



CITY OF CAPE TOWN  
ISIXEKO SASEKAPA  
STAD KAAPSTAD

## **ANNEXURE A**

# **2022/23 ADJUSTMENTS BUDGET**

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**26 JANUARY 2023**

**INCLUDING ADDITIONAL  
RECOMMENDATIONS READ IN AT  
COUNCIL**

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## GLOSSARY OF TERMS AND ABBREVIATIONS

**Adjustments Budgets** – Prescribed in section 28 of the Municipal Finance Management Act, this is the formal means by which a municipality may revise its budget during a financial year.

**Allocations** – Money received from Provincial and National Treasury.

**Budget** – The financial plan of a municipality.

**Capital Expenditure** – Spending on municipal assets such as land, buildings and vehicles. Any capital expenditure must be reflected as an asset on a municipality's balance sheet.

**Cash Flow Statement** – A statement showing when actual cash will be received and spent and the month end cash and short-term investment balances.

**CGD** – Capital Grants and Donations mainly comprising of National and Provincial Government allocations as well as public contributions and donations from external parties.

**CCT** – City of Cape Town

**CRR** – Capital Replacement Reserve. An internal funding source used for capital projects, which must at all times be cash-backed in line with Section 18 of the MFMA.

**CTICC** – Cape Town International Convention Centre

**CTS** – Cape Town Stadium

**EFF** – External Financing Fund. Internal funding mechanism and funded from borrowing for capital expenditure.

**GFS** – Government Finance Statistics. An internationally recognised classification system that facilitates comparisons between municipalities.

**IDP** – Integrated Development Plan. The main strategic planning document of a municipality.

**MBRR** – Municipal Budget Reporting Regulations

**MFMA** – Municipal Finance Management Act (No 53 of 2003). The principal piece of legislation relating to municipal financial management.

**MTREF** – Medium Term Revenue and Expenditure Framework, as prescribed by the MFMA. It sets out indicative revenue and projected expenditure for the budget year, plus two outer financial years.

**NT** – National Treasury

**Operating Expenditure** – The day-to-day expenses of a municipality such as general expenses, salaries & wages and repairs & maintenance.

**Rates** – Local Government tax based on assessed valuation of a property.

**SFA** – Strategic Focus Areas. The main priorities of a municipality as set out in the IDP. Budgeted spending must contribute towards achievement of these Strategic Focus Areas.

**Vote** – One of the main segments into which a budget is divided, usually at directorate level.

**WCG** – Western Cape Government

## **PART 1 - ADJUSTMENTS BUDGET: PARENT MUNICIPALITY – CITY OF CAPE TOWN**

### **1. Mayor's Report**

#### **1.1. Summary of reasons for the adjustments budget**

Primary reasons for recommendation to adopt a January 2023 adjustments budget are:

- The appropriation of approved committed 2021/22 grant funding from National Treasury (NT) and the Western Cape Government (WCG);
- [Amendments on provincial funding in terms of Provincial Gazette Extraordinary, number 8699 of 21 December 2022;](#)
- The change in funding source from Capital Replacement Reserve (CRR) to Capital Grants & Donations (CGD) on projects approved by NT and WCG as part of the 2021/22 roll-over application, which was funded from the CRR on an interim basis pending outcome of the approval process;
- Reductions in projects that were funded from the CRR: CGD Roll-overs on an interim basis and where NT did not approve grant roll-over applications.
- Rephasing of internal funds where implementation of projects will continue in the 2023/24 and 2024/25 financial years;
- Return of the Capital Replacement Reserve: IRT Ph2A initially funded from Accumulated Surpluses, which was made available in the draft 2022/23 budget process as interim bridge funding to cover BFI shortfalls over the 2022/23 MTREF;
- Amendments to Ward Allocation projects supported by subcouncils;
- Upward/downward adjustment of revenue- and expenditure estimates based on current trends;
- Realignment of sundry budgetary provisions resulting from updated implementation programmes; and
- Organisational structure realignment.

Further adjustment details are listed on the ensuing pages.

