under budget by R346,7 million. The underspending is mainly on the following line items:
 - Watchman services are under budget by R35 million. Due to the expiry of the contract on 30 march 2018. The appointment of a new service provider is in process.
 - City planning and frameworks are under budget by R13,7 million. Due to the expiry of MoUs/SLA and agreements. No new appointments could be made for master planning and related spatial frameworks.
 - DBSA water conservation is underspent by R30 million, due to the delay in the tender process. The spending is expected in the following year.
 - Gautrans are underspent by R11,9 million. The required Council approval to revise MOA has not yet been granted. Funds (from GDRT) will be carried over.
 - Asset register administration is underspent by R19,4 million due to delay in the implementation of Infrastructure assets verification.
 - Project-linked housing is underspent by R206 million, due to work stoppages by the local business forums, delays in SCM processes and the enrolment of projects by the province. The full allocation will not be spent and a rollover will be requested at year end.
 - Household refuse removal is underspent by R14 million, due to the processing of outstanding invoices.
 - Municipal Services: Other Providers are underspent by R66,9 million – waste water treatment works and water reservoirs use electricity supplied by Eskom. The usage cannot be predicted.
 - Consultants' fees are underspent by R14,8 million, because of delayed payments, due to the delayed lost deeds services rendered by the appointed law firm/s.
 - Forensic auditing is underspent by R12,9 million, due to delay in the appointment and registration of the service provider.

- Internal Audit is underspent by R22,8 million, due to delay in the appointment of the service provider.
 - Connections are underspent by R6,9 million. Installations and maintenance of water meter connections are done only when required.
 - Reticulation electricity is underspent by R12,9 million. Emergency material reservations are still to be cleared. On closing of open plant maintenance orders, it will reflect as actual expenditure.
 - Buildings are underspent by R13 million due to the delay in the appointment of service providers for building maintenance services.
 - Grounds are underspent by R9,8 million – due to outstanding invoices not processed.
 - Equipment is underspent by R8,3 million. Delay in the appointment of service providers to supply and install building-related equipment.
 - Waste water purification works is underspent by R7,3 million. Due to the delays in finalising of the tender.
 - Vehicles are underspent by R11,6 million – expenditure will reflect once payments are processed.
- Other Expenditure is R510 million under budget, due to underspending mainly on the following line items:
 - Rental: Plant and equipment is underspent by R22 million due to delay in the processing of outstanding invoices.
 - Printing is underspent by R9,7 million. The expenditure for printing is utilised as and when required.
 - EPWP job creation is underspent by R44 million due to the delays in the recruitment of Gata Lenna staff. The process has been finalised; a new group has been appointed.
 - LED Initiatives is underspent by R9,2 million due to delay in the signing of the partnership renewal agreements with the agencies.
 - Prepaid commission is underspent by R30,7 million due to outstanding amounts still to be paid to the third-party service providers.
 - ARY Operations are underspent by R17,3 million. Invoices for the bus operating cost and the automated fare collection are in process of being captured on the SAP system.
 - Leased vehicles is underspent by R7,8 million, due the expiry of a contract.
 - Implementation: OITPS is underspent by R8,7 million. Payment is in process and all funds will be utilised.
 - Commission is underspent by R12,2 million, due to outstanding payment to third-party service providers.

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

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

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

(Unaltered)

“Overspending of the Budget**Unauthorised expenditure**

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

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

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

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

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

Expenditure that is NOT classified as unauthorised

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

- (i) Any over-collection on the revenue side of the budget as this is not an expenditure; and*
- (ii) Any expenditure incurred in respect of:*
 - any of the transactions mentioned in section 11(1)(a) to (j) of the MFMA;*
 - re-allocation of funds and the use of such funds in accordance with a Council-approved virement policy;*
 - overspending of an amount allocated by standard classification on the main budget (budgeted financial performance: revenue and expenditure by standard classification), as long as it does not result in overspending of a ‘vote’ on the main budget (budgeted financial performance: revenue and expenditure by municipal*

vote) and (budgeted financial performance: revenue and expenditure (read in conjunction with supporting Table SA1) of the MBRR; and

- overspending of an amount allocated by standard classification on the main budget (budgeted capital expenditure) by vote.

Unauthorised expenditure

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

- (i) Has the matter been referred to Council for a determination and decision?*
- (ii) Has the nature, extent, grounds and value of the unauthorised expenditure been submitted to Council?*
- (iii) Has the incident been referred to a Council committee for investigation and recommendations?*
- (iv) Has it been established whether the accounting officer or official or public office-bearer that made, permitted or authorised the unauthorised expenditure acted deliberately or in a negligent or grossly negligent manner?*
- (v) Has the accounting officer informed Council, the mayor or the executive committee that a particular decision would result in unauthorised expenditure as per section 32(3) of the MFMA?*
- (vi) Are there good grounds shown as to why an unauthorised expenditure should be authorised? For example:*

- the mayor, accounting officer or official was acting in the best interests of the municipality and the local community by making and permitting unauthorised expenditure;*
- the mayor, accounting officer or official was acting in good faith when making and permitting unauthorised expenditure; and*
- the municipality has not suffered any material loss as a result of the action.*

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

Summary of capital expenditure

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

The following table shows the total adjusted allocation (including the entities) of R3,8 billion, and expenditure for the period ended 30 June 2018 amounts to R2,8 billion against the projection of R3,8 billion, reflecting a variance of R1 billion or 27%. The total percentage spent against the total budget amounts to 73%.

CONSOLIDATED SUMMARY STATEMENT OF CAPITAL EXPENDITURE: 30 JUNE 2018						
Description	Adjusted Budget 2017/18	YTD Budget	YTD Actual	YTD Variance	YTD Variance	% Spent
	R'000	R'000	R'000	R'000	%	%
TOTAL Capital Expenditure	3,840,102	3,840,102	2,818,263	(1,021,839)	-27%	73%
TOTAL Capital Financing	3,840,102	3,840,102	2,818,263	(1,021,839)	-27%	73%

Capital expenditure as at 30 June 2018.

Capital Expenditure for the CoT per Funding Source as at 30 June 2018					
Funding Source	Original Budget 2017/18	Adjusted Budget 2017/18	YTD Actual Expenditure 30 June 2018	Variance (Actual vs Adjusted Budget)	Actual as % of Adjusted Budget
	(R)	(R)	(R)	(R)	%
Council Funding	376 000 000	248 565 464	170 204 691	(78 360 773)	68.5%
Public Transport Infrastructure and Systems Grant (PTIS)	679 189 840	648 782 894	596 962 213	(51 820 681)	92.0%
Neighbourhood Development Partnership Grant (NDPG)	20 000 000	20 000 000	16 892 186	(3 107 814)	84.5%
USDG (replaces MIG)- Urban Settlements Development Grant	1 567 922 550	1 567 922 550	1 219 127 818	(348 794 732)	77.8%
Integrated National Electrification Programme (INEP)	30 000 000	30 000 000	29 999 831	(169)	100.0%
Capital Replacement Reserve	5 000 000	6 158 288	4 984 902	(1 173 386)	80.9%
Other Contributions	0	2 293 422	2 293 420	(2)	100.0%
Community Library Services (CLS)	9 507 000	7 012 951	1 042 015	(5 970 936)	14.9%
Borrowings	1 000 000 000	1 000 000 000	626 438 523	(373 561 477)	62.6%
Public Contributions & Donations	100 000 000	90 899 825	61 157 098	(29 742 727)	67.3%
Social Infrastructure Grant	34 000 000	64 000 000	58 631 343	(5 368 657)	91.6%
LG SETA Discretionary Allocation	6 000 000	4 900 000	940 363	(3 959 637)	19.2%
Integrated City Development Grant (ICDG)	32 664 650	32 664 650	0	(32 664 650)	0.0%
Housing Company Tshwane - Internally Generated Funds	11 548 240	55 578 201	162 480	(55 415 721)	0.3%
Hosing Company Tshwane - Social Housing Regulatory Authority (SHRA)	70 626 296	60 948 644	29 144 925	(31 803 719)	47.8%
Tshwane Economic Development Agency - Subsidy	300 000	375 000	281 001	(93 999)	74.9%
Total	3 942 758 576	3 840 101 889	2 818 262 809	(1 021 839 080)	73.4%

Expenditure amounts to R2,8 billion, representing 73% against budget, and compared to previous year spending of 71%.

Capital expenditure as at 30 June 2017.

Capital Expenditure for the CoT per Funding Source as at 30 June 2017				
Funding Source	Adjusted Budget 2016/17	YTD Actual Expenditure 30 June 2017	Variance (Actual vs Adjusted Budget)	Actual as % of Adjusted Budget
	(R)	(R)	(R)	%
Council Funding	980 000 000	20 514 126	(959 485 874)	2.1%
Public Transport Infrastructure and Systems Grant (PTIS)	750 000 000	684 776 952	(65 223 048)	91.3%
Neighbourhood Development Partnership Grant (NDPG)	48 500 000	48 002 376	(497 624)	99.0%
USDG (replaces MIG)- Urban Settlements Development Grant	1 493 153 980	1 497 007 056	3 853 076	100.3%
Integrated National Electrification Programme (INEP)	40 000 000	39 332 235	(667 765)	98.3%
Capital Replacement Reserve	18 500 000	8 404 731	(10 095 269)	45.4%
Other Contributions	200 000	200 000	0	100.0%
Community Library Services (CLS)	6 978 229	5 709 772	(1 268 457)	81.8%
Borrowings	1 000 000 000	751 761 635	(248 238 365)	75.2%
Public Contributions & Donations	100 000 000	93 627 125	(6 372 875)	93.6%
Social Infrastructure Grant	41 000 000	40 999 861	(139)	100.0%
LG SETA Discretionary Allocation	10 000 000	4 298 406	(5 701 594)	43.0%
Integrated City Development Grant (ICDG)	36 254 200	0	(36 254 200)	0.0%
Total	4 524 586 409	3 194 634 275	(1 329 952 134)	70.6%

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.

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

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

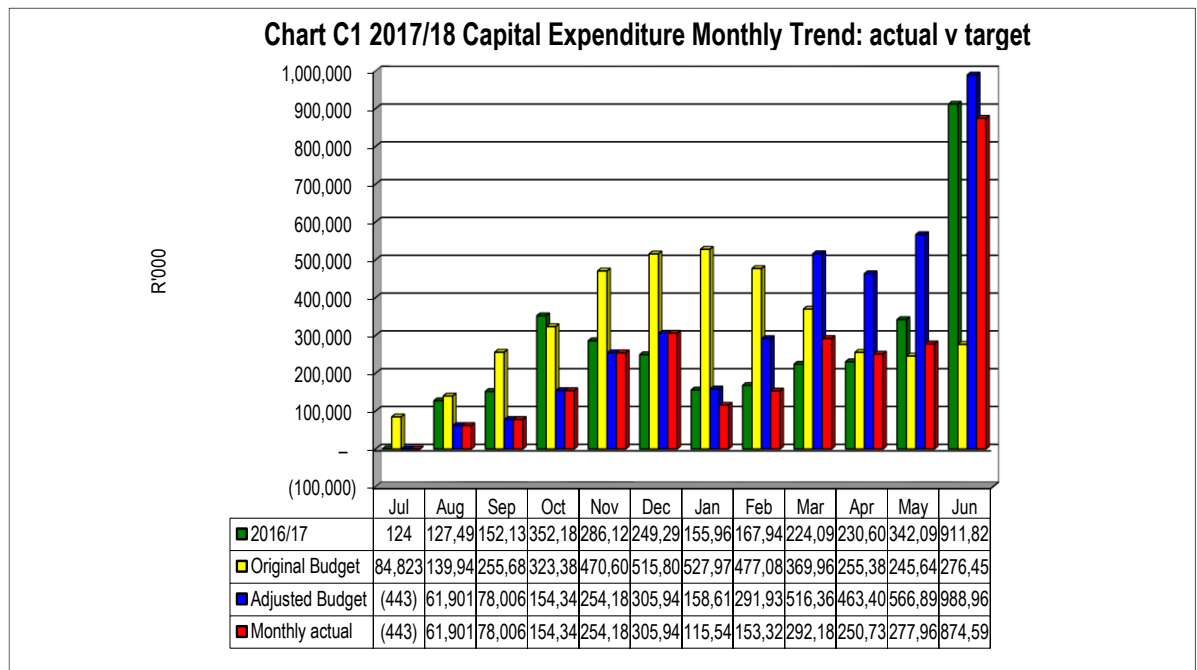
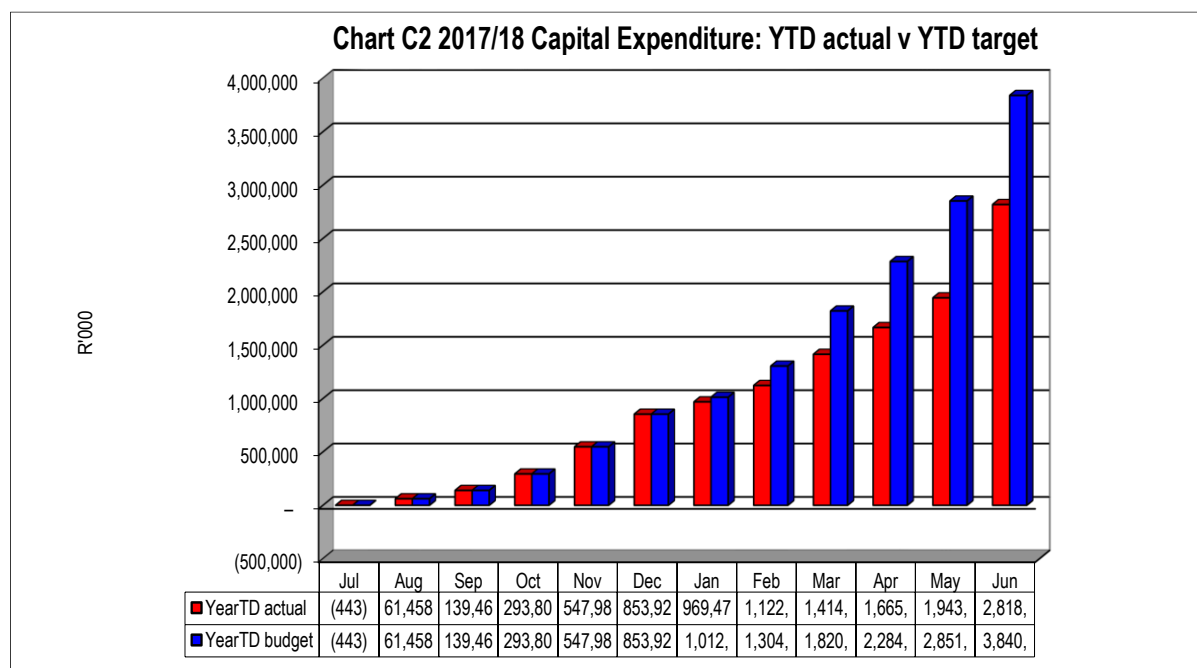


Chart C2: 2017/18 capital expenditure (YTD actual vs YTD target)



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

The expenditure on repairs and maintenance by asset class and the depreciation by asset class are detailed in Table 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 30 June 2018 amounts to R26 billion against the adjusted budget of R25,5 billion. Details related to the assets and liabilities of the City of Tshwane are provided in Table C6, in a format which is consistent with international standards and aligned with GRAP 1.

Cash flow

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

- Cash and cash equivalents as at the end of June 2018 amount to R3,8 billion.
- The cash flow from operating activities is R5,1 billion.
- The cash flow from investing activities amounts to R2,8 billion.
- The cash flow from financing activities amounts to R625 million.

Debtors' age analysis

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

Table C1 and SC3 indicate that the total debtors amount to R11,7 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 billion is outstanding in this category compared to R5 billion in the 2016/17 financial year.