## **a. Multi-year funds shifting in relation to the capital programme**

The reasons for multi-year shifting are inter alia:

- Committed 2021/22 conditional grants approved by the NT in terms of section 22(1) of the 2021 Division of Revenue Act (DoRA), (Act No. 17 of 2021), dated 19 October 2022.
- Committed 2021/22 conditional grants approved by WCG in terms of Section 10(2) of the Western Cape Appropriation Act 2021 (Act No. 5 of 2021), dated 25 October 2022.
- [Amendments on provincial funding in terms of Provincial Gazette Extraordinary, number 8699 of 21 December 2022.](#)
- Administrative transfers/virements of budgetary provisions as approved in terms of Council's System of Delegations of Powers, and Virement Policy.
- Updated implementation programmes of projects funded from external sources i.e. CGD as well as internal sources i.e. CRR and External Financing Fund (EFF). Whilst backed by approved business plans, local conditions often require amendments to implementation procedures, as agreed with donors (CGD-funded projects).
- Review and amendments to project linkages of approved 2022/23 capital projects to ensure correct alignment to programmes/routine programmes as per approved definitions.
- Shifting of funding between the operating- and capital budget.

## **b. Allocations and grant adjustments**

### **Capital grants and donations**

- Expanded Public Works Programme (EPWP) Grant (national funding) decreases by R937 206 due a change in the grant conditions, where the following projects can no longer be funded from the grant and will be funded from EFF instead:
  - Computers & IT Equipment: Additional - R887 206; and
  - Furniture & Office Equipment: Additional - R50 000.
- Infrastructure Skills Development Grant (ISDG) (national funding) increases by R55 847 in line with approved committed 2021/22 conditional allocations.
- Restructuring Grant (unconditional grant) – accumulated interest decreased by R217 180 with a corresponding increase on Interest Other (unconditional grant) due to a change in the name of the unconditional grant funds.

- Informal Settlements Upgrading Partnership Grant (ISUPG) (national funding) increases by R18,1 million:
  - R 920 907 approved committed 2021/22 conditional allocations; and
  - R17,2 million increase with a corresponding decrease on the operating budget.
- Urban Settlements Development Grant (USDG) (national funding) increases by R5,9 million with a corresponding decrease on the operating budget.
- Private Sector funding (unconditional grants) decreases by R5,4 million as a result of applications for new- and upgraded service connections supplies, which is customer funded and demand driven and has been less than originally budgeted for.
- Library Services: Metro Library Grant (PT Library: Metro) (provincial funding) increases by R182 200 as a result of approved committed 2021/22 conditional allocations.
- National SETA Program Grant (State: Other) - accumulated interest - (other - unconditional grant) decreases by R6 205 to rectify an error as project was incorrectly funded from two fund sources.
- Law Enforcement Advancement Programme (PGWC: LEAP) (provincial funding) increases by R4,3 million with a corresponding decrease on the operating budget.
- Provincial Government of Western Cape Rail Safety grant (PGWC Rail Safety) increased by R1,2 million, due to amendments on provincial funding in terms of Provincial Gazette Extraordinary, number 8699 of 21 December 2022, on the following projects:
  - Firearms & related Equipment: Additional – R 308 000;
  - Radios: Additional – R 330 000; and
  - EPIC Devices: Additional – R 585 090.

### **Operating grants and donations**

- Committed 2021/22 conditional grants of R81 million approved by WCG resulting in the following increases in 2022/23:
  - Training of Volunteers for Law Enforcement Auxiliary - R1,3 million;
  - Financial Management Capacity Building - R95 609;
  - Library Conditional Grant to cover operational related expenditure in libraries - R532 247;
  - Library Periodicals Grant for procurement of books, periodicals and subscriptions - R2,7 million;
  - Community Developments Workers - R722 214;
  - Transport and Public Works Grant for Persons with Special Needs (Dial-a-Ride) - R15 381;
  - Human Settlement Development Grant - R59,7 million;
  - Settlement Assistance Grant - R267 429;
  - Title Deeds Restoration Grant - R12,4 million; and



- Local Government Public Employment Support Grant - R3,3 million.
- Committed 2021/22 conditional grants of R5,8 million approved by NT resulting in the following increases in 2022/23:
  - Informal Settlements Upgrading Partnership Grant within the Human Settlements Directorate - R4,5 million; and
  - Programme and Project Preparation Support Grant - R1,3 million.
- Law Enforcement Advancement Project (LEAP) grant decreases by R4,3 million as a result of a fund shift from the operating budget to the capital budget as projects to be implemented are capital in nature.
- Expanded Public Works Programme (EPWP) grant increases by R937 206 as a result of a fund shift from the capital budget to the operating budget as projects to be implemented are operating in nature.
- National Skills Fund grant decreases by R6,7 million where outstanding evidence and anomalies detected on financial reports resulted in delayed payment to the City in the current financial year. The funding will become available in 2023/24 as the project progresses.
- Expenditure funded from the Accumulated Interest (NT) increases by R5,9 million. This is the net result of (i) a decrease of R14,5 million on the IRT Phase 2A project and the Metro South East Expansion project after a performance assessment of these projects and (ii) allocation funded from the accumulated interest to cover costs for the Pothole Repair programme (R20 million) within the Urban Mobility Directorate and a staff recruitment project (R470 652) within the Future Planning Resilience Directorate.
- Expenditure funded from Cape Metropolitan Transport Fund - Interest increased by R3,1 million, to cover additional security requirements to minimise the risk of vandalism, asset stripping and land invasion at IRT properties within the Urban Mobility Directorate.
- Private Sector funding (unconditional grants) increases by R1,5 million as a result of agreements signed with various stakeholders for the appointment of law enforcement and traffic officers.
- Kreditanstalt für Wiederaufbau (KfW) German Development Bank -Technical Assistance Grant decreases by R20 million as a result of the non-achievement of pre-requisite conditions as per the second agreement for the KfW Grant. The preliminary work is currently still underway and the project can therefore not be implemented at this stage.
- Dutch Government - ORIO Grant reduces by R2,3 million due to an agreement with the Dutch Government to shift their contribution to capital as funding cannot be utilised for the appointment of contract staff.

- Urban Settlement Development Grant decreases by R5,9 million as a result of a fund shift from the operating budget to the capital budget as projects to be implemented are capital in nature.
- Regional Land Claims Commissioner - Interest funding increases by R2,6 million where good contractor performance on the Dido Valley (Luyolo): Land Claim project has resulted in additional requirements.
- Informal Settlements Upgrading Partnership Grant decreases by R17,2 million as a result of a fund shift from the operating budget to the capital budget as projects to be implemented are capital in nature.
- An increase of R5 million on Municipal Emergency Grant funded ex National Department of Human Settlements, within Human Settlements Directorate for fire incidents that occurred in December 2022 and January 2023 at various informal settlements within the metro.
- An increase of R21 million on Public Transport Safety Grant funded ex WCG within the Urban Mobility Directorate (R19.8 million) and the Safety & Security Directorate (R1.2 million) for establishing a Public Transport Facilities Enforcement detail to ensure efficient and effective enforcement services in identified high-volume and high-risk public transport facilities in aid of improved commuter safety.
- An increase of R300 000 on Western Cape Financial Management Capability Grant within the Corporate Services Directorate to support municipalities and improve their financial management capabilities.
- A reduction of R26 million on the Primary Health Care Grant within Community Services & Health Directorate.
- An increase of R6 million on School Resources Officers Programme funded ex Provincial Government within the Safety & Security Directorate.

**c. Revenue estimates adjustments - upward and downward**

- A reduction of R74,5 million on Internal Loan Interest. The original Internal Loan Interest budget calculation was based on the preliminary EFF capital budget requirement of R4,2 billion in February 2022. The adjusted Internal Loans budget is based on the proposed EFF capital adjustments budget of R3,9 billion (as at 14 December 2022). An additional contributing factor is the earlier than originally anticipated capitalisation of assets-under-construction. A concomitant reduction will be effected on the expenditure component within various directorates.
- A decrease of R4,6 million on Recoveries of Operational Expenditure due the removal of the budget provision for the Koeberg Disaster Recovery Tariff within the Finance Directorate as it was moved to the Safety & Security Directorate.