Chart C3: Aged consumer debtors' analysis

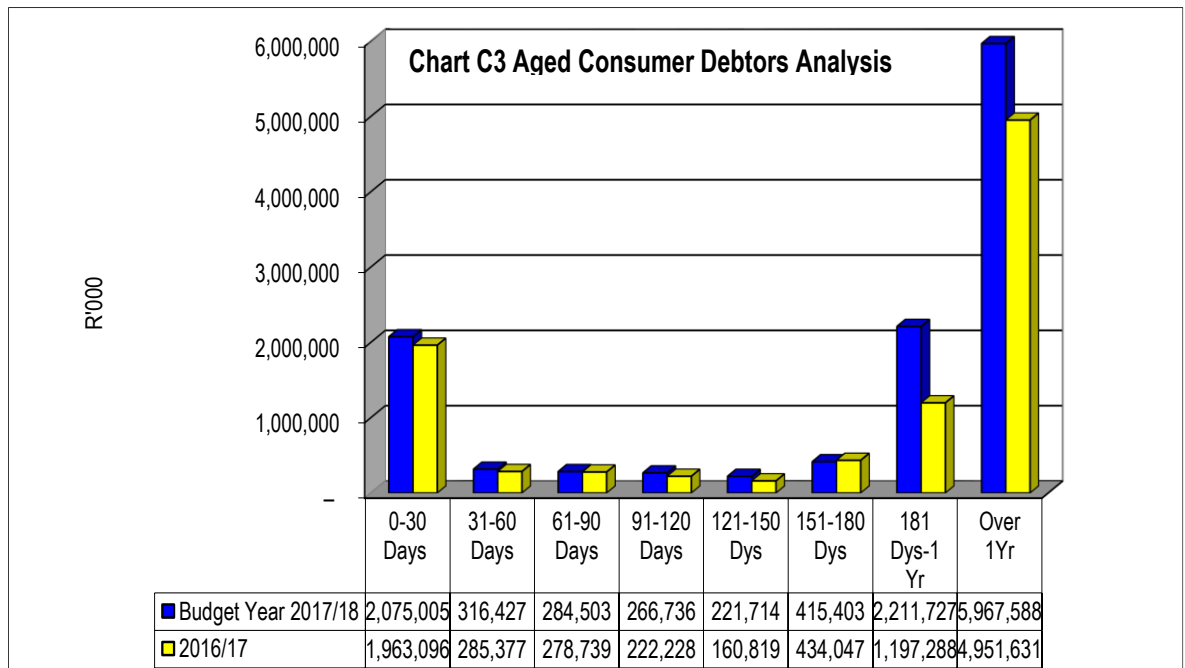
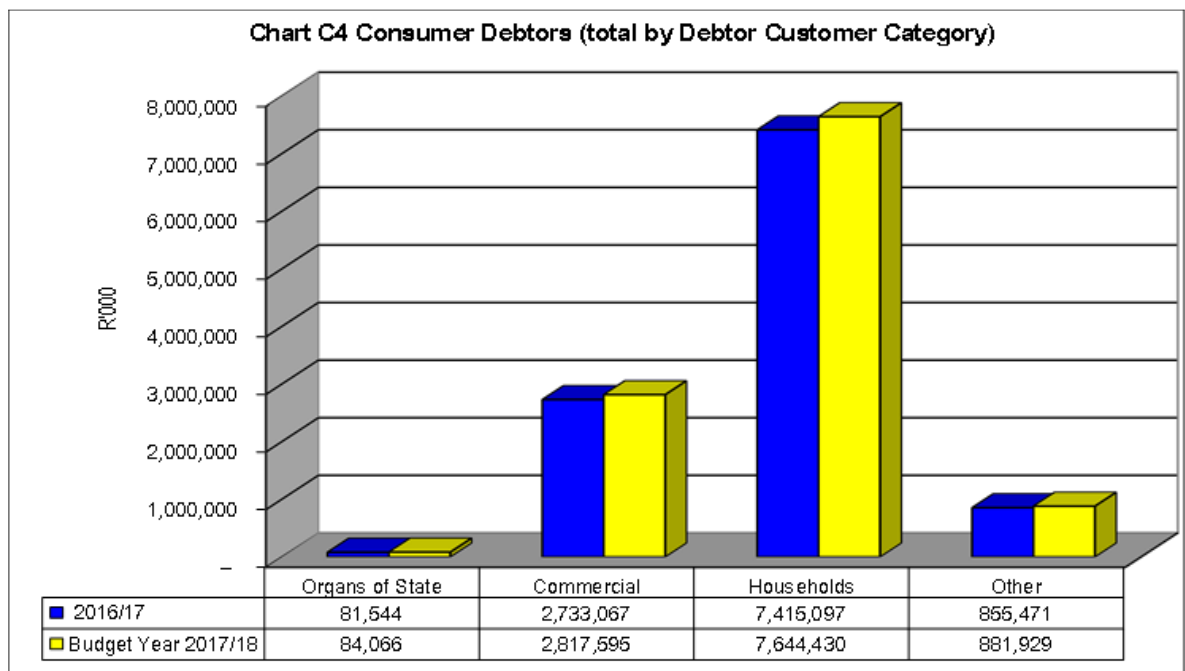


Chart C4 shows that the increase in the customer category is attributable to households, which reflect an increase of R229 million compared to the previous financial year.

Chart C4: Consumer debtors by customer category

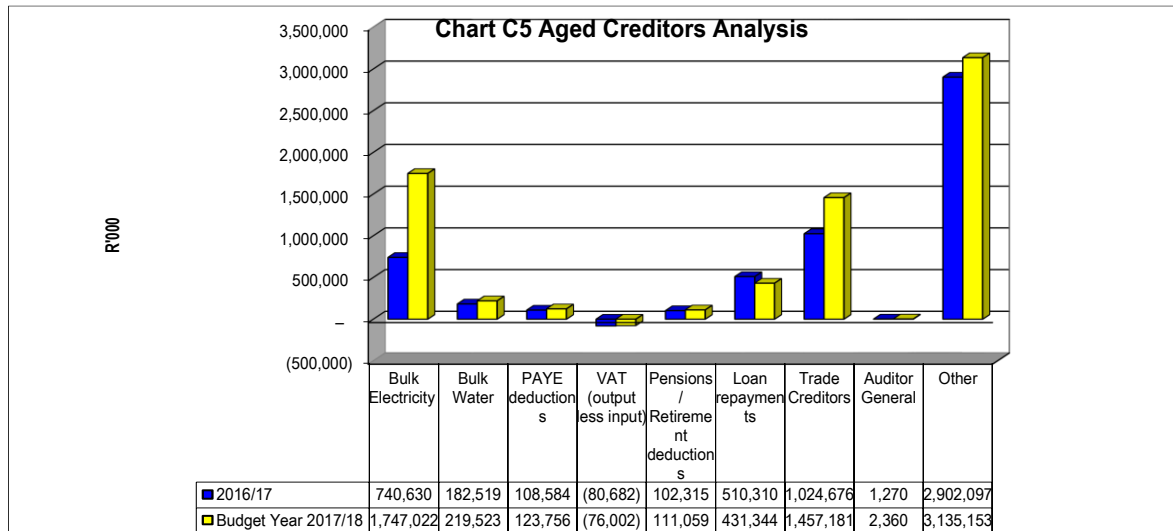


Creditors' age analysis

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

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

Chart C5: Aged creditors' analysis



Investment portfolio analysis (Table SC5)

The investment portfolio analysis, shown in Table SC5, includes information that is consistent with the requirements of the Municipal Investment Regulations of 2005 issued by the National Treasury. It reflects the institution where funds are invested, the period of investment, the type of investment and the accrued interest for the month. The market value at the end of the month amounts to R3,4 billion.

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

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

The total grants were increased to R6,9 billion in the adjustment budget, and an amount of R6,8 billion has been received for the period. The following grants are outstanding as at 30 June 2018:

- Mamelodi – TRT Bus Operation Subsidy – R59 million
- DBSA Research and Development – R5 million
- Social Infrastructure Grant – R4,7 million
- SHRA (HCT) – R60,9 million
- Community Libraries – R635 million
- HSDG – R1,6 million

Table SC7 (1) indicates the expenditure incurred against each allocation for the reporting period. The disclosure on the transfer and grant expenditure table reflects the recognition of expenditures, amounting to R6,2 billion against the YTD budget of R6,9 billion.

Table SC7 (2) indicates expenditure against approved rollovers. The approved rollovers amount to R147 million, and expenditure amounts to R114,6 million.

Expenditure on councillor and staff benefits (Table SC8)

The disclosure on councillors, board members and employee benefits is captured in Table SC8 and 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)

Table SC11 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
- creditors management.

1.4 In-year budget statement tables

The financial results for the period ended 30 June 2018 are reflected in Table 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 - M12 June

Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	5,912,584	6,514,409	6,604,409	662,802	6,736,434	6,604,409	132,025	2%	6,604,409
Service charges	16,172,347	17,566,765	17,432,154	1,595,537	17,045,702	17,432,154	(386,452)	-2%	17,432,154
Investment revenue	105,877	79,493	129,469	61,581	237,530	129,469	108,061	83%	129,469
Transfers and subsidies	3,761,456	4,159,532	4,507,256	68,436	4,213,977	4,507,256	(293,279)	-7%	4,507,256
Other own revenue	2,037,443	1,905,815	2,003,582	272,836	1,897,781	2,003,582	(105,800)	-5%	2,003,582
Total Revenue (excluding capital transfers and contributions)	27,989,708	30,226,013	30,676,869	2,661,191	30,131,424	30,676,869	(545,445)	-2%	30,676,869
Employee costs	8,017,177	8,778,736	8,667,974	835,729	8,404,780	8,667,974	(263,194)	-3%	8,667,974
Remuneration of Councillors	120,365	125,281	125,281	10,994	128,686	125,281	3,405	3%	125,281
Depreciation & asset impairment	1,546,231	1,961,302	1,865,215	80,114	1,415,286	1,865,215	(449,929)	-24%	1,865,215
Finance charges	1,319,812	1,417,357	1,455,723	62,872	1,388,636	1,455,723	(67,087)	-5%	1,455,723
Materials and bulk purchases	9,637,818	10,724,387	10,693,414	1,977,582	10,187,920	10,693,414	(505,494)	-5%	10,693,414
Transfers and subsidies	424,800	49,980	50,062	2,917	28,095	50,062	(21,967)	-44%	50,062
Other expenditure	6,300,159	6,937,787	7,816,736	1,175,234	6,961,851	7,816,736	(854,885)	-11%	7,816,736
Total Expenditure	27,366,362	29,994,829	30,674,404	4,145,442	28,515,253	30,674,404	(2,159,151)	-7%	30,674,404
Surplus/(Deficit)	623,346	231,184	2,465	(1,484,251)	1,616,171	2,465	1,613,706	65463%	2,465
Transfers and subsidies - capital (monetary allocations)	2,362,777	2,443,910	2,433,625	465,877	1,999,620	2,433,625	(434,005)	-18%	2,433,625
Contributions & Contributed assets	54,397	38,816	37,716	10,457	40,851	37,716	3,135	8%	37,716
Surplus/(Deficit) after capital transfers & contributions	3,040,520	2,713,910	2,473,806	(1,007,917)	3,656,643	2,473,806	1,182,837	48%	2,473,806
Surplus/ (Deficit) for the year	3,040,520	2,713,910	2,473,806	(1,007,917)	3,656,643	2,473,806	1,182,837	48%	2,473,806
Capital expenditure & funds sources									
Capital expenditure	3,199,887	3,860,284	3,840,102	874,594	2,818,263	3,840,102	(1,021,839)	-27%	3,840,102
Capital transfers recognised	2,307,029	2,379,284	2,494,103	471,719	1,988,101	2,753,827	(765,726)	-28%	2,494,103
Public contributions & donations	97,926	100,000	90,900	12,397	61,157	90,900	(29,743)	-33%	90,900
Borrowing	760,761	1,000,000	1,000,000	248,092	626,439	995,000	(368,561)	-37%	1,000,000
Internally generated funds	34,172	381,000	255,099	142,386	142,566	375	142,191	37918%	255,099
Total sources of capital funds	3,199,887	3,860,284	3,840,102	874,594	2,818,263	3,840,102	(1,021,839)	-27%	3,840,102
Financial position									
Total current assets	8,934,083	7,976,126	9,958,718		11,236,785				9,958,718
Total non current assets	39,599,684	40,140,136	40,345,772		40,929,545				40,345,772
Total current liabilities	10,528,788	8,381,526	10,244,162		11,304,513				10,244,162
Total non current liabilities	15,302,185	14,764,224	14,590,577		14,841,526				14,590,577
Community wealth/Equity	22,702,794	24,970,512	25,469,751		26,020,291				25,469,751
Cash flows									
Net cash from (used) operating	4,375,510	4,763,623	4,143,577	483,552	4,980,990	4,143,577	(837,413)	-20%	4,143,577
Net cash from (used) investing	(3,645,774)	(4,459,981)	(4,386,835)	(874,594)	(2,831,768)	(4,386,835)	(1,555,067)	35%	(4,386,835)
Net cash from (used) financing	254,839	405,966	406,748	(305,186)	(513,770)	406,748	920,518	226%	406,748
Cash/cash equivalents at the month/year end	2,169,316	2,617,289	2,332,806	–	3,804,768	2,332,806	(1,471,962)	-63%	2,332,806
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	2,075,005	316,427	284,503	266,736	221,714	415,403	2,211,727	5,967,588	11,759,102
Creditors Age Analysis									
Total Creditors	7,151,395	–	–	–	–	–	–	–	7,151,395

(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) - M12 June									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted 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	10,869,052	813,965	11,159,753	10,869,052	290,700	3%	10,869,052
Executive and council	71,336	75,280	73,277	5,966	21,584	73,277	(51,692)	-71%	73,277
Finance and administration	9,808,937	10,600,371	10,753,611	797,470	11,090,345	10,753,611	336,735	3%	10,753,611
Internal audit	51,719	42,165	42,165	10,528	47,823	42,165	5,658	13%	42,165
<i>Community and public safety</i>	1,259,173	1,512,235	1,890,857	231,553	1,342,578	1,890,857	(548,279)	-29%	1,890,857
Community and social services	48,380	15,430	21,798	1,941	19,255	21,798	(2,543)	-12%	21,798
Sport and recreation	44,492	23,910	24,569	3,898	26,689	24,569	2,120	9%	24,569
Public safety	202,568	334,136	294,906	34,877	230,690	294,906	(64,216)	-22%	294,906
Housing	790,517	968,680	1,316,828	181,012	850,329	1,316,828	(466,499)	-35%	1,316,828
Health	173,217	170,078	232,757	9,825	215,615	232,757	(17,142)	-7%	232,757
<i>Economic and environmental services</i>	1,621,535	1,600,352	1,576,390	315,160	1,418,335	1,576,390	(158,055)	-10%	1,576,390
Planning and development	201,758	186,248	171,876	23,146	186,398	171,876	14,522	8%	171,876
Road transport	1,407,007	1,319,389	1,403,588	292,254	1,231,413	1,403,588	(172,175)	-12%	1,403,588
Environmental protection	12,770	94,715	926	(240)	523	926	(403)	-43%	926
<i>Trading services</i>	17,372,056	18,650,592	18,583,593	1,758,257	18,028,827	18,583,593	(554,766)	-3%	18,583,593
Energy sources	11,507,273	11,730,582	11,763,614	1,138,182	11,292,644	11,763,614	(470,970)	-4%	11,763,614
Water management	3,519,052	4,100,522	4,016,485	374,027	4,177,665	4,016,485	161,180	4%	4,016,485
Waste water management	1,044,862	1,362,903	1,354,021	98,524	1,083,243	1,354,021	(270,778)	-20%	1,354,021
Waste management	1,300,869	1,456,585	1,449,473	147,525	1,475,276	1,449,473	25,802	2%	1,449,473
<i>Other</i>	222,126	227,746	228,318	18,591	222,403	228,318	(5,915)	-3%	228,318
Total Revenue - Functional	30,406,882	32,708,740	33,148,210	3,137,525	32,171,896	33,148,210	(976,314)	-3%	33,148,210
Expenditure - Functional									
<i>Governance and administration</i>	5,104,312	7,288,308	7,419,174	867,396	6,775,218	7,419,174	(643,956)	-9%	7,419,174
Executive and council	884,029	1,230,769	1,245,758	123,179	925,488	1,245,758	(320,269)	-26%	1,245,758
Finance and administration	3,872,363	5,755,519	5,862,697	726,608	5,650,945	5,862,697	(211,752)	-4%	5,862,697
Internal audit	347,920	302,020	310,719	17,609	198,785	310,719	(111,935)	-36%	310,719
<i>Community and public safety</i>	4,231,295	3,936,721	4,553,653	442,668	4,199,348	4,553,653	(354,305)	-8%	4,553,653
Community and social services	305,870	269,256	271,028	32,303	309,742	271,028	38,713	14%	271,028
Sport and recreation	407,303	374,267	353,431	33,457	343,355	353,431	(10,075)	-3%	353,431
Public safety	2,352,619	2,219,047	2,466,567	254,747	2,432,767	2,466,567	(33,800)	-1%	2,466,567
Housing	571,910	466,664	846,136	65,900	528,269	846,136	(317,868)	-38%	846,136
Health	593,593	607,488	616,490	56,260	585,215	616,490	(31,275)	-5%	616,490
<i>Economic and environmental services</i>	2,756,709	3,210,120	3,281,529	293,630	2,778,354	3,281,529	(503,176)	-15%	3,281,529
Planning and development	811,014	1,034,346	1,042,208	91,092	840,665	1,042,208	(201,543)	-19%	1,042,208
Road transport	1,819,681	1,911,711	2,076,104	183,786	1,798,827	2,076,104	(277,277)	-13%	2,076,104
Environmental protection	126,013	264,063	163,217	18,752	138,861	163,217	(24,356)	-15%	163,217
<i>Trading services</i>	15,085,544	15,388,317	15,240,095	2,518,341	14,599,784	15,240,095	(640,311)	-4%	15,240,095
Energy sources	10,507,058	10,073,638	10,078,535	1,762,899	9,928,882	10,078,535	(149,653)	-1%	10,078,535
Water management	2,902,528	3,128,834	3,192,589	502,861	3,040,287	3,192,589	(152,301)	-5%	3,192,589
Waste water management	376,770	1,107,046	883,402	111,322	672,341	883,402	(211,061)	-24%	883,402
Waste management	1,299,187	1,078,799	1,085,569	141,259	958,273	1,085,569	(127,296)	-12%	1,085,569
<i>Other</i>	189,261	171,863	179,953	23,406	163,263	179,953	(16,690)	-9%	179,953
Total Expenditure - Functional	27,367,120	29,995,329	30,674,404	4,145,442	28,515,967	30,674,404	(2,158,437)	-7%	30,674,404
Surplus/ (Deficit) for the year	3,039,762	2,713,410	2,473,806	(1,007,917)	3,655,929	2,473,806	1,182,123	48%	2,473,806