- A net decrease of R29,1 million on various revenue items (i.e. refuse charges, disposal coupon fees, collection charges, availability charges, indigent relief and disposal coupon fees) within the Urban Waste Management Directorate based on projected under-recovery. A concomitant reduction on expenditure was effected.
- An increase of R144,7 million on Interest Earned - External investments due to the recent increase in the interest rate and the expectation that there will be further future adjustments in the rate.
- A net increase of R8,6 million on various revenue items (i.e. collection charges recovered, certificate fees, administrative handling fees and copies/duplicates) within the Finance Directorate based on current trends and projected outcome.
- An increase of R109,8 million on Traffic Fines Accrual and Recoveries of Operational Expenditure within the Safety & Security Directorate based on current trends on traffic fines issued and the shift of the Koeberg Disaster Recovery Tariff from the Finance Directorate.
- An increase of R1 million on admission/entrance fees within the Spatial Planning & Environment Directorate due to increased activities at Witzands Nature Reserve.
- An increase of R47 million on Busfares-Transit Products within the Urban Mobility Directorate based on current trends and projections.
- Shifting of R132,7 million from Rates to the Urban Waste Management Directorate as the new organisational structure approved by the City Manager necessitated a contribution from Rates to absorb this cost.
- A net increase of R17,1 million on Internal Utilities Charges (refuse removal, dumping costs, water consumption, sanitation charges, bulk refuse, fire/emergency services) within various directorates based on current trends and projected outcomes.
- An increase of R196,9 million on various revenue items (interest earned-debtors, development levies, water inventory - gains, treatment effluent sales, service charges water, service charges sanitation, service charges infrastructure, other revenue) within the Water & Sanitation Directorate based on current trends and projections.

**d. Expenditure estimates adjustments - upward and downward**

- A reduction of R191 million on employee-related costs due to unfilled vacancies and delays in the creation of positions for the Core Application Refresh (CAR) and Broadband Infrastructure Programme (BIP) projects.

- A reduction of R42,4 million relating to the Mayoral programme within the Energy Directorate (Sustainable Energy Market) as a result of internal delays experienced during the initiation of procurement of the numerous services required, consultancy services funded from external grant funding, more favourable economic tender rates than initially costed, some items identified being capital in nature, and some work performed internally.
- A reduction of R111,5 million on External Loans Interest Provision within the Finance Directorate as the loan previously budgeted for in 2021/22 was not taken up and interest relating to this loan has been removed.
- A reduction of R7,2 million on Contracted Services within the Future Planning & Resilience Directorate for:
  - Prestwich Memorial Upgrades project preparation within Spatial Planning & Environment Directorate - R1 million;
  - Goodhope Centre Concept Design, Bellville Precinct CBA and Strand Street Quarry within Economic Growth Directorate - R6 million; and
  - Sponsorship of Global Young Crew Professional & Networking Event within Safety & Security Directorate - R200 000.
- A reduction of R7 million on the Mayoral Special Fund provisions within the Office of the City Manager Directorate after operational review of the current resources and requirements.
- Reprioritising of MyCiTi repairs and maintenance provisions amounting to R10 million within the Urban Mobility Directorate to address requirements relating to the Vehicle Operator Companies (VOC).
- A reduction of R309 million once-off savings on Salaries, Wages and Allowances within various directorates as a result of the turnaround time in filling vacancies and the internal filling of vacancies.
- The above projected additional revenue and savings were utilised to redress budget imbalances in various directorates as follows:
  - R33 million for additional overtime and EPWP provisions to address City-wide lawn moving requirements within the Community Services & Health Directorate.
  - R5 million for additional Councillor Remuneration provisions to fund the required back-pay for 2021 promulgated in June 2022 within the Corporate Services Directorate.
  - R18,6 million for Telecoms Network, Facilities Management Operating Model, Maintenance of HR Programmes, and to address capacity gaps within Corporate Fleet department within the Corporate Services Directorate.