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

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

TSH City Of Tshwane - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M12 June									
Vote Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted 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	103,210	9,678	81,589	103,210	(21,621)	-20.9%	103,210
Vote 2 - Economic Development & Spatial Planning Department	194,578	400,077	428,772	43,741	387,714	428,772	(41,058)	-9.6%	428,772
Vote 3 - Emergency Services Department	82,199	81,402	111,878	2,521	111,584	111,878	(294)	-0.3%	111,878
Vote 4 - Environment & Agriculture Management Department	1,512,376	175,514	75,272	8,939	(17,500)	75,272	(92,772)	-123.2%	75,272
Vote 5 - Group Audit & Risk Department	51,845	42,165	42,165	10,538	47,833	42,165	5,668	13.4%	42,165
Vote 6 - Group Financial Services Department	9,664,514	10,383,343	10,583,950	776,929	10,974,221	10,583,950	390,271	3.7%	10,583,950
Vote 7 - Group Property Management Department	71,666	93,279	93,279	11,192	68,250	93,279	(25,029)	-26.8%	93,279
Vote 8 - Health Department	62,535	59,442	60,382	797	60,585	60,382	204	0.3%	60,382
Vote 9 - Human Settlement Department	762,238	983,245	1,282,900	174,481	825,122	1,282,900	(457,778)	-35.7%	1,282,900
Vote 10 - Tshwane Metro Police Department	194,577	1,593,116	296,465	35,227	238,257	296,465	(58,208)	-19.6%	296,465
Vote 11 - Regional Operations & Coordination Department	281,976	1,195,088	1,461,966	152,003	1,576,452	1,461,966	114,486	7.8%	1,461,966
Vote 12 - Roads & Transport Department	1,281,324	1,063	1,420,989	293,458	1,237,750	1,420,989	(183,239)	-12.9%	1,420,989
Vote 13 - Shared Services Department	9,672	334,516	2,150	4,074	4,090	2,150	1,939	90.2%	2,150
Vote 14 - Utility Services Department	16,054,318	17,192,562	17,126,631	1,607,842	16,541,979	17,126,631	(584,652)	-3.4%	17,126,631
Vote 15 - Other Departments	122,710	106,882	58,202	6,104	33,970	58,202	(24,232)	-41.6%	58,202
Total Revenue by Vote	30,406,882	32,708,740	33,148,210	3,137,525	32,171,896	33,148,210	(976,314)	-2.9%	33,148,210
Expenditure by Vote									
Vote 1 - Community & Social Development Services Department	294,997	366,933	392,173	36,384	322,689	392,173	(69,484)	-17.7%	392,173
Vote 2 - Economic Development & Spatial Planning Department	594,588	668,376	564,082	47,788	481,146	564,082	(82,936)	-14.7%	564,082
Vote 3 - Emergency Services Department	623,775	660,745	657,915	54,302	647,120	657,915	(10,794)	-1.6%	657,915
Vote 4 - Environment & Agriculture Management Department	665,199	682,139	605,587	67,371	466,453	605,587	(139,135)	-23.0%	605,587
Vote 5 - Group Audit & Risk Department	364,812	320,121	328,714	19,046	217,021	328,714	(111,693)	-34.0%	328,714
Vote 6 - Group Financial Services Department	1,448,797	3,291,437	3,147,959	371,609	2,816,833	3,147,959	(331,126)	-10.5%	3,147,959
Vote 7 - Group Property Management Department	349,605	471,404	648,112	77,084	625,542	648,112	(22,569)	-3.5%	648,112
Vote 8 - Health Department	317,312	395,176	385,077	41,250	370,604	385,077	(14,473)	-3.8%	385,077
Vote 9 - Human Settlement Department	484,838	317,972	681,542	56,184	366,505	681,542	(315,037)	-46.2%	681,542
Vote 10 - Tshwane Metro Police Department	2,175,132	3,629,647	2,342,952	275,272	2,336,627	2,342,952	(6,325)	-0.3%	2,342,952
Vote 11 - Regional Operations & Coordination Department	3,512,859	1,328,192	3,492,316	378,353	3,380,265	3,492,316	(112,050)	-3.2%	3,492,316
Vote 12 - Roads & Transport Department	1,310,728	1,369,586	1,602,828	141,973	1,390,013	1,602,828	(212,815)	-13.3%	1,602,828
Vote 13 - Shared Services Department	1,318,349	2,087,460	1,373,533	170,014	1,309,516	1,373,533	(64,017)	-4.7%	1,373,533
Vote 14 - Utility Services Department	12,618,063	13,200,387	13,029,865	2,266,700	12,497,444	13,029,865	(532,421)	-4.1%	13,029,865
Vote 15 - Other Departments	1,288,066	1,205,754	1,421,750	142,115	1,288,186	1,421,750	(133,563)	-9.4%	1,421,750
Total Expenditure by Vote	27,367,119	29,995,329	30,674,404	4,145,442	28,515,967	30,674,404	(2,158,437)	-7.0%	30,674,404
Surplus/ (Deficit) for the year	3,039,762	2,713,410	2,473,806	(1,007,917)	3,655,929	2,473,806	1,182,123	47.8%	2,473,806

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

TSH City Of Tshwane - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted 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	6,604,409	662,802	6,736,434	6,604,409	132,025	2%	6,604,409
Service charges - electricity revenue	10,869,151	11,176,494	11,181,883	1,023,389	11,159,882	11,181,883	(22,001)	0%	11,181,883
Service charges - water revenue	3,216,181	3,996,886	3,876,886	335,214	3,424,497	3,876,886	(452,389)	-12%	3,876,886
Service charges - sanitation revenue	1,032,486	982,879	962,879	89,684	987,033	962,879	24,154	3%	962,879
Service charges - refuse revenue	1,054,530	1,410,506	1,410,506	147,250	1,474,290	1,410,506	63,784	5%	1,410,506
Rental of facilities and equipment	140,955	151,864	144,835	16,792	120,818	144,835	(24,017)	-17%	144,835
Interest earned - external investments	105,877	79,493	129,469	61,581	237,530	129,469	108,061	83%	129,469
Interest earned - outstanding debtors	623,191	466,691	546,655	97,005	676,229	546,655	129,574	24%	546,655
Fines, penalties and forfeits	184,531	332,854	294,052	34,388	232,619	294,052	(61,433)	-21%	294,052
Licences and permits	145,529	54,796	56,045	29,213	160,808	56,045	104,763	187%	56,045
Agency services	-	6,650	2,564	-	-	2,564	(2,564)	-100%	2,564
Transfers and subsidies	3,761,456	4,159,532	4,507,256	68,436	4,213,977	4,507,256	(293,279)	-7%	4,507,256
Other revenue	939,667	887,079	953,550	95,437	707,307	953,550	(246,243)	-26%	953,550
Gains on disposal of PPE	3,571	5,880	5,880	-	0	5,880	(5,880)	-100%	5,880
Total Revenue (excluding capital transfers and contributions)	27,989,708	30,226,013	30,676,869	2,661,191	30,131,424	30,676,869	(545,445)	-2%	30,676,869
Expenditure By Type									
Employee related costs	8,017,177	8,778,736	8,667,974	835,729	8,404,780	8,667,974	(263,194)	-3%	8,667,974
Remuneration of councillors	120,365	125,281	125,281	10,994	128,686	125,281	3,405	3%	125,281
Debt impairment	889,759	1,175,973	1,135,973	144,984	1,137,837	1,135,973	1,864	0%	1,135,973
Depreciation & asset impairment	1,546,231	1,961,302	1,865,215	80,114	1,415,286	1,865,215	(449,929)	-24%	1,865,215
Finance charges	1,319,812	1,417,357	1,455,723	62,872	1,388,636	1,455,723	(67,087)	-5%	1,455,723
Bulk purchases	7,467,527	7,462,684	7,585,684	1,540,034	7,579,222	7,585,684	(6,462)	0%	7,585,684
Other materials	2,170,290	3,261,702	3,107,730	437,548	2,608,697	3,107,730	(499,032)	-16%	3,107,730
Contracted services	2,599,777	2,874,971	3,429,290	643,085	3,082,579	3,429,290	(346,711)	-10%	3,429,290
Transfers and subsidies	424,800	49,980	50,062	2,917	28,095	50,062	(21,967)	-44%	50,062
Other expenditure	2,809,339	2,886,842	3,251,472	387,166	2,741,435	3,251,472	(510,037)	-16%	3,251,472
Loss on disposal of PPE	1,284	1	1	-	-	1	(1)	-100%	1
Total Expenditure	27,366,362	29,994,829	30,674,404	4,145,442	28,515,253	30,674,404	(2,159,151)	-7%	30,674,404
Surplus/(Deficit)									
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2,362,777	2,443,910	2,433,625	465,877	1,999,620	2,433,625	(434,005)	-18%	2,433,625
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	-	6,000	4,900	-	-	4,900	(4,900)	-100%	4,900
Transfers and subsidies - capital (in-kind - all)	54,397	32,816	32,816	10,457	40,851	32,816	8,035	24%	32,816
Surplus/(Deficit) after capital transfers & contributions	3,040,520	2,713,910	2,473,806	(1,007,917)	3,656,643	2,473,806			2,473,806
Taxation	759	500	500	-	714	500	214	43%	500
Surplus/(Deficit) after taxation	3,039,762	2,713,410	2,473,306	(1,007,917)	3,655,929	2,473,306			2,473,306
Attributable to minorities	-	-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality	3,039,762	2,713,410	2,473,306	(1,007,917)	3,655,929	2,473,306			2,473,306
Share of surplus/ (deficit) of associate	-	-	-	-	-	-			-
Surplus/ (Deficit) for the year	3,039,762	2,713,410	2,473,306	(1,007,917)	3,655,929	2,473,306			2,473,306

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 - M12 June)									
Vote Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Multi-Year expenditure appropriation									
Vote 1 - Community & Social Development Services Department	102,068	91,507	103,794	12,093	66,633	103,794	(37,161)	-36%	103,794
Vote 2 - Economic Development & Spatial Planning Department	55,983	96,065	96,440	1,169	14,203	63,775	(49,572)	-78%	96,440
Vote 3 - Emergency Services Department	10,895	10,000	10,000	3,169	9,940	10,000	(60)	-1%	10,000
Vote 4 - Environment & Agriculture Management Department	22,123	32,500	32,500	9,776	27,016	32,500	(5,484)	-17%	32,500
Vote 5 - Group Audit & Risk Department	5,856	13,000	14,000	236	9,047	14,000	(4,953)	-35%	14,000
Vote 6 - Group Financial Services Department	43,513	101,000	43,000	3,736	14,397	43,000	(28,603)	-67%	43,000
Vote 7 - Group Property Management Department	-	5,000	-	-	-	-	-	-	-
Vote 8 - Health Department	14,031	15,200	15,200	2,681	15,200	15,200	(0)	0%	15,200
Vote 9 - Human Settlement Department	608,885	874,422	1,120,378	190,615	684,861	1,120,378	(435,517)	-39%	1,120,378
Vote 10 - Tshwane Metro Police Department	29,997	13,000	13,000	1,165	12,996	13,000	(4)	0%	13,000
Vote 11 - Regional Operations & Coordination Department	2,832	5,000	5,000	2,503	2,448	5,000	(2,552)	-51%	5,000
Vote 12 - Roads & Transport Department	1,103,585	1,078,974	1,101,116	327,679	931,846	1,133,781	(201,935)	-18%	1,101,116
Vote 13 - Shared Services Department	159,831	93,500	103,500	55,304	97,405	103,500	(6,095)	-6%	103,500
Vote 14 - Utility Services Department	978,955	1,015,616	1,092,616	226,689	864,305	1,092,616	(228,311)	-21%	1,092,616
Vote 15 - Other Departments	52,301	391,500	54,832	17,908	38,776	54,832	(16,056)	-29%	54,832
Total Capital Multi-year expenditure	3,190,856	3,836,284	3,805,375	854,723	2,789,073	3,805,375	(1,016,302)	-27%	3,805,375
Single Year expenditure appropriation									
Vote 1 - Community & Social Development Services Department	-	200	10,200	8,786	8,823	10,200	(1,377)	-	10,200
Vote 2 - Economic Development & Spatial Planning Department	4,000	450	450	-	393	450	(57)	-13%	450
Vote 3 - Emergency Services Department	-	250	250	-	249	250	(1)	0%	250
Vote 4 - Environment & Agriculture Management Department	4,831	-	-	-	-	-	-	-	-
Vote 5 - Group Audit & Risk Department	-	-	-	-	-	-	-	-	-
Vote 6 - Group Financial Services Department	-	19,500	19,500	5,395	11,265	19,500	(8,235)	-42%	19,500
Vote 7 - Group Property Management Department	-	200	100	-	98	100	(2)	-2%	100
Vote 8 - Health Department	-	300	1,127	117	1,084	1,127	(42)	-4%	1,127
Vote 9 - Human Settlement Department	-	-	-	-	-	-	-	-	-
Vote 10 - Tshwane Metro Police Department	-	-	-	-	-	-	-	-	-
Vote 11 - Regional Operations & Coordination Department	-	1,800	1,800	499	1,599	1,800	(201)	-11%	1,800
Vote 12 - Roads & Transport Department	-	-	-	-	-	-	-	-	-
Vote 13 - Shared Services Department	200	-	-	-	-	-	-	-	-
Vote 14 - Utility Services Department	-	500	500	5,026	5,075	500	4,575	915%	500
Vote 15 - Other Departments	-	800	800	48	604	800	(196)	-24%	800
Total Capital single-year expenditure	9,031	24,000	34,727	19,871	29,190	34,727	(5,537)	-16%	34,727
Total Capital Expenditure	3,199,887	3,860,284	3,840,102	874,594	2,818,263	3,840,102	(1,021,839)	-27%	3,840,102
Capital Expenditure - Functional Classification									
Governance and administration	267,412	669,622	278,359	83,544	174,632	245,263	(70,631)	-29%	278,359
Executive and council	62,117	419,922	71,859	14,002	28,399	38,763	(10,364)	-27%	71,859
Finance and administration	-	236,700	192,500	-	-	-	-	-	192,500
Internal audit	205,295	13,000	14,000	69,541	146,233	206,500	(60,267)	-29%	14,000
Community and public safety	736,418	1,002,672	1,274,235	226,906	806,584	1,331,193	(524,609)	-39%	1,274,235
Community and social services	19,292	8,300	19,527	3,031	14,528	19,527	(4,999)	-26%	19,527
Sport and recreation	41,796	58,500	40,587	15,285	13,339	40,587	(27,248)	-67%	40,587
Public safety	5,903	7,250	7,250	3,109	7,191	7,250	(59)	-1%	7,250
Housing	611,717	879,422	1,125,378	193,063	695,401	1,065,809	(370,407)	-35%	1,125,378
Health	57,710	49,200	81,493	12,417	76,125	198,020	(121,896)	-62%	81,493
Economic and environmental services	1,163,844	1,096,374	1,126,641	319,038	924,743	1,102,780	(178,037)	-16%	1,126,641
Planning and development	49,140	56,900	57,275	474	281	749	(468)	-62%	57,275
Road transport	1,111,989	1,036,474	1,066,366	318,564	921,473	1,099,031	(177,558)	-16%	1,066,366
Environmental protection	2,715	3,000	3,000	-	2,989	3,000	(11)	0%	3,000
Trading services	1,000,582	1,051,116	1,120,366	236,197	885,431	1,120,366	(234,935)	-21%	1,120,366
Energy sources	491,988	488,312	548,312	167,916	496,646	548,312	(51,666)	-9%	548,312
Water management	149,201	402,804	372,254	55,237	271,551	372,254	(100,703)	-27%	372,254
Waste water management	338,570	146,000	185,800	11,044	103,664	185,800	(82,136)	-44%	185,800
Waste management	20,822	14,000	14,000	2,000	13,569	14,000	(431)	-3%	14,000
Other	31,632	40,500	40,500	8,909	26,873	40,500	(13,627)	-34%	40,500
Total Capital Expenditure - Functional Classification	3,199,887	3,860,284	3,840,102	874,594	2,818,263	3,840,102	(1,021,839)	-27%	3,840,102
Funded by:									
National Government	2,260,120	2,329,777	2,299,370	439,411	1,862,982	2,304,370	(441,388)	-19%	2,299,370
Provincial Government	46,710	43,507	187,540	31,308	121,885	442,264	(320,378)	-72%	187,540
Other transfers and grants	200	6,000	7,193	1,000	3,234	7,193	(3,960)	-55%	7,193
Transfers recognised - capital	2,307,029	2,379,284	2,494,103	471,719	1,988,101	2,753,827	(765,726)	-28%	2,494,103
Public contributions & donations	97,926	100,000	90,900	12,397	61,157	90,900	(29,743)	-33%	90,900
Borrowing	760,761	1,000,000	1,000,000	248,092	626,439	995,000	(368,561)	-37%	1,000,000
Internally generated funds	34,172	381,000	255,099	142,386	142,566	375	142,191	37918%	255,099
Total Capital Funding	3,199,887	3,860,284	3,840,102	874,594	2,818,263	3,840,102	(1,021,839)	-27%	3,840,102