- R200 000 transferred to the Corporate Services Directorate (Facilities Management Department) from the Finance Directorate for Wall-Art as part of cash office improvements.
- R21,5 million within the Economic Growth Directorate as follows:
  - Strategic Assets - R7,8 million  
To ensure that all facilities in the portfolio are fully compliant to relevant legislation, fit for use and purpose, and that a life-cycle approach is adopted for all individual property assets.
  - Enterprise and Investment - R13,7 million
    - International Tourism Digital Campaign - R1,4 million;
    - Funding for Ease of Doing Business Project as a Mayoral Priority Programme and related projects - R2 million;
    - Greater Tygerberg Partnership in their programme delivery - R5 million;
    - Security services requirement at municipal facilities - R2,3 million;
    - Repairs and maintenance of informal trading spaces - R2,3 million; and
    - Mini-campaign run by Cape Town Tourism to position Cape Town as the gateway to Antarctica - R750 000.
- R445.4 million top-up on Post-Retirement Medical Aid (PRMA) provisions based on the latest actuarial valuation within the following directorates:
  - Energy - R56,1 million;
  - Rates-funded services - R310,4 million;
  - Water & Sanitation - R62,5 million; and
  - Urban Waste Management - R16,4 million.
- R20.1 million within the Energy Directorate to address urgent maintenance as a result of excessive operation of Steenbras Power Station in mitigating load shedding.
- R6.7 million to address capacity gaps for further improvement in the Demand Plan Value Chain, Supplier Management and Procurement departments within the Finance Directorate (Supply Chain Management Department).
- R19 million for costs relating to the independent audit of the valuation methodology, legally required advertisements, printing and posting of individual valuation notices, the cost of the public participation process, hiring of temporary staff to assist at the public inspection and objection venues, fleet hire, communication, website developments, and staffing capacity within the Finance Directorate (Valuations Department).
- R10 million for Communication-Focused Campaigns within the Future Planning & Resilience Directorate.

- R3,3 million within the Office of City Manager Directorate for APAC (Audit Committee) as a result of an increased number of meetings for the year, an increase in the rate of payment to members per meeting, and to improve staff capacity.
- R35 million within the Safety & Security Directorate for events as the current budget is inadequate to host world cup/once-off events, which are important for the City to be recognised as an internationally competitive events destination and to retain the City's position as a leader in this sphere. Displaying the City's landscape in a unique way is imperative to attract new events that will stimulate the economy.
- R100 million for the Debt Impairment Provision in line with the proposed additional Traffic Fine Accrual within the Safety & Security Directorate.
- R6,6 million within the Spatial Planning & Environment Directorate to cover costs related to Scoping Studies for the Foreshore Freeway, Sea Point seawall, and NHRA Exemption Areas Projects.
- R16,8 million within the Urban Waste Management Directorate for appointment of EPWP staff for cleaning main roads in CBD East, Bellville CBD and the Main Arterial Roads (South, East, North and Central).
- R35,6 million for Depreciation Charges based on current capitalisation trends.
- R54,9 million to cover costs relating to the 2021/22 Individual Performance Management Assessments within various directorates.
- R120 million for fuel provisions within various Rates-funded directorates to address the current fuel price fluctuations.
- R56,2 million within the Water & Sanitation Directorate for the Debt Impairment provision based on current trends and future projections.
- R7,2 million on Contracted Services within the Future Planning & Resilience Directorate for:
  - Prestwich Memorial Upgrades, Bellville Precinct CBA and Strand Street Quarry Project preparation within the Spatial Planning & Environment Directorate – R4.5 million;
  - Goodhope Centre Concept Design within the Economic Growth Directorate – R2.5 million; and
  - Sponsorship of Global Young Crew Professional & Networking Event within the Safety & Security Directorate - R200 000
- R200 000 within the Corporate Services Directorate (Facilities Management Department) for Wall-Art as part of cash office improvements.