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

TSH City Of Tshwane - Table C6 Consolidated Monthly Budget Statement - Financial Position - M12 June					
Description	2016/17	Budget Year 2017/18			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
<u>ASSETS</u>					
Current assets					
Cash	456,779	121,000	502,457	453,207	502,457
Call investment deposits	1,712,537	2,502,289	1,830,350	3,351,561	1,830,350
Consumer debtors	4,630,010	3,423,486	5,347,877	5,536,470	5,347,877
Other debtors	1,351,392	1,067,508	1,421,556	1,166,455	1,421,556
Current portion of long-term receivables	91,005	163,349	94,884	91,005	94,884
Inventory	692,359	698,494	761,595	638,087	761,595
Total current assets	8,934,083	7,976,126	9,958,718	11,236,785	9,958,718
Non current assets					
Long-term receivables	25,661	6,366	27,296	74,844	27,296
Investments	19,454	858,036	761,798	711	761,798
Investment property	773,100	927,675	864,704	773,100	864,704
Investments in Associate	–	–	–	–	–
Property, plant and equipment	38,392,729	37,968,303	38,296,260	39,692,348	38,296,260
Agricultural	–	–	–	–	–
Biological assets	–	–	–	–	–
Intangible assets	388,740	379,756	395,713	388,542	395,713
Other non-current assets	–	–	–	–	–
Total non current assets	39,599,684	40,140,136	40,345,772	40,929,545	40,345,772
TOTAL ASSETS	48,533,767	48,116,261	50,304,490	52,166,330	50,304,490
<u>LIABILITIES</u>					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	728,912	788,401	1,074,771	910,567	1,074,771
Consumer deposits	411,345	395,755	419,572	516,299	419,572
Trade and other payables	9,388,531	7,197,370	8,749,819	9,877,646	8,749,819
Provisions	–	–	–	–	–
Total current liabilities	10,528,788	8,381,526	10,244,162	11,304,513	10,244,162
Non current liabilities					
Borrowing	11,936,523	11,195,205	11,240,647	10,497,632	11,240,647
Provisions	3,365,662	3,569,019	3,349,931	4,343,894	3,349,931
Total non current liabilities	15,302,185	14,764,224	14,590,577	14,841,526	14,590,577
TOTAL LIABILITIES	25,830,973	23,145,750	24,834,739	26,146,039	24,834,739
NET ASSETS	22,702,794	24,970,512	25,469,751	26,020,291	25,469,751
<u>COMMUNITY WEALTH/EQUITY</u>					
Accumulated Surplus/(Deficit)	22,471,991	24,713,269	25,212,508	25,765,233	25,212,508
Reserves	230,803	257,243	257,243	255,059	257,243
TOTAL COMMUNITY WEALTH/EQUITY	22,702,794	24,970,512	25,469,751	26,020,291	25,469,751

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

TSH City Of Tshwane - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M12 June									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted 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	6,142,100	162,802	6,236,434	6,142,100	94,334	2%	6,142,100
Service charges	14,386,069	16,688,427	16,709,359	1,427,282	16,331,718	16,709,359	(377,641)	-2%	16,709,359
Other revenue	2,664,512	1,433,244	1,580,515	175,830	1,244,992	1,580,515	(335,523)	-21%	1,580,515
Government - operating	3,980,677	4,159,532	4,507,256	(149,706)	4,259,610	4,507,256	(247,646)	-5%	4,507,256
Government - capital	2,378,838	2,443,910	2,438,525	(4,072)	2,368,845	2,438,525	(69,680)	-3%	2,438,525
Interest	105,994	233,345	129,469	41,173	210,274	129,469	80,806	62%	129,469
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(23,716,368)	(24,916,187)	(25,857,862)	(1,103,968)	(24,163,137)	(25,857,862)	(1,694,726)	7%	(25,857,862)
Finance charges	(1,336,037)	(1,417,357)	(1,455,723)	(62,872)	(1,357,257)	(1,455,723)	(98,466)	7%	(1,455,723)
Transfers and Grants	(759)	(49,980)	(50,062)	(2,917)	(150,490)	(50,062)	100,428	-201%	(50,062)
NET CASH FROM/(USED) OPERATING ACTIVITIES	4,375,510	4,763,623	4,143,577	483,552	4,980,990	4,143,577	(837,413)	-20%	4,143,577
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	5,484	5,880	5,880	-	(13,506)	5,880	(19,386)	-	5,880
Decrease (Increase) in non-current debtors	-	(102,705)	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	(2,591)	993	(1,635)	-	-	(1,635)	1,635	-100%	(1,635)
Decrease (increase) in non-current investments	-	(500,246)	(742,345)	-	-	(742,345)	742,345	-100%	(742,345)
Payments									
Capital assets	(3,648,666)	(3,863,903)	(3,648,736)	(874,594)	(2,818,263)	(3,648,736)	(830,473)	23%	(3,648,736)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(3,645,774)	(4,459,981)	(4,386,835)	(874,594)	(2,831,768)	(4,386,835)	(1,555,067)	35%	(4,386,835)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	1,000,000	1,000,000	1,000,000	-	-	1,000,000	(1,000,000)	-100%	1,000,000
Increase (decrease) in consumer deposits	(192,740)	7,760	8,227	-	82,630	8,227	74,403	904%	8,227
Payments									
Repayment of borrowing	(552,421)	(601,794)	(601,479)	(305,186)	(596,400)	(601,479)	(5,079)	1%	(601,479)
NET CASH FROM/(USED) FINANCING ACTIVITIES	254,839	405,966	406,748	(305,186)	(513,770)	406,748	920,518	226%	406,748
NET INCREASE/ (DECREASE) IN CASH HELD	984,576	709,608	163,491	(696,228)	1,635,452	163,491			163,491
Cash/cash equivalents at beginning:	1,184,740	1,907,681	2,169,316		2,169,316	2,169,316			2,169,316
Cash/cash equivalents at month/year end:	2,169,316	2,617,289	2,332,806		3,804,768	2,332,806			2,332,806

PART 2: SUPPORTING DOCUMENTATION

(a) Table SC1: Material variance explanations

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M12 June

Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands			
Revenue By Source			
Property rates	132,025	Due to a large volume of properties that were interfaced or updated from the property rates system to the SAP system during year end.	None
Service charges - electricity revenue	(22,001)	Mainly on Electricity smart prepaid, technical audits on all meters are currently being conducted and all notification and placement of meters attended to.	None
Service charges - water revenue	(452,389)	The budget for water and sewerage is based on statistical trends and the income is determined by the demand.	None
Service charges - sanitation revenue	24,154	The budget for water and sewerage is based on statistical trends and the income is determined by the demand.	None
Service charges - refuse revenue	63,784	Solid waste removal is ahead due to the city cleansing levy imposed on non-refuse account holders.	None
Service charges - other	-		
Rental of facilities and equipment	(24,017)	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.	None
Interest earned - external investments	108,061	Interest earned on the short-term investment is better than projected.	
Interest earned - outstanding debtors	129,574	Due to increase in outstanding debtors.	
Dividends received	-		
Fines, penalties and forfeits	(61,433)	Revenue on AARTO is allocated one month in arrears. The administrative delay in the calibration and Certification of 19 speed cameras.	None
Licences and permits	104,763		None
Agency services	(2,564)		
Transfers and subsidies	(253,279)	Mainly due to underspending on the Housing top structure, TRT, Subsidy, PTNOG and DBSA Grants.	
Other revenue	(246,243)	Due to under recovery on Building Plan Fees, Sundry fees, Market fees, Transport fees, Approval Fees Advertising and Township development contributions on electricity, Water and Rezoning.	None
Gains on disposal of PPE	(5,880)		
Expenditure By Type			
Employee related costs	(263,194)	underspending is mainly on salaries, pension and provident fund and provision for leave payments.	None
Remuneration of councillors	3,405		None
Debt impairment	1,864		None
Depreciation & asset impairment	(440,929)	The calculation is aligned with the asset verification and purification process. The majority of the AUCs (assets under construction) are not being capitalised.	None
Finance charges	(67,087)	Mainly on interest on swaps and the payment from sinking fund account.	None
Bulk purchases	(6,462)		
Other materials	(499,032)		
Contracted services	(346,711)	Underspending mainly on the on the Housing Top Structure grant due to delays in the endorsement of projects by the Province.	None
Transfers and subsidies	(21,967)		
Other expenditure	(510,037)	Underspending mainly on prepaid commission, EPWP Job creation and ARV operation, LED initiatives and Rental Plant and equipment	
Loss on disposal of PPE	(1)		

Table SC1: Material variance explanations (continued)

TSH City Of Tshwane - Supporting Table SC1 Material variance explanations - M12 June			
Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands			
Capital Expenditure			
Vote 1 - Community & Social Development Services Department	(37,161)	Social Development centre in Hammanskraal project is the main contributor. Challenge with contract extension approval. Grant funds to be rolled over to next Financial Year.	None
Vote 2 - Economic Development & Spatial Planning Department	(49,572)	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 pending the approval of the Township Establishment, SDP and Building Plans.	None
Vote 3 - Emergency Management Services Department	(60)	None	None
Vote 4 - Environment & Agriculture Management Department	(5,484)	Upgrading of Resorts and reserves of security infrastructure is the main contributor. New SCM procedures and detailed draft of specifications made it very time consuming and it	None
Vote 5 - Group Audit & Risk Department	(4,953)	Under spending on Insurance Replacements.	None
Vote 6 - Group Financial Services Department	(28,603)	Turnaround of Municipality Water Services – Reduction of water losses is the main contributor. Delays in awarding the tender. No spending will realised on this project in the 2018 financial year.	None
Vote 7 - Group Property Department	–		
Vote 8 - Health Department	(0)	None	None
Vote 9 - Housing & Human Settlement Department	(435,517)	Winterveldt bulk sewer project is the main contributor. Plot owners refusing access to their plots, community arrests and water use license outstanding.	None
Vote 10 - Regional Operations & Coordination Department	(4)	Under spending on Jo-Jo Tanks. Appointment done very late due to complications during evaluation. Not enough time to conclude the whole project.	None
Vote 11 - Roads & Transport Department	(2,552)	Revitalisation of the City-Taxi Holding areas within the Pretoria CBD. This project was only now added to the budget during the adjustment budget process. There will be a saving of R4.4 million on this project	None
Vote 12 - Shared Services Department	(201,935)	Under spending on the One Integrated Transaction Processing System project - Some invoices received for milestones signed off and in process of payment.	None
Vote 13 - Tshwane Metro Police Department	(6,095)	Purchasing of Policing Equipment - Recovery of backlog that occurred due to delay in project schedule during Q1 and Q2.	None
Vote 14 - Utility Services Department	(228,311)	Electricity vending infrastructure is the main contributor - Tender awarded late. Only 59% of the funds would be spent.	None
Vote 15 - Other Departments	(16,056)	Implementation of Tsosoloso Programme - Community protests in Mamelodi East and rain delays	None
Financial Position			
Current assets	1,278,067	Decrease consumer debtors.	
Non current assets	583,773	Increase in Investment Property.	
Current liabilities	1,060,351	Increase in trade and other payables.	
Non current liabilities	250,948	Decrease in borrowing.	
Cash Flow			
Transfer receipts - capital	–		
Contributions & Contributed assets	36,317	Contributions on assets.	
Proceeds on disposal of PPE	3,101		
Short term loans	–		
Borrowing long term/refinancing	(260,528)	Long Term borrowings	
Increase in consumer deposits	7,950	An increase in consumer deposit.	
Receipt of non-current debtors	(2,366,923)		
Receipt of non-current receivables	(193,159)	Increase in non- current receivables.	
Change in non-current investments	1,206,617	Includes the Entities - SWA consumers debtors.	
Capital assets	(434,271)	Underspending on the capital budget.	
Repayment of borrowing	(1,895)	Borrowings payable at the end of the quarter.	
Measureable performance			
Municipal Entities			
Revenue			
Housing Company Tshwane	(5,678)	The variance is attributed to vacant senior management positions not filled and rental strategy not implemented as per the budget. The position has been re - advertised and will be filled in August 2018.	None
Tshwane Economic Development Agency	(10,268)	Operational grants is received as planned	
Expenditure			
Housing Company Tshwane	(18,827)	Non- implementation of the maintenance plan.	None
Tshwane Economic Development Agency	(11,927)	Underspending mainly on Employee related costs due to vacant position.	
Capital Expenditure			
Housing Company Tshwane	(114,406)	The contractor has been terminated and the new one will be appointed in July 2018	None
Tshwane Economic Development Agency	(94)	Expenditure less than budgeted.	

(b) Table SC2: Monthly budget statement – performance indicators**TSH City Of Tshwane - Supporting Table SC2 Monthly Budget Statement - performance indicators - M12 June**

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	6.8%	6.7%	6.7%	7.0%	6.7%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	49.2%	67.5%	74.3%	75.5%	67.5%
<u>Safety of Capital</u>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	97.1%	76.8%	82.7%	81.8%	76.8%
<u>Liquidity</u>						
Current Ratio	Current assets/current liabilities	84.9%	95.2%	97.2%	99.4%	95.2%
Liquidity Ratio	Monetary Assets/Current Liabilities	20.6%	31.3%	22.8%	33.7%	31.3%
<u>Revenue Management</u>						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing	91.9%	95.0%	95.1%	94.9%	95.1%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	21.8%	15.4%	22.5%	22.8%	15.4%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old					
<u>Creditors Management</u>						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))	100.0%	100.0%	100.0%	100.0%	100.0%
<u>Funding of Provisions</u>						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions					
<u>Other Indicators</u>						
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	21,3%	18,5%	18,5%	21.7%	18,5%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	27,8%	22,6%	22,6%	23.3%	22,6%
Employee costs	Employee costs/Total Revenue - capital revenue	28.6%	29.0%	28.3%	27.9%	28.3%
Repairs & Maintenance	R&M/Total Revenue - capital revenue	3.8%	4.4%	4.7%	3.2%	4.7%
Interest & Depreciation	I&D/Total Revenue - capital revenue	10.2%	11.2%	10.8%	9.3%	10.8%
<u>IDP regulation financial viability indicators</u>						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	34.23	35.66	35.66	32.13	35.66
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	27.5%	19.3%	28.6%	28.6%	28.6%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	1.28	1.42	1.23	2.14	1.23
	Excluding unspent grant	1.07	1.20	1.03	1.51	1.27

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

TSH City Of Tshwane - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June												
Description	NT Code	Budget Year 2017/18										Actual Bad Debts Written Off against Debtors
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1200	447,685	67,996	69,934	77,555	58,098	43,580	612,450	1,106,979	2,484,277	1,898,662	36,127
Trade and Other Receivables from Exchange Transactions - Electricity	1300	342,171	33,767	27,557	25,026	16,910	17,185	139,268	632,702	1,234,585	831,090	2,413
Receivables from Non-exchange Transactions - Property Rates	1400	665,975	64,407	57,962	66,197	46,307	31,433	238,844	1,343,731	2,514,857	1,726,513	3,782
Receivables from Exchange Transactions - Waste Water Management	1500	100,568	13,149	12,371	14,429	13,677	8,362	64,594	200,717	427,867	301,780	3,782
Receivables from Exchange Transactions - Waste Management	1600	152,996	25,520	22,596	19,277	21,107	10,428	125,620	444,088	821,633	620,520	5,467
Receivables from Exchange Transactions - Property Rental Debtors	1700	11,076	1,118	1,428	1,355	1,029	252,973	182	43,556	312,717	299,096	-
Interest on Arrear Debtor Accounts	1810	206,765	51,044	53,866	53,805	57,766	42,360	491,655	1,424,872	2,382,133	2,070,458	13,300
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-
Other	1900	147,770	59,426	38,789	9,090	6,820	9,082	539,112	770,943	1,581,033	1,335,048	23,471
Total By Income Source	2000	2,075,005	316,427	284,503	266,736	221,714	415,403	2,211,727	5,967,588	11,759,102	9,083,166	88,343
2016/17 - totals only		1,963,096	285,377	278,739	222,228	160,819	434,047	1,197,288	4,951,631	9,493,225	6,966,013	7,866
Debtors Age Analysis By Customer Group												
Organs of State	2200	108,228	6,993	3,392	(2,068)	5,188	1,682	1,589	9,802	134,806	16,193	-
Commercial	2300	773,889	99,533	72,736	82,369	59,288	157,841	385,253	1,339,079	2,969,989	2,023,830	1,465
Households	2400	1,106,439	208,005	201,760	188,005	163,462	117,542	1,751,297	4,030,588	7,767,098	6,250,894	6,375,630
Other	2500	86,450	1,896	6,616	(1,570)	(6,225)	138,337	73,588	588,118	887,209	792,248	(6,288,753)
Total By Customer Group	2600	2,075,005	316,427	284,503	266,736	221,714	415,403	2,211,727	5,967,588	11,759,102	9,083,166	88,343

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

TSH City Of Tshwane - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June											
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	1,747,022								1,747,022	740,630
Bulk Water	0200	219,523								219,523	182,519
PAYE deductions	0300	123,756								123,756	108,584
VAT (output less input)	0400	(76,002)								(76,002)	(80,682)
Pensions / Retirement deductions	0500	111,059								111,059	102,315
Loan repayments	0600	431,344								431,344	510,310
Trade Creditors	0700	1,457,181								1,457,181	1,024,676
Auditor General	0800	2,360								2,360	1,270
Other	0900	3,135,153								3,135,153	2,902,097
Total By Customer Type	1000	7,151,395	-	-	-	-	-	-	-	7,151,395	5,491,721

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

TSH City Of Tshwane - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M12 June									
Investments by maturity Name of institution & investment ID R thousands	Ref	Period of Investment Yrs/Months	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
Municipality									
Call Investment deposits < 90 days									
Knysna Stocks	24	15y	Stock	31.12.2018	0	0.0%	711	-	711
Sanlam	26	14y	Insurance policy	07.12.2015	-	3.0%	-	-	-
Sanlam	27	14y	Insurance policy	01.01.2016	-	3.0%	-	-	-
Capital Alliance	28	8y	Insurance policy	On selling date	1	2.0%	622	(623)	0
Capital Alliance	29	9y	Insurance policy	On selling date	5	3.0%	1,969	(1,974)	-
ABSA	32	On Call	Money Market	On call	195	7.3%	31,602	-	31,797
ABSA	33	On Call	Money Market	On call	68	7.3%	11,074	-	11,143
ABSA	34	On Call	Money Market	On call	51	7.3%	8,295	-	8,346
ABSA	35	On Call	Money Market	On call	1	7.3%	183	-	184
Investec Bank	37	On Call	Money Market	On call	171	7.3%	27,752	-	27,923
Investec Bank	38	On Call	Money Market	On call	55	7.3%	8,871	-	8,925
Investec Bank	39	On Call	Money Market	On call	7	7.3%	1,188	-	1,196
Standard Bank	40	On Call	Money Market	On call	667	7.8%	100,631	-	101,298
Standard Bank	41	On Call	Money Market	On call	21	7.8%	3,124	-	3,144
Investec Bank	108	On Call	Money Market	On call	185	6.8%	31,962	-	32,147
RMB	237	On Call	Money Market	31.10.2011	-	0.0%	-	-	-
STANLIB	106	On Call	Money Market	On call	-	0.4%	257	1	258
ABSA	338	On Call	Short Term	On call	-	6.7%	126,444	(125,446)	999
Nedbank	341	On Call	Short Term	On call	-	6.7%	123,000	(122,029)	971
Standard Bank	340	On Call	Short Term	On call	-	6.6%	148,563	135,933	284,496
Standard Bank	243	On Call	Short Term	On call	-	0.0%	122,047	(121,163)	884
Nedbank	244	On Call	Short Term	On call	-	0.0%	1,019,200	(309,599)	709,601
ABSA	245	On Call	Short Term	On call	-	0.0%	511,728	-	511,728
Standard Bank		On Call	Sinking Fund	On call	-	0.0%	-	-	-
Nedbank	247	On Call	Short Term	On call	-	0.0%	700,000	(118,865)	581,135
ABSA	248	On Call	Short Term	On call	-	0.0%	375,000	-	375,000
Standard Bank	260	On Call	Short Term	On call	4,346	7.8%	656,040	-	660,386
Municipality sub-total					5,772		4,010,264	(663,765)	3,352,271
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				5,772		4,010,264	(663,765)	3,352,271

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

TSH City Of Tshwane - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M12 June								
Description	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
RECEIPTS:								
Operating Transfers and Grants								
National Government:	3,610,649	3,875,608	3,906,015	3,906,015	3,906,015	-		3,906,015
Local Government Equitable Share	1,864,838	2,132,788	2,132,788	2,132,788	2,132,788	-		2,132,788
Fuel Levy	1,440,100	1,444,413	1,444,413	1,444,413	1,444,413	-		1,444,413
Finance Management Grant	2,875	2,650	2,650	2,650	2,650	-		2,650
Urban Settlement Development Grant	46,180	48,492	48,492	48,492	48,492	-		48,492
Expanded Public Works Programme Incentive (EPWP)	50,247	20,451	20,451	20,451	20,451	-		20,451
Public Transport Network Operations Grant	200,011	221,049	251,456	251,456	251,456	-		251,456
Integrated City Development Grant	6,398	5,764	5,764	5,764	5,764	-		5,764
Provincial Government:	329,873	217,173	563,303	501,090	563,303	(62,213)	-11.0%	563,303
Primary Health Care	44,325	46,541	46,541	46,541	46,541	-		46,541
Emergency Medical Services	62,850	65,993	95,993	95,993	95,993	-		95,993
HIV and Aids Grant	12,649	12,720	12,720	12,720	12,720	-		12,720
Housing Top Structure (HSDG)	203,033	90,664	316,469	314,841	316,469	(1,628)	-0.5%	316,469
Sports and Recreation : Community Libraries	7,016	1,255	7,619	6,059	7,619	(1,560)	-20.5%	7,619
TRT Bus Operations Subsidy	-	-	72,000	12,974	72,000	(59,026)	-82.0%	72,000
Gautrans	-	-	11,961	11,961	11,961	-		11,961
Other grant providers:	3,900	66,751	37,938	2,213	37,938	(35,725)	-94.2%	37,938
DBSA	-	61,000	30,000	-	30,000	(30,000)	-100.0%	30,000
Tirelo Bosha Grant - Research and Development	3,900	5,751	5,751	628	5,751	(5,123)	-89.1%	5,751
Broadband/Wifi	-	-	1,087	1,087	1,087	-		1,087
LG SETA Discretionary grant (93 applies over 3 years)	-	-	1,100	498	1,100	(602)	-54.7%	1,100
Total Operating Transfers and Grants	3,944,422	4,159,532	4,507,256	4,409,318	4,507,256	(97,938)	-2.2%	4,507,256
Capital Transfers and Grants								
National Government:	2,367,908	2,329,777	2,299,370	2,299,370	2,299,370	0	0.0%	2,299,370
Urban Settlement Development Grant	1,493,154	1,567,923	1,567,923	1,567,923	1,567,923	0	0.0%	1,567,923
Public Transport Infrastructure & Systems Grant	750,000	679,190	648,783	648,783	648,783	-		648,783
Integrated National Electrification Programme	40,000	30,000	30,000	30,000	30,000	-		30,000
Neighbourhood Development Partnership Grant	48,500	20,000	20,000	20,000	20,000	-		20,000
Integrated City Development Grant	36,254	32,665	32,665	32,665	32,665	-		32,665
Provincial Government:	46,984	43,507	131,962	66,353	131,961	(65,608)	-49.7%	131,962
Sport and Recreation: Community Libraries	5,984	9,507	7,013	7,013	7,013	-		7,013
Social Infrastructure Grant	41,000	34,000	64,000	59,340	64,000	(4,660)	-7.3%	64,000
HCT - SHRA	-	-	60,949	-	60,948	(60,948)	-100.0%	60,949
Other grant providers:	200	6,000	7,193	7,193	7,193	-		7,193
LG SETA Discretionary grant (93 applies over 3 years)	-	6,000	4,900	4,900	4,900	-		4,900
Delft Grant (Social Infrastructure)	-	-	2,293	2,293	2,293	-		2,293
Smart Connect Grant	200	-	-	-	-	-		-
Total Capital Transfers and Grants	2,415,092	2,379,284	2,438,525	2,372,916	2,438,524	(65,608)	-2.7%	2,438,525
TOTAL RECEIPTS OF TRANSFERS & GRANTS	6,359,514	6,538,816	6,945,781	6,782,234	6,945,780	(163,545)	-2.4%	6,945,781

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

TSH City Of Tshwane - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M12 June									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted 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:	3,610,652	3,875,608	3,906,015	38,937	3,895,841	3,906,015	(10,174)	-0.3%	3,906,015
Local Government Equitable Share	1,864,838	2,132,788	2,132,788	–	2,132,788	2,132,788	–		2,132,788
Fuel Levy	1,440,100	1,444,413	1,444,413	–	1,444,413	1,444,413	–		1,444,413
Finance Management Grant	2,875	2,650	2,650	–	2,650	2,650	(0)	0.0%	2,650
Urban Settlement Development Grant	46,180	48,492	48,492	–	48,492	48,492	–		48,492
Expanded Public Works Programme Incentive (EPWP)	50,247	20,451	20,451	–	20,451	20,451	–		20,451
Public Transport Network Operations Grant	200,266	221,049	251,456	38,170	241,282	251,456	(10,174)	-4.0%	251,456
Integrated City Development Grant	6,145	5,764	5,764	768	5,764	5,764	–		5,764
Provincial Government:	198,592	217,173	563,303	13,170	331,271	563,303	(232,032)	-41.2%	563,303
Primary Health Care	44,325	46,541	46,541	–	46,541	46,541	–		46,541
Emergency Medical Services	62,850	65,993	95,993	–	95,993	95,993	–		95,993
HIV and Aids Grant	12,649	12,720	12,720	–	12,720	12,720	(0)	0.0%	12,720
Housing Top Structure (HSDG)	72,555	90,664	316,469	11,922	109,845	316,469	(206,624)	-65.3%	316,469
Sports and Recreation : Community Libraries	6,103	1,255	7,619	1,248	6,472	7,619	(1,147)	-15.1%	7,619
TRT Bus Operations Subsidy	–	–	72,000	–	59,701	72,000	(12,299)	-17.1%	72,000
Gautrans	110	–	11,961	–	–	11,961	(11,961)	-100.0%	11,961
Other grant providers:	3,900	66,751	37,938	1,225	3,602	37,938	(34,336)	-90.5%	37,938
DBSA	–	61,000	30,000	–	–	30,000	(30,000)	-100.0%	30,000
Tirelo Bosha Grant - Research and Development	3,900	5,751	5,751	–	1,467	5,751	(4,284)	-74.5%	5,751
Broadband/Wifi	–	–	1,087	1,036	1,036	1,087	(51)	-4.7%	1,087
LG SETA Discretionary grant (93 applies over 3 years)	–	–	1,100	189	1,099	1,100	(1)	-0.1%	1,100
Total operating expenditure of Transfers and Grants:	3,813,144	4,159,532	4,507,256	53,333	4,230,715	4,507,256	(276,541)	-6.1%	4,507,256
Capital expenditure of Transfers and Grants									
National Government:	2,263,542	2,329,777	2,299,370	443,456	1,862,982	2,299,370	(436,388)	-19.0%	2,299,370
Urban Settlement Development Grant	1,490,265	1,567,923	1,567,923	292,835	1,219,128	1,567,923	(348,795)	-22.2%	1,567,923
Public Transport Infrastructure & Systems Grant	684,777	679,190	648,783	139,833	596,962	648,783	(51,821)	-8.0%	648,783
Integrated National Electrification Programme	40,000	30,000	30,000	5,784	30,000	30,000	(0)	0.0%	30,000
Neighbourhood Development Partnership Grant	48,500	20,000	20,000	5,004	16,892	20,000	(3,108)	-15.5%	20,000
Integrated City Development Grant	–	32,665	32,665	–	–	32,665	(32,665)	-100.0%	32,665
Provincial Government:	46,710	114,133	131,962	9,783	66,511	131,962	(65,450)	-49.6%	131,962
Sport and Recreation: Community Libraries	5,710	9,507	7,013	654	1,042	7,013	(5,971)	-85.1%	7,013
Social Infrastructure Grant	41,000	34,000	64,000	9,129	58,631	64,000	(5,369)	-8.4%	64,000
HCT - SHRA	–	70,626	60,949	–	6,838	60,949	(54,111)	-88.8%	60,949
Other grant providers:	200	6,000	7,193	1,000	3,233	7,193	(3,960)	-55.1%	7,193
LG SETA Discretionary grant (93 applies over 3 years)	–	6,000	4,900	393	940	4,900	(3,960)	-80.8%	4,900
Delt Grant (Social Infrastructure)	–	–	2,293	607	2,293	2,293	(0)	0.0%	2,293
Smart Connect Grant	200	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants	2,310,452	2,449,910	2,438,525	454,239	1,932,727	2,438,525	(505,798)	-20.7%	2,438,525
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	6,123,595	6,609,442	6,945,781	507,571	6,163,442	6,945,781	(782,340)	-11.3%	6,945,781

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

TSH City Of Tshwane - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M12 June					
Description	Budget Year 2017/18				
	Approved Rollover 2016/17	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands					
EXPENDITURE					
Operating expenditure of Approved Roll-overs					
National Government:	–	–	–	–	
Provincial Government:	144,075	111,230	111,230	32,845	22.8%
Housing Top Structure (HSDG)	130,729	109,845	109,845	20,884	16.0%
Sports and Recreation : Community Libraries	1,384	1,384	1,384	–	
Gautrans	11,961	–	–	11,961	100.0%
Research and Technology				–	
District Municipality:	–	–	–	–	
Other grant providers:	1,087	1,036	1,036	51	4.7%
Broadband/Wifi	1,087	1,036	1,036	51	4.7%
DBSA				–	
Total operating expenditure of Approved Roll-overs	145,162	112,266	112,266	32,896	22.7%
Capital expenditure of Approved Roll-overs					
National Government:	–	–	–	–	
Provincial Government:	–	–	–	–	
District Municipality:	–	–	–	–	
				–	
				–	
Other grant providers:	2,293	1,954	2,293	–	
				–	
Delft Grant	2,293	1,954	2,293	–	
Total capital expenditure of Approved Roll-overs	2,293	1,954	2,293	–	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS	147,455	114,219	114,559	32,896	22.3%