- R132 million within the Urban Mobility Directorate for the Pothole repair programme (R15 million) and a top-up on Fuel for Vehicle Operator Companies (R117 million) to address fuel price fluctuations. This will be funded from VAT Clawback (R60 million), additional MyCiTi Revenue (R62 million) and adjustment of MyCiTi Repairs and Maintenance (R10 million).
- R15 million within the Human Settlements Directorate to address additional security requirements at construction sites. This will be funded from an additional contribution from the Housing Fund.
- Additional amendments relating to administrative transfers of budgetary provisions include the following:
  - Re-alignment of budgetary provisions between directorates due to organisational structure realignment and various operational requirements;
  - Budgetary shifts on various operating projects and repairs and maintenance provisions; and
  - Amendments on sundry expenditure items including operating projects, and ward allocations, which are proposed in accordance with the approved System of Delegations and the Virement Policy. These transfers do not affect the total budget quantum.

### **Recommendations to Council regarding the budget**

Taking into consideration the reasons listed in paragraph 1.1, it is recommended that Council approves an adjustments budget.

## **2. Resolutions**

The resolutions tabled at Council for consideration with approval of the adjustments budget are:

- a. That the City's adjustments budget for the 2022/23 financial year be approved and adopted, as set out in the following tables and annexures:
  - i. Operating revenue and expenditure by standard classification reflected in Table 2 on page 30.
  - ii. Operating revenue and expenditure by municipal vote reflected in Table 3 on page 32.
  - iii. Operating revenue by source and expenditure by type reflected in Table 4 on page 33.
  - iv. Capital appropriations by vote reflected in Table 5 on page 34 and Annexure 2.1 to Annexure 2.4.
  - v. Capital expenditure by standard classification reflected in Table 5 on page 34.
  - vi. Capital funding by source reflected in Table 5 on page 34.
  - vii. Budgeted Cash Flow statement as reflected in Table 7 on page 37.
- b. That Council notes the impact of the 2022/23 adjustments budget (January 2023) on the 2023/24 and 2024/25 financial years.
- c. That the Cape Town International Convention Centre's adjustments budget for the 2022/23 financial year be approved and adopted, as set out in the following table:
  - i. Operating revenue by source and expenditure by type reflected in Table 22 on page 63.
  - ii. Capital expenditure by asset class and funding source reflected in Table 23 on page 65.
- d. That the Cape Town Stadium's adjustments budget for the 2022/23 financial year be approved and adopted, as set out in the following table:
  - i. Operating revenue by source and expenditure by type reflected in Table 27 on page 70.
- e. That adjustments to transfers and grants made by the City, as set out in Annexure 1.2, be approved.
- f. That adjustments to operating ward allocations, as set out in Annexure 1.3, be approved.
- g. That the amended MTREF IDP chapter for 2022/23, as set out in annexure 3, be used to update the current chapter in the approved Integrated Development Plan (IDP).



- h. That Council considers the projected cost covering all financial years until a project is operational as well as future operational costs and revenue on projects/programmes, to give effect to Section 19(2) and 19(3) of the MFMA and approve all projects and programmes as listed in Annexures 2.1 to 2.4 and 4.
- i. That individual projects with a total project cost in excess of R50 million (to give effect to Section 19(1)(b) and 19(2) of the MFMA and Regulation 13(1)(b) of the MBRR be approved.

### **3. Executive Summary**

#### **3.1. General**

Matters proposed for incorporation into the adjustments budget are listed below.

#### **3.2. Provision of basic services**

The budget amendments in this adjustments budget will have no detrimental impact on the provision of basic services.

#### **3.3. Adjustment highlights**

##### **3.3.1. Adjustments made to the operating budget**

Full details of proposed amendments to the 2022/23 operating budget are reflected in Annexure 1.1 to this report.

##### **3.3.2. Adjustments to the capital budget**

Details of amendments to the 2022/23 capital budget are outlined in Annexure 2.2 to 2.4 of this report.