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

TSH City Of Tshwane - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M12 June									
Summary of Employee and Councillor remuneration	2016/17 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Budget Year 2017/18				
R thousands					YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
A	B	C							D
Councillors (Political Office Bearers plus Other)									
Basic Salaries and Wages	115,514	125,168	81,078	10,167	123,786	84,217	39,568	47%	81,078
Pension and UIF Contributions	—	—	—	—	—	—	—	—	—
Medical Aid Contributions	—	66	—	—	—	—	—	—	—
Motor Vehicle Allowance	—	—	23,925	—	—	23,925	(23,925)	-100%	23,925
Cellphone Allowance	—	46	4,852	—	—	4,852	(4,852)	-100%	4,852
Housing Allowances	—	—	—	—	—	—	—	—	—
Other benefits and allowances	2,490	—	6,278	514	2,821	3,139	(318)	-10%	6,278
Sub Total - Councillors	118,003	125,281	116,134	10,681	126,607	116,134	10,473	9%	116,134
% increase		6.2%	-1.6%						-1.6%
Senior Managers of the Municipality									
Basic Salaries and Wages	42,964	17,470	32,785	4,525	39,549	32,785	6,764	21%	32,785
Pension and UIF Contributions	—	11,057	72	179	1,182	72	1,110	1542%	72
Medical Aid Contributions	—	1,045	583	70	587	583	4	1%	583
Overtime	—	123	—	—	—	—	—	—	—
Performance Bonus	—	2,039	—	—	0	—	0	#DIV/0!	—
Motor Vehicle Allowance	—	843	1,950	215	1,368	1,950	(581)	-30%	1,950
Cellphone Allowance	406	130	228	57	407	228	179	79%	228
Housing Allowances	—	422	—	2	5	—	5	—	—
Other benefits and allowances	—	1,049	325	44	590	325	265	81%	325
Payments in lieu of leave	—	853	790	—	(94)	790	(884)	-112%	790
Long service awards	—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—	—	—
Sub Total - Senior Managers of Municipality	43,371	35,031	36,733	5,092	43,595	36,733	6,862	19%	36,733
% increase		-19.2%	-15.3%						-15.3%
Other Municipal Staff									
Basic Salaries and Wages	4,920,621	5,227,883	5,306,221	465,403	5,528,345	5,306,221	222,124	4%	5,306,221
Pension and UIF Contributions	1,108,268	1,025,664	1,095,147	94,546	1,141,402	1,095,147	46,255	4%	1,095,147
Medical Aid Contributions	458,535	493,954	561,557	40,656	485,534	561,557	(76,023)	-14%	561,557
Overtime	385,729	484,572	239,632	31,240	370,316	239,632	130,685	55%	239,632
Performance Bonus	266	405,969	—	37	198	—	198	#DIV/0!	—
Motor Vehicle Allowance	305,328	309,814	311,075	25,361	309,778	311,075	(1,297)	0%	311,075
Cellphone Allowance	16,108	15,946	16,144	1,263	15,923	16,144	(221)	-1%	16,144
Housing Allowances	39,231	46,066	48,446	3,853	45,687	48,446	(2,759)	-6%	48,446
Other benefits and allowances	363,294	145,653	827,408	176,264	556,648	827,408	(270,760)	-33%	827,408
Payments in lieu of leave	—	243,136	245,998	—	245,998	(245,998)	—	-100%	245,998
Long service awards	—	5,265	5,271	—	—	5,271	(5,271)	-100%	5,271
Post-retirement benefit obligations	106,943	287,440	148,699	—	148,699	(148,699)	—	-100%	148,699
Sub Total - Other Municipal Staff	7,704,323	8,691,362	8,805,597	838,624	8,453,831	8,805,597	(351,766)	-4%	8,805,597
% increase		12.8%	14.3%						14.3%
Total Parent Municipality	7,865,697	8,851,674	8,958,464	854,396	8,624,033	8,958,464	(334,432)	-4%	8,958,464
Unpaid salary, allowances & benefits in arrears:									
Board Members of Entities									
Basic Salaries and Wages	—	—	—	—	—	—	—	—	—
Pension and UIF Contributions	—	—	—	—	—	—	—	—	—
Medical Aid Contributions	—	—	—	—	—	—	—	—	—
Overtime	—	—	—	—	—	—	—	—	—
Performance Bonus	—	—	—	—	—	—	—	—	—
Motor Vehicle Allowance	—	—	—	—	—	—	—	—	—
Cellphone Allowance	—	—	—	—	—	—	—	—	—
Housing Allowances	—	—	—	—	—	—	—	—	—
Other benefits and allowances	—	—	—	—	—	—	—	—	—
Board Fees	3,327	3,285	2,798	313	2,080	2,798	(718)	-26%	2,798
Payments in lieu of leave	—	—	—	—	—	—	—	—	—
Long service awards	—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—	—	—
Sub Total - Board Members of Entities	3,327	3,285	2,798	313	2,080	2,798	(718)	-26%	2,798
% increase		-1.3%	-15.9%						-15.9%
Senior Managers of Entities									
Basic Salaries and Wages	26,456	14,944	14,944	1,337	17,327	14,944	2,383	16%	14,944
Pension and UIF Contributions	1,193	271	271	38	449	271	178	65%	271
Medical Aid Contributions	875	349	349	34	448	349	99	28%	349
Overtime	—	—	—	—	—	—	—	—	—
Performance Bonus	—	—	—	—	—	—	—	—	—
Motor Vehicle Allowance	2,112	746	746	39	485	746	(261)	-35%	746
Cellphone Allowance	328	—	—	19	240	—	240	—	—
Housing Allowances	232	—	—	—	—	—	—	—	—
Other benefits and allowances	236	311	311	14	155	311	(156)	—	311
Payments in lieu of leave	—	—	—	—	—	—	—	—	—
Long service awards	—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—	—	—
Sub Total - Senior Managers of Entities	31,431	16,621	16,621	1,482	19,103	16,621	2,483	15%	16,621
% increase		-47.1%	-47.1%						-47.1%
Other Staff of Entities									
Basic Salaries and Wages	68,253	28,867	28,867	1,353	15,184	28,867	(13,683)	-47%	28,867
Pension and UIF Contributions	11,622	1,176	1,176	54	515	1,176	(662)	-56%	1,176
Medical Aid Contributions	9,494	996	996	44	497	996	(499)	-50%	996
Overtime	2,522	—	—	—	—	—	—	—	—
Performance Bonus	188	—	—	—	—	—	—	—	—
Motor Vehicle Allowance	6,105	—	—	31	369	—	369	—	—
Cellphone Allowance	469	—	—	44	294	—	294	—	—
Housing Allowances	3,428	—	—	—	—	—	—	—	—
Other benefits and allowances	2,433	1,446	1,446	—	79	1,446	(1,367)	-95%	1,446
Payments in lieu of leave	—	—	—	—	—	—	—	—	—
Long service awards	—	—	—	—	—	—	—	—	—
Post-retirement benefit obligations	—	—	—	—	—	—	—	—	—
Sub Total - Other Staff of Entities	104,514	32,485	32,485	1,526	16,937	32,485	(15,548)	-48%	32,485
% increase		-68.9%	-68.9%						-68.9%
Total Municipal Entities	139,272	52,390	51,903	3,320	38,120	51,903	(13,783)	-27%	51,903
TOTAL SALARY, ALLOWANCES & BENEFITS	8,004,969	8,904,064	9,010,368	857,716	8,662,153	9,010,368	(348,215)	-4%	9,010,368
% increase		11.2%	12.6%						12.6%
TOTAL MANAGERS AND STAFF	7,883,639	8,775,499	8,891,436	846,723	8,533,466	8,891,436	(357,970)	-4%	8,891,436

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

TSH City Of Tshwane - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - M12 June						
Description	Budget Year 2017/18			2017/18 Medium Term Revenue & Expenditure Framework		
	June Budget	June Actual	June 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	589,754	662,802	73,048	6,142,100	6,522,068	6,976,908
Service charges - electricity revenue	816,205	1,015,914	199,710	10,718,245	11,188,650	11,823,532
Service charges - water revenue	427,699	342,061	(85,639)	3,716,138	4,002,962	4,228,937
Service charges - sanitation revenue	92,892	89,684	(3,208)	922,955	991,235	1,046,851
Service charges - refuse	128,455	147,219	18,764	1,352,022	1,418,036	1,521,760
Service charges - other	–	659	659	–	–	–
Rental of facilities and equipment	29,746	16,792	(12,954)	114,589	128,378	141,637
Interest earned - external investments	9,502	61,581	52,079	129,469	99,963	105,367
Interest earned - outstanding debtors	86,379	97,005	10,626	432,495	448,844	475,943
Dividends received	–	–	–	–	–	–
Fines, penalties and forfeits	27,161	34,388	7,228	232,644	272,668	288,025
Licences and permits	27,823	29,213	1,390	44,341	46,650	49,352
Agency services	(0)	–	0	2,029	17,936	29,258
Transfer receipts - operating	5,954	–	(5,954)	4,507,256	4,456,895	4,747,475
Other revenue	131,218	95,437	(35,781)	754,417	771,656	816,925
Cash Receipts by Source	2,372,788	2,592,755	219,967	29,068,699	30,365,942	32,251,970
<u>Other Cash Flows by Source</u>						
Transfer receipts - capital	–	–	–	2,438,525	2,168,936	2,301,281
Contributions & Contributed assets	–	36,317	36,317	–	–	–
Proceeds on disposal of PPE	980	4,081	3,101	5,880	1,242	1,312
Short term loans	–	–	–	–	–	–
Borrowing long term/refinancing	260,528	–	(260,528)	1,000,000	1,000,000	1,300,000
Increase in consumer deposits	721	8,671	7,950	8,227	8,391	8,559
Receipt of non-current debtors	–	(2,366,923)	(2,366,923)	–	–	–
Receipt of non-current receivables	(136)	(193,295)	(193,159)	(1,635)	(641)	(672)
Change in non-current investments	(61,862)	1,144,755	1,206,617	(742,345)	(178,992)	(164,758)
Total Cash Receipts by Source	2,573,019	1,226,362	(1,346,657)	31,777,352	33,364,877	35,697,693
<u>Cash Payments by Type</u>						
Employee related costs	795,216	535,729	(259,487)	8,565,429	8,876,258	9,465,359
Remuneration of councillors	10,998	10,994	(5)	123,798	128,291	136,805
Interest paid	77,886	62,872	(15,014)	1,455,723	1,239,514	1,187,280
Bulk purchases - Electricity	664,104	200,000	(464,104)	7,495,943	7,767,963	8,283,508
Bulk purchases - Water & Sewer	–	–	–	–	–	–
Other materials	470,662	14,644	(456,019)	3,070,964	3,182,406	3,393,616
Contracted services	542,290	20,670	(521,619)	3,388,721	3,511,694	3,744,758
Grants and subsidies paid - other municipalities	–	–	–	–	–	–
Grants and subsidies paid - other	13,438	2,917	(10,521)	50,062	52,514	55,598
General expenses	363,025	3,166	(359,860)	3,213,006	3,329,602	3,550,582
Cash Payments by Type	2,937,620	850,991	(2,086,628)	27,363,646	28,088,242	29,817,508
<u>Other Cash Flows/Payments by Type</u>						
Capital assets	1,308,864	874,594	(434,271)	3,648,736	3,711,446	4,362,218
Repayment of borrowing	156,702	154,807	(1,895)	601,479	664,095	700,928
Other Cash Flows/Payments	–	–	–	–	–	–
Total Cash Payments by Type	4,403,186	1,880,392	(2,522,794)	31,613,861	32,463,783	34,880,653
NET INCREASE/(DECREASE) IN CASH HELD	(1,830,167)	(654,031)	1,176,136	163,492	901,095	817,039
Cash/cash equivalents at the month/year beginning:	4,162,974	4,458,799	3,804,768	2,169,316	2,332,807	3,233,902
Cash/cash equivalents at the month/year end:	2,332,807	3,804,768	4,980,904	2,332,807	3,233,902	4,050,941

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)									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates	5,912,861	6,514,409	6,604,409	662,802	6,736,434	6,604,409	132,025	2%	6,604,409
Service charges - electricity revenue	10,869,237	11,176,494	11,181,883	1,023,389	11,159,882	11,181,883	(22,001)	0%	11,181,883
Service charges - water revenue	3,216,181	3,996,886	3,876,886	335,214	3,424,497	3,876,886	(452,389)	-12%	3,876,886
Service charges - sanitation revenue	1,032,486	982,879	962,879	89,684	987,033	962,879	24,154	3%	962,879
Service charges - refuse revenue	1,291,533	1,410,506	1,410,506	147,250	1,474,290	1,410,506	63,784	5%	1,410,506
Rental of facilities and equipment	135,677	156,496	144,835	16,333	115,340	144,835	(29,496)	-20%	144,835
Interest earned - external investments	105,111	79,493	129,469	61,555	237,040	129,469	107,571	83%	129,469
Interest earned - outstanding debtors	558,545	466,691	546,655	96,995	676,093	546,655	129,438	24%	546,655
Fines, penalties and forfeits	184,531	332,854	294,052	34,388	232,619	294,052	(61,433)	-21%	294,052
Licences and permits	145,529	54,796	56,045	29,213	160,808	56,045	104,763	187%	56,045
Agency services	-	6,650	2,564	-	-	2,564	(2,564)	-100%	2,564
Transfers and subsidies	3,761,456	4,159,532	4,507,256	52,084	4,132,847	4,507,256	(374,409)	-8%	4,507,256
Other revenue	939,453	882,432	953,550	95,428	706,851	953,550	(246,699)	-26%	953,550
Gains on disposal of PPE	3,571	5,880	5,880	-	0	5,880	(5,880)	-100%	5,880
Total Revenue (excluding capital transfers and contributions)	28,156,170	30,223,997	30,676,869	2,644,335	30,043,734	30,676,869	(633,136)	-2%	30,676,869
Expenditure By Type									
Employee related costs	7,877,852	8,778,772	8,667,974	832,722	8,368,724	8,667,974	(299,249)	-3%	8,667,974
Remuneration of councillors	118,019	125,281	125,281	10,681	126,607	125,281	1,326	1%	125,281
Debt impairment	742,784	1,175,973	1,135,973	144,788	1,137,109	1,135,973	1,136	0%	1,135,973
Depreciation & asset impairment	1,541,772	1,961,302	1,865,215	79,899	1,413,418	1,865,215	(451,797)	-24%	1,865,215
Finance charges	1,319,527	1,417,357	1,455,723	62,850	1,388,351	1,455,723	(67,372)	-5%	1,455,723
Bulk purchases	7,647,980	7,742,137	7,585,684	1,540,034	7,579,222	7,585,684	(6,462)	0%	7,585,684
Other materials	2,169,429	2,864,644	3,107,730	437,548	2,608,697	3,107,730	(499,032)	-16%	3,107,730
Contracted services	2,927,509	2,608,881	3,429,290	634,267	3,067,015	3,429,290	(362,275)	-11%	3,429,290
Transfers and subsidies	424,800	50,707	50,062	2,917	28,095	50,062	(21,967)	-44%	50,062
Other expenditure	2,787,832	3,269,776	3,251,472	384,619	2,724,595	3,251,472	(526,877)	-16%	3,251,472
Loss on disposal of PPE	1,138	1	1	-	-	1	(1)	-100%	1
Total Expenditure	27,558,642	29,994,829	30,674,404	4,130,323	28,441,834	30,674,404	(2,232,570)	-7%	30,674,404
Surplus/(Deficit)	597,528	231,168	2,465	(1,485,988)	1,601,899	2,465	1,599,434		2,465
Transfers and subsidies - capital (monetary allocations) (National /Provincial and District)	2,362,777	2,443,910	2,433,625	448,610	1,972,797	2,433,625	(460,828)	-19%	2,433,625
Transfers and subsidies - capital (monetary allocations) (National /Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	-	6,000	4,900	-	-	4,900	(4,900)	-100%	4,900
Transfers and subsidies - capital (in-kind - all)	54,397	32,816	32,816	10,457	40,851	32,816	8,035	24%	32,816
Surplus/(Deficit) after capital transfers & contributions	3,014,702	2,713,894	2,473,806	(1,026,922)	3,615,547	2,473,806	1,141,741		2,473,806
Taxation	-	500	500	-	-	500	(500)	-100%	500
Surplus/(Deficit) after taxation	3,014,702	2,713,394	2,473,306	(1,026,922)	3,615,547	2,473,306	1,142,241		2,473,306

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

TSH City Of Tshwane - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M12 June									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Municipal Entity									
Housing Company Tshwane	36,452	41,669	39,917	9,756	34,238	39,917	(5,678)	-14%	39,917
Tshwane Economic Development Agency	61,022	61,013	61,506	6,055	51,238	61,506	(10,268)	-17%	61,506
Total Operating Revenue	97,474	102,682	101,423	15,810	85,477	101,423	(15,946)	-16%	101,423
Expenditure By Municipal Entity									
Housing Company Tshwane	24,790	38,224	35,996	2,593	17,169	35,996	(18,827)	-52%	35,996
Tshwane Economic Development Agency	51,284	60,213	60,556	6,212	48,629	60,556	(11,927)	-20%	60,556
Total Operating Expenditure	76,074	98,437	96,552	8,805	65,798	96,552	(30,754)	-32%	96,552
Surplus/ (Deficit) for the yr/period	21,401	4,245	4,871	7,005	19,679	4,871	(46,700)	-959%	4,871
Capital Expenditure By Municipal Entity									
Housing Company Tshwane	30,474	122,175	187,527	15,959	73,121	187,527	(114,406)	-61%	187,527
Tshwane Economic Development Agency	1,602	300	375	101	281	375	(94)	-25%	375
Total Capital Expenditure	32,077	122,475	187,902	16,060	73,402	187,902	(114,500)	-61%	187,902

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

TSH City Of Tshwane - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M12 June									
Month	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	124	84,823	(443)	(443)	(443)	(443)	(0)	0.0%	0%
August	127,494	139,949	61,901	61,901	61,458	61,458	0	0.0%	2%
September	152,136	255,687	78,006	78,006	139,464	139,464	0	0.0%	4%
October	352,182	323,383	154,340	154,340	293,804	293,804	0	0.0%	8%
November	286,123	470,603	254,183	254,183	547,987	547,987	0	0.0%	14%
December	249,294	515,809	305,942	305,942	853,929	853,929	0	0.0%	22%
January	155,969	527,975	158,617	115,541	969,470	1,012,546	43,076	4.3%	25%
February	167,945	477,081	291,934	153,324	1,122,794	1,304,480	181,686	13.9%	29%
March	224,096	369,964	516,367	292,185	1,414,979	1,820,847	405,868	22.3%	37%
April	230,602	255,383	463,401	250,730	1,665,708	2,284,248	618,540	27.1%	43%
May	342,099	245,647	566,891	277,961	1,943,669	2,851,139	907,470	31.8%	51%
June	911,823	276,456	988,963	874,594	2,818,263	3,840,102	1,021,839	26.6%	73%
Total Capital expenditure	3,199,887	3,942,759	3,840,102	2,818,263					

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

TSH City Of Tshwane - Supporting Table SC13a Consolidated Monthly Budget Statement - capital expenditure on new assets by asset class - M12 June									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted 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	2,078,438	439,481	1,506,979	2,078,438	571,459	27.5%	2,078,438
Roads Infrastructure	1,129,090	518,185	520,399	156,344	449,185	520,399	71,214	13.7%	520,399
Roads	1,079,528	415,867	447,643	133,855	402,581	447,643	45,062	10.1%	447,643
Road Structures	1,559	81,319	51,756	17,053	29,702	51,756	22,054	42.6%	51,756
Road Furniture	48,002	21,000	21,000	5,436	16,902	21,000	4,098	19.5%	21,000
Storm water Infrastructure	859	85,892	59,942	19,662	20,117	59,942	39,825	66.4%	59,942
Drainage Collection	804	30,692	19,942	2,597	2,597	19,942	17,345	87.0%	19,942
Storm water Conveyance	55	55,200	40,000	17,065	17,520	40,000	22,480	56.2%	40,000
Electrical Infrastructure	434,237	432,312	496,312	158,876	450,186	496,312	46,126	9.3%	496,312
MV Substations	162,529	135,000	156,000	65,588	135,127	156,000	20,873	13.4%	156,000
MV Networks	9,813	15,000	15,000	1,401	14,858	15,000	142	0.9%	15,000
LV Networks	249,996	212,312	251,312	68,754	244,661	251,312	6,651	2.6%	251,312
Capital Spares	11,899	70,000	74,000	23,134	55,540	74,000	18,460	24.9%	74,000
Water Supply Infrastructure	224,384	575,496	560,610	71,005	393,970	560,610	166,640	29.7%	560,610
Reservoirs	–	109,000	96,000	18,081	73,737	96,000	22,263	23.2%	96,000
Pump Stations	–	22,000	22,000	–	–	22,000	22,000	100.0%	22,000
Water Treatment Works	13,649	138,000	90,000	–	68,762	90,000	21,238	23.6%	90,000
Bulk Mains	141,496	62,000	56,513	9,905	14,185	56,513	42,328	74.9%	56,513
Distribution	69,238	83,304	83,304	43,018	237,287	83,304	(153,982)	-184.8%	83,304
Distribution Points	–	161,191	212,793	–	–	212,793	212,793	100.0%	212,793
Sanitation Infrastructure	428,812	352,684	416,176	23,023	158,952	416,176	257,223	61.8%	416,176
Pump Station	–	–	–	–	21,046	–	(21,046)	–	–
Reticulation	274,625	182,675	209,825	17,211	83,107	209,825	126,718	60.4%	209,825
Waste Water Treatment Works	645	88,008	112,408	–	3,598	112,408	108,810	96.8%	112,408
Outfall Sewers	153,542	82,000	93,942	5,812	51,201	93,942	42,741	45.5%	93,942
Solid Waste Infrastructure	4,831	10,000	10,000	1,000	9,999	10,000	1	0.0%	10,000
Waste Transfer Stations	–	1,000	1,000	1,000	1,000	1,000	0	0.0%	1,000
Waste Separation Facilities	4,831	–	–	–	–	–	–	–	–
Capital Spares	–	9,000	9,000	–	8,999	9,000	1	0.0%	9,000
Information and Communication Infrastructure	88,367	15,000	15,000	9,571	24,570	15,000	(9,570)	-63.8%	15,000
Distribution Layers	88,367	15,000	15,000	9,571	24,570	15,000	(9,570)	-63.8%	15,000
Community Assets	98,581	212,307	237,706	27,945	110,848	237,706	126,858	53.4%	237,706
Community Facilities	63,282	212,307	236,706	19,283	101,071	236,706	135,635	57.3%	236,706
Centres	–	–	–	–	498	–	(498)	–	–
Clinics/Care Centres	57,710	47,200	80,993	12,417	75,625	80,993	5,369	6.6%	80,993
Fire/Ambulance Stations	–	2,000	2,000	351	2,000	2,000	0	0.0%	2,000
Libraries	–	9,707	7,213	–	–	7,213	7,213	100.0%	7,213
Cemeteries/Crematoria	1,574	5,000	5,000	2,262	4,933	5,000	67	1.3%	5,000
Markets	–	6,900	–	–	–	–	–	–	–
Airports	3,998	3,000	3,000	–	–	3,000	3,000	100.0%	3,000
Taxi Ranks/Bus Terminals	–	138,500	138,500	4,254	18,016	138,500	120,484	87.0%	138,500
Sport and Recreation Facilities	35,299	–	1,000	8,661	9,778	1,000	(8,778)	-877.8%	1,000
Outdoor Facilities	35,299	–	1,000	8,661	9,778	1,000	(8,778)	-877.8%	1,000
Investment properties	–	51,500	58,396	–	9,214	58,396	49,182	84.2%	58,396
Revenue Generating	–	50,000	56,900	–	7,718	56,900	49,182	86.4%	56,900
Improved Property	–	50,000	56,900	–	7,718	56,900	49,182	86.4%	56,900
Non-revenue Generating	–	1,500	1,496	–	1,496	1,496	–	–	1,496
Improved Property	–	1,500	1,496	–	1,496	1,496	–	–	1,496
Other assets	58,605	29,750	26,504	25,203	8,982	188,401	179,419	95.2%	26,504
Operational Buildings	45,956	29,750	26,504	2,896	22,224	22,224	13,242	59.6%	26,504
Municipal Offices	–	3,500	22,224	48	3,308	3,480	172	4.9%	22,224
Pay/Enquiry Points	–	–	3,480	–	–	–	–	–	3,480
Stores	12,909	800	–	356	356	800	444	55.5%	–
Laboratories	–	–	800	–	–	–	–	–	800
Capital Spares	33,047	25,450	–	2,492	5,318	17,944	12,626	70.4%	–
Housing	12,650	–	17,944	22,307	–	166,177	166,177	100.0%	216,202
Staff Housing	–	–	49,650	–	–	–	–	–	49,650
Social Housing	8,999	–	–	–	–	49,650	49,650	100.0%	–
Capital Spares	3,651	–	166,552	22,307	–	116,527	116,527	100.0%	166,552
Intangible Assets	59,509	97,566	107,566	41,878	85,154	107,566	22,411	20.8%	107,566
Servitudes	–	–	–	–	–	–	–	–	–
Licences and Rights	59,509	97,566	107,566	41,878	85,154	107,566	22,411	20.8%	107,566
Computer Software and Applications	59,509	97,566	107,566	41,878	85,154	107,566	22,411	20.8%	107,566
Computer Equipment	71,205	10,925	70,925	14,305	44,068	71,300	27,231	38.2%	70,925
Computer Equipment	71,205	10,925	70,925	14,305	44,068	71,300	27,231	38.2%	70,925
Furniture and Office Equipment	10,007	11,350	10,208	8,524	13,485	10,208	(3,277)	-32.1%	10,208
Furniture and Office Equipment	10,007	11,350	10,208	8,524	13,485	10,208	(3,277)	-32.1%	10,208
Machinery and Equipment	43,561	72,500	73,554	9,321	55,560	73,554	17,994	24.5%	73,554
Machinery and Equipment	43,561	72,500	73,554	9,321	55,560	73,554	17,994	24.5%	73,554
Transport Assets	–	132,925	122,925	–	112,282	122,925	10,643	8.7%	122,925
Transport Assets	–	132,925	122,925	–	112,282	122,925	10,643	8.7%	122,925
Libraries	15,646	–	10,400	1,372	6,716	10,400	3,684	35.4%	10,400
Libraries	15,646	–	10,400	1,372	6,716	10,400	3,684	35.4%	10,400
Total Capital Expenditure on new assets	2,667,694	2,608,391	2,770,118	568,029	1,953,290	2,958,894	1,005,604	34.0%	2,770,118

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

TSH City Of Tshwane - Supporting Table SC13b Consolidated Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M12 June									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted 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	487,422	448,672	94,223	403,629	448,672	100,915	29.3%	448,672
Roads Infrastructure	264,920	293,422	332,172	69,895	265,764	332,172	80,288	37.0%	332,172
Roads	235,823	293,422	332,172	69,895	265,764	332,172	80,288	37.0%	332,172
Electrical Infrastructure	43,588	22,000	16,000	2,617	13,795	16,000	826	8.3%	16,000
HV Substations	3,519	-	-	-	-	-	-	-	-
MV Substations	-	5,000	1,000	-	-	1,000	-	-	1,000
MV Networks	-	5,000	5,000	768	4,693	5,000	1,621	36.8%	5,000
LV Networks	38,984	10,000	10,000	1,850	9,103	10,000	(795)	-14.3%	10,000
Capital Spares	1,085	2,000	-	-	-	-	-	-	-
Water Supply Infrastructure	61,614	102,000	72,000	15,011	34,910	72,000	21,387	56.8%	72,000
Bulk Mains	46,898	-	-	-	-	-	-	-	-
Distribution	14,716	102,000	72,000	15,011	34,910	72,000	21,387	56.8%	72,000
Sanitation Infrastructure	62,496	70,000	28,500	6,700	89,160	28,500	(1,586)	-2.0%	28,500
Reticulation	-	20,000	28,500	1,266	9,387	28,500	1,381	18.7%	28,500
Waste Water Treatment Works	62,496	50,000	-	5,434	79,773	-	(2,968)	-4.1%	-
Solid Waste Infrastructure	15,991	-	-	-	-	-	-	-	-
Waste Transfer Stations	15,991	-	-	-	-	-	-	-	-
Community Assets	12,901	39,000	14,077	2,913	10,974	14,077	1,215	15.7%	14,077
Community Facilities	7,493	7,000	5,500	2,758	5,442	5,500	1,215	51.0%	5,500
Halls	1,590	-	-	-	-	-	-	-	-
Clinics/Care Centres	-	2,000	500	-	500	500	250	100.0%	500
Fire/Ambulance Stations	5,903	5,000	5,000	2,758	4,942	5,000	965	45.2%	5,000
Sport and Recreation Facilities	5,408	32,000	8,577	155	5,532	8,577	-	-	8,577
Outdoor Facilities	5,408	32,000	8,577	155	5,532	8,577	-	-	8,577
Investment properties	-	346,000	-	-	-	-	-	-	-
Revenue Generating	-	346,000	-	-	-	-	-	-	-
Improved Property	-	346,000	-	-	-	-	-	-	-
Other assets	24,586	20,000	20,000	38,775	42,758	20,000	(3,983)	-	20,000
Operational Buildings	14,658	-	-	-	-	-	-	-	-
Stores	14,658	-	-	-	-	-	-	-	-
Housing	9,929	20,000	20,000	38,775	42,758	20,000	(3,983)	-	20,000
Social Housing	9,929	20,000	20,000	38,775	42,758	20,000	(3,983)	-	20,000
Machinery and Equipment	4,298	8,000	6,900	390	940	6,900	5,827	95.5%	6,900
Machinery and Equipment	4,298	8,000	6,900	390	940	6,900	5,827	95.5%	6,900
Total Capital Expenditure on renewal of existing assets	490,395	900,422	489,650	136,301	458,301	489,650	103,974	29.0%	489,650

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

TSH City Of Tshwane - Supporting Table SC13c Consolidated Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M12 June									
Description	2016/17 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Budget Year 2017/18 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	787,700	756,800	117,622	673,233	756,800	31,592	6.2%	756,800
Roads Infrastructure	74,710	118,194	110,314	27,814	91,288	110,314	5,821	10.2%	110,314
Roads	70,223	80,168	71,701	19,236	67,273	71,701	9,328	19.2%	71,701
Road Structures	—	480	480	479	479	480	—	—	480
Road Furniture	4,487	37,546	38,133	8,099	23,536	38,133	(3,507)	-40.2%	38,133
Storm water Infrastructure	16,174	19,407	21,207	6,264	19,293	21,207	1,162	10.5%	21,207
Drainage Collection	16,174	10,953	12,303	6,264	19,293	12,303	1,162	10.5%	12,303
Storm water Conveyance	—	8,454	8,904	—	—	8,904	—	—	8,904
Electrical Infrastructure	327,442	314,017	311,410	43,939	325,953	311,410	27,278	9.9%	311,410
Power Plants	48,084	10,000	10,000	9	9,323	10,000	413	4.3%	10,000
HV Substations	168,722	10,438	10,438	18,428	79,433	10,438	21,228	30.2%	10,438
HV Switching Station	—	13,275	13,275	—	—	13,275	—	—	13,275
HV Transmission Conductors	—	804	804	—	—	804	—	—	804
MV Substations	—	45,532	47,452	2,159	43,785	47,452	2,349	6.0%	47,452
MV Switching Stations	—	18,147	18,227	—	584	18,227	391	100.0%	18,227
MV Networks	56,337	115,773	115,773	4,044	77,067	115,773	(9,236)	-15.9%	115,773
LV Networks	54,300	100,049	95,442	19,300	115,761	95,442	12,134	12.3%	95,442
Water Supply Infrastructure	63,233	199,197	184,289	20,018	126,914	184,289	(9,026)	-10.5%	184,289
Reservoirs	14,844	8,786	20,286	5,521	26,141	20,286	5,956	24.8%	20,286
Water Treatment Works	3,242	7,350	7,350	549	6,652	7,350	935	15.1%	7,350
Bulk Mains	—	5,720	8,520	274	421	8,520	194	60.9%	8,520
Distribution	45,147	177,342	148,133	13,675	93,700	148,133	(16,111)	-28.9%	148,133
Sanitation Infrastructure	62,721	113,455	109,351	15,196	96,772	109,351	5,691	7.6%	109,351
Pump Station	4,239	4,732	6,727	1,309	6,615	6,727	657	12.4%	6,727
Reticulation	8,455	16,745	20,412	3,589	22,112	20,412	3,272	16.3%	20,412
Waste Water Treatment Works	50,027	86,523	76,523	10,299	68,045	76,523	1,762	3.5%	76,523
Outfall Sewers	—	5,456	5,689	—	—	5,689	—	—	5,689
Solid Waste Infrastructure	15,422	18,215	15,015	2,592	9,410	15,015	(1,038)	-37.5%	15,015
Landfill Sites	4,361	8,372	8,372	1,322	3,820	8,372	(68)	-2.9%	8,372
Waste Transfer Stations	—	3,748	548	—	—	548	—	—	548
Waste Drop-off Points	11,061	5,946	5,946	1,264	5,553	5,946	(966)	-254.2%	5,946
Waste Separation Facilities	—	148	148	7	37	148	(4)	-14.2%	148
Rail Infrastructure	273	242	242	84	84	242	161	100.0%	242
Rail Lines	273	242	242	84	84	242	161	100.0%	242
Information and Communication Infrastructure	3,887	4,973	4,973	1,714	3,520	4,973	1,543	52.8%	4,973
Core Layers	—	2,021	2,021	1,423	1,815	2,021	1,294	94.3%	2,021
Distribution Layers	3,887	2,952	2,952	291	1,705	2,952	249	16.1%	2,952
Community Assets	23,196	159,735	139,645	26,541	123,425	139,645	20,440	19.4%	139,645
Community Facilities	17,756	131,931	115,538	24,815	103,868	115,538	18,855	21.4%	115,538
Halls	—	663	663	14	593	663	121	22.8%	663
Centres	—	884	884	91	204	884	150	59.0%	884
Clinics/Care Centres	—	3,936	4,244	2,625	5,322	4,244	(1,089)	-316.0%	4,244
Fire/Ambulance Stations	11,743	2,984	2,984	1,630	7,283	2,984	1,646	24.6%	2,984
Museums	—	432	432	0	409	432	(88)	-27.3%	432
Galleries	—	155	155	—	151	155	(41)	-37.4%	155
Cemeteries/Crematoria	—	11,968	13,098	2,454	11,489	13,098	1,826	18.3%	13,098
Police	—	4,331	4,331	730	3,664	4,331	322	10.0%	4,331
Public Open Space	—	92,827	74,997	15,812	65,963	74,997	15,161	25.2%	74,997
Nature Reserves	6,013	6,726	6,726	1,102	4,852	6,726	57	1.6%	6,726
Markets	—	5,018	5,018	353	3,719	5,018	625	22.7%	5,018
Airports	—	2,007	2,007	3	220	2,007	164	43.1%	2,007
Sport and Recreation Facilities	5,439	27,805	24,107	1,726	19,557	24,107	1,586	9.2%	24,107
Indoor Facilities	—	133	133	—	103	133	(63)	-159.5%	133
Outdoor Facilities	5,439	27,672	23,974	1,726	19,454	23,974	1,649	9.6%	23,974
Investment properties	—	6,427	6,427	3,305	9,032	6,427	973	19.5%	6,427
Revenue Generating	—	6,427	6,427	3,305	9,032	6,427	973	19.5%	6,427
Improved Property	—	512	512	35	277	512	120	33.2%	512
Unimproved Property	—	5,915	5,915	3,270	8,755	5,915	853	18.4%	5,915
Other assets	179,296	113,481	215,887	22,609	71,362	110,749	12,131	23.2%	215,887
Operational Buildings	179,248	103,972	210,275	22,608	71,005	105,137	12,114	23.4%	210,275
Municipal Offices	177,520	48,676	105,137	15,252	27,246	55,242	6,815	44.6%	105,137
Pay/Enquiry Points	—	1,708	55,242	—	—	1,708	20	100.0%	55,242
Building Plan Offices	—	—	1,708	—	—	—	—	—	1,708
Workshops	—	165	—	—	—	165	110	100.0%	—
Yards	—	—	165	—	—	—	—	—	165
Manufacturing Plant	1,653	2,694	—	430	1,893	2,294	324	21.1%	—
Depots	75	50,729	2,294	6,927	41,865	45,729	4,846	13.9%	2,294
Capital Spares	—	—	45,729	—	—	—	—	—	45,729
Housing	48	9,509	5,612	1	357	5,612	17	4.7%	5,612
Social Housing	48	9,509	5,612	1	357	5,612	17	4.7%	5,612
Intangible Assets	73,544	64,597	65,497	4,019	63,634	65,497	2,213	3.6%	65,497
Licences and Rights	73,544	64,597	65,497	4,019	63,634	65,497	2,213	3.6%	65,497
Computer Software and Applications	73,544	64,597	65,497	4,019	63,634	65,497	2,213	3.6%	65,497
Computer Equipment	126	16,716	16,716	4,602	17,740	16,716	(753)	-7.0%	16,716
Computer Equipment	126	16,716	16,716	4,602	17,740	16,716	(753)	-7.0%	16,716
Furniture and Office Equipment	1,779	3,352	3,502	1,939	2,886	3,502	1,610	64.4%	3,502
Furniture and Office Equipment	1,779	3,352	3,502	1,939	2,886	3,502	1,610	64.4%	3,502
Machinery and Equipment	83,379	51,366	47,153	9,669	64,890	47,153	13,735	21.7%	47,153
Machinery and Equipment	83,379	51,366	47,153	9,669	64,890	47,153	13,735	21.7%	47,153
Transport Assets	136,253	124,100	196,100	32,838	154,266	196,100	52,147	35.1%	196,100
Transport Assets	136,253	124,100	196,100	32,838	154,266	196,100	52,147	35.1%	196,100
Libraries	32	4,683	4,683	262	3,697	4,683	125	3.6%	4,683
Libraries	32	4,683	4,683	262	3,697	4,683	125	3.6%	4,683
Total Repairs and Maintenance Expenditure	1,061,466	1,333,959	1,452,411	223,407	1,184,165	1,347,273	134,214	13.9%	1,452,411

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

TSH City Of Tshwane - Supporting Table SC13d Consolidated Monthly Budget Statement - depreciation by asset class - M12 June								
Description	2016/17	Budget Year 2017/18						
	Audited Outcome	Original Budget	Adjusted 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	998,262	56,297	994,531	998,262	243,461	998,262
Roads Infrastructure	225,065	474,552	526,657	19,384	342,439	526,657	83,829	526,657
Roads	225,065	403,363	447,651	18,476	291,069	447,651	71,254	447,651
Road Structures	—	6,701	7,437	274	4,835	7,437	1,184	7,437
Road Furniture	—	64,488	71,569	2,634	46,535	71,569	11,392	71,569
Storm water Infrastructure	112,166	92,315	8,689	3,771	66,615	8,689	16,307	8,689
Drainage Collection	112,166	—	—	—	—	—	—	—
Storm water Conveyance	—	92,315	8,689	3,771	66,615	8,689	16,307	8,689
Electrical Infrastructure	507,848	330,273	162,738	13,491	238,327	162,738	58,342	162,738
Power Plants	(12,775)	5,931	2,922	242	4,280	2,922	1,048	2,922
HV Substations	520,623	57,870	28,515	2,364	41,759	28,515	10,223	28,515
HV Switching Station	—	10	5	0	7	5	2	5
HV Transmission Conductors	—	15,737	7,754	643	11,356	7,754	2,780	7,754
MV Substations	—	23,936	11,794	978	17,272	11,794	4,228	11,794
MV Switching Stations	—	4,347	2,142	178	3,137	2,142	768	2,142
LV Networks	—	171,748	35,353	2,931	51,774	35,353	12,674	35,353
Water Supply Infrastructure	417,917	239,666	134,469	9,790	108,742	74,253	26,620	74,253
Dams and Weirs	(117,905)	975	547	40	703	547	172	547
Boreholes	—	169	95	7	122	95	30	95
Reservoirs	—	29,036	16,291	1,186	20,953	16,291	5,129	16,291
Pump Stations	—	5,109	2,867	209	3,687	2,867	903	2,867
Water Treatment Works	—	20,976	11,769	857	15,136	11,769	3,705	11,769
Bulk Mains	—	54,103	30,355	2,210	39,041	30,355	9,557	30,355
Distribution	535,822	128,251	71,958	5,239	92,547	71,958	22,655	71,958
Distribution Points	—	425	238	17	307	238	75	238
PRV Stations	—	622	349	25	449	349	110	349
Sanitation Infrastructure	(307,476)	212,960	151,478	8,699	153,673	151,478	37,619	151,478
Pump Station	1,440	2,626	1,868	107	1,895	1,868	464	1,868
Reticulation	(308,915)	135,530	96,402	5,536	97,799	96,402	23,941	96,402
Waste Water Treatment Works	—	42,542	30,260	1,738	30,699	30,260	7,515	30,260
Outfall Sewers	—	32,263	22,949	1,318	23,281	22,949	5,699	22,949
Solid Waste Infrastructure	6,048	13,510	6,429	552	9,749	6,429	2,387	6,429
Landfill Sites	6,048	—	—	—	—	—	—	—
Waste Processing Facilities	—	9,003	4,284	368	6,497	4,284	1,590	4,284
Waste Separation Facilities	—	4,507	2,145	184	3,252	2,145	796	2,145
Rail Infrastructure	21,771	—	—	—	—	—	—	—
Rail Lines	21,771	—	—	—	—	—	—	—
Information and Communication Infrastructure	356,435	14,943	7,802	610	10,783	7,802	2,640	7,802
Data Centres	356,435	—	—	—	—	—	—	—
Core Layers	—	14,943	7,802	610	10,783	7,802	2,640	7,802
Community Assets	(583,380)	207,791	167,662	8,488	149,943	167,662	36,706	167,662
Community Facilities	42,593	130,769	105,515	5,342	94,364	105,515	23,100	105,515
Halls	—	3,089	2,493	126	2,229	2,493	546	2,493
Centres	—	7,735	6,241	316	5,582	6,241	1,366	6,241
Crèches	—	961	776	39	694	776	170	776
Clinics/Care Centres	14,658	9,514	7,677	389	6,866	7,677	1,681	7,677
Fire/Ambulance Stations	1,440	7,213	5,820	295	5,205	5,820	1,274	5,820
Testing Stations	—	3	3	0	2	3	1	3
Museums	—	687	554	28	496	554	121	554
Libraries	2,880	—	—	—	—	—	—	—
Cemeteries/Crematoria	(11,526)	10,083	8,136	412	7,276	8,136	1,781	8,136
Police	8,639	537	433	22	387	433	95	433
Public Open Space	—	39,041	31,501	1,595	28,172	31,501	6,897	31,501
Public Ablution Facilities	12,534	216	174	9	156	174	38	174
Markets	—	15,550	12,547	635	11,221	12,547	2,747	12,547
Stalls	—	16	13	1	12	13	3	13
Airports	—	20,148	16,257	823	14,539	16,257	3,559	16,257
Taxi Ranks/Bus Terminals	—	15,974	12,889	653	11,527	12,889	2,822	12,889
Capital Spares	13,967	—	—	—	—	—	—	—
Sport and Recreation Facilities	(625,973)	77,022	62,148	3,146	55,580	62,148	13,606	62,148
Outdoor Facilities	(625,973)	77,022	62,148	3,146	55,580	62,148	13,606	62,148
Heritage assets	—	207,840	—	8,490	149,979	—	36,715	—
Monuments	—	138	6	—	100	—	24	—
Historic Buildings	—	181,792	—	7,426	131,182	—	32,113	—
Works of Art	—	25,830	—	1,055	18,639	—	4,563	—
Other Heritage	—	81	—	3	58	—	14	—
Investment properties	789,600	13,002	36,413	531	9,382	36,413	2,297	36,413
Revenue Generating	789,600	13,002	36,413	531	9,382	36,413	2,297	36,413
Improved Property	771,918	13,002	36,413	531	9,382	36,413	2,297	36,413
Unimproved Property	17,682	—	—	—	—	—	—	—
Other assets	(61,139)	14,093	209,717	576	10,169	209,717	2,489	209,717
Operational Buildings	(78,850)	279	5,988	11	201	5,988	49	4,147
Municipal Offices	—	124	1,840	5	89	1,840	22	1,840
Pay/Enquiry Points	—	—	1,840	—	—	1,840	—	1,840
Training Centres	1,584	—	—	—	—	—	—	—
Depots	—	155	2,307	6	112	2,307	27	2,307
Capital Spares	(80,434)	—	—	—	—	—	—	—
Housing	17,711	13,814	205,570	564	9,968	205,570	2,440	205,570
Staff Housing	17,711	849	12,639	35	613	12,639	150	12,639
Social Housing	—	12,965	192,930	530	9,355	192,930	2,290	192,930
Biological or Cultivated Assets	—	28	42	1	20	42	5	42
Biological or Cultivated Assets	—	28	42	1	20	42	5	42
Intangible Assets	(211,415)	32,192	121,417	1,315	23,230	121,417	5,687	121,417
Servitudes	—	11,466	43,244	468	8,274	43,244	2,025	43,244
Licences and Rights	(211,415)	20,727	78,172	847	14,956	78,172	3,661	78,172
Water Rights	—	—	43,244	—	—	43,244	—	43,244
Effluent Licenses	—	—	78,172	—	—	78,172	—	78,172
Computer Software and Applications	(211,415)	20,727	78,172	847	14,956	78,172	3,661	78,172
Computer Equipment	5,760	36,722	73,970	1,500	26,499	73,970	6,487	73,970
Computer Equipment	5,760	36,722	73,970	1,500	26,499	73,970	6,487	73,970
Furniture and Office Equipment	266,167	4,795	27,360	196	3,460	27,360	847	27,360
Furniture and Office Equipment	266,167	4,795	27,360	196	3,460	27,360	847	27,360
Machinery and Equipment	864	21,828	54,997	892	15,751	54,997	3,856	54,997
Machinery and Equipment	864	21,828	54,997	892	15,751	54,997	3,856	54,997
Transport Assets	—	39,242	175,374	1,603	28,317	175,374	6,932	175,374
Transport Assets	—	39,242	175,374	1,603	28,317	175,374	6,932	175,374
Libraries	—	5,547	2	227	4,003	2	980	2
Libraries	—	5,547	2	227	4,003	2	980	2
Total Depreciation	1,546,231	1,961,302	1,865,215	80,114	1,415,286	1,865,215	346,462	1,865,215

(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 - M12 June									
Description	2016/17	Budget Year 2017/18							
	Audited Outcome	Original Budget	Adjusted 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	250,843	89,228	160,042	202,992	75,355	51.6%	250,843
Roads Infrastructure	-	151,049	190,811	70,918	125,633	145,500	53,202	49.3%	190,811
Roads	-	91,049	130,811	60,963	67,078	85,500	51,939	89.5%	130,811
Road Structures	-	60,000	60,000	9,955	58,554	60,000	1,263	2.5%	60,000
Storm water Infrastructure	-	1,500	1,500	1,157	1,500	1,500	157	31.5%	1,500
Storm water Conveyance	-	1,500	1,500	1,157	1,500	1,500	157	31.5%	1,500
Electrical Infrastructure	9,359	9,000	11,000	950	7,670	11,000	3,391	33.5%	11,000
MV Networks	-	2,000	2,000	366	1,498	2,000	568	33.4%	2,000
LV Networks	6,862	7,000	9,000	584	6,172	9,000	2,822	33.6%	9,000
Capital Spares	2,497	-	-	-	-	-	-	-	-
Water Supply Infrastructure	-	17,000	12,540	-	-	5,000	2,100	100.0%	12,540
Reservoirs	-	-	7,800	-	-	4,200	2,100	100.0%	7,800
Water Treatment Works	-	15,000	800	-	-	800	-	-	800
Bulk Mains	-	2,000	-	-	-	-	-	-	-
Distribution	-	-	3,940	-	-	-	-	-	3,940
Sanitation Infrastructure	-	14,992	14,992	1,862	6,040	19,992	1,364	24.6%	14,992
Waste Water Treatment Works	-	14,992	14,992	1,862	6,040	19,992	1,364	24.6%	14,992
Solid Waste Infrastructure	-	5,000	5,000	2,000	4,570	5,000	2,430	48.6%	5,000
Waste Drop-off Points	-	5,000	5,000	2,000	4,570	5,000	2,430	48.6%	5,000
Information and Communication Infrastructure	4,788	15,000	15,000	12,341	14,630	15,000	12,711	84.7%	15,000
Distribution Layers	4,788	15,000	15,000	12,341	14,630	15,000	12,711	84.7%	15,000
Community Assets	14,764	71,180	78,966	4,034	160	41,314	33,553	113.1%	78,966
Community Facilities	14,317	55,180	58,456	3,079	7,655	31,814	21,953	82.8%	58,456
Cemeteries/Crematoria	1,200	-	-	-	-	-	-	-	-
Markets	5,498	2,500	2,500	423	2,488	2,500	(1,198)	-138.1%	2,500
Airports	6,976	6,000	5,976	-	1,728	5,976	4,249	71.1%	5,976
Taxi Ranks/Bus Terminals	-	42,180	43,180	795	1,567	16,538	12,113	94.0%	43,180
Capital Spares	642	4,500	6,800	1,862	1,872	6,800	6,790	99.8%	6,800
Sport and Recreation Facilities	447	16,000	20,510	955	(7,495)	9,500	11,600	368.3%	20,510
Outdoor Facilities	447	16,000	20,510	955	(7,495)	9,500	11,600	368.3%	20,510
Other assets	7,542	20,750	20,750	4,840	13,087	20,750	12,502	60.3%	20,750
Operational Buildings	7,542	20,750	20,750	4,840	13,087	20,750	12,502	60.3%	20,750
Municipal Offices	-	10,750	10,750	2,904	3,654	10,750	10,000	93.0%	10,750
Stores	7,542	10,000	10,000	1,936	9,434	10,000	2,502	25.0%	10,000
Intangible Assets	5,345	4,000	4,000	646	3,716	4,000	85	2.7%	4,000
Licences and Rights	5,345	4,000	4,000	646	3,716	4,000	85	2.7%	4,000
Computer Software and Applications	5,345	4,000	4,000	646	3,716	4,000	85	2.7%	4,000
Machinery and Equipment	-	5,000	-	-	-	-	-	-	-
Machinery and Equipment	-	5,000	-	-	-	-	-	-	-
Transport Assets	-	37,000	37,000	72,297	198,350	115,039	(28,467)	-29.2%	37,000
Transport Assets	-	37,000	37,000	72,297	198,350	115,039	(28,467)	-29.2%	37,000
Total Capital Expenditure on upgrading of existing assets	41,798	351,471	391,559	171,045	375,355	384,095	93,028	31.3%	391,559

(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 **June 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: _____