Implementation progress achieved on the capital budget, when measured against planned year-to-date (YTD) expenditure, for the respective funding sources at the end of the mid-year period (December 2022), are:

<b>Funding Source R Thousand</b>	<b>YTD Budget</b>	<b>YTD Actual</b>	<b>Implementation progress</b>
Capital Replacement Reserve (CRR)	481 434	487 654	101.29%
Capital Grants & Donations (CGD)	841 794	697 816	82.90%
External Financing Fund (EFF)	1 054 969	951 150	90.16%
Revenue	14 082	28 575	202.91%
<b>All funding sources (Total Budget)</b>	<b>2 392 280</b>	<b>2 165 195</b>	<b>90.51%</b>

When measuring progress against the total current capital budget, the funding sources reflect the following:

<b>Funding Source</b> <b>R Thousand</b>	<b>Current Budget</b> <b>2022/23</b>	<b>YTD Actual</b>	<b>Implementation</b> <b>progress</b>
Capital Replacement Reserve (CRR)	1 464 252	487 654	33.30%
Capital Grants & Donations (CGD)	2 271 879	697 816	30.72%
External Financing Fund (EFF)	3 932 913	951 150	24.18%
Revenue	90 468	28 575	31.59%
<b>All funding sources (Total Budget)</b>	<b>7 759 512</b>	<b>2 165 195</b>	<b>27.90%</b>

Based on the aforementioned implementation rates, fund shifts in relation to the capital programme for 2022/23 are proposed as follows:

<b>Major Fund Source</b> <b>R Thousand</b>	<b>Original Budget</b>	<b>Proposed Budget</b>	<b>Increase/Decrease</b>
Capital Replacement Reserve (CRR)	2 271 879	2 295 172	23 293
Capital Grants & Donations (CGD)	1 464 252	1 365 959	-98 293
External Financing Fund (EFF)	3 932 913	3 983 002	50 089
Revenue	90 468	100 442	9 974
<b>TOTAL</b>	<b>7 759 512</b>	<b>7 744 575</b>	<b>-14 936</b>

The major increases and decreases in the 2022/23 financial year, as reflected above, are explained below.

### CGD amendments

- Expanded Public Works Programme (EPWP) Grant (national funding) decreases by R937 206 due a change in the grant conditions, where the following projects can no longer be funded from the grant and will be funded from EFF instead:
  - Computers & IT Equipment: Additional - R887 206; and
  - Furniture & Office Equipment: Additional - R50 000.
- Infrastructure Skills Development Grant (ISDG) (national funding) increases by R55 847 in line with approved committed 2021/22 conditional allocations.
- Restructuring Grant (unconditional grant) - accumulated interest decreased by R217 180 with a corresponding increase on Interest Other (unconditional grant) due to a change in the name of the unconditional grant fund.
- Informal Settlements Upgrading Partnership Grant (ISUPG) (national funding) increases by R18,1 million:
  - R 920 907 approved committed 2021/22 conditional allocations; and
  - R17,2 million increase with a corresponding decrease on the operating budget.

- Urban Settlements Development Grant (USDG) (national funding) increases by R5,9 million with a corresponding decrease on the operating budget.
- Private Sector funding (unconditional grants) decreases by R5,4 million as a result of applications for new - and upgraded service connections supplies, which is customer funded and demand driven and has been less than originally budgeted for.
- Library Services: Metro Library Grant (PT Library: Metro) (provincial funding) increases by R182 200 as a result of approved committed 2021/22 conditional allocations.
- National SETA Program Grant (State: Other) - Accumulated Interest (other - unconditional grant) decreases by R6 205 to rectify an error as project was incorrectly funded from two fund sources.
- Law Enforcement Advancement Programme (PGWC: LEAP) (provincial funding) increases by R4,3 million with a corresponding decrease on the operating budget.
- Provincial Government of Western Cape Rail Safety grant (PGWC Rail Safety) increased by R1,2 million, due to amendments on provincial funding in terms of Provincial Gazette Extraordinary, number 8699 of 21 December 2022, on the following projects:
  - Firearms & related Equipment: Additional – R308 000;
  - Radios: Additional – R330 000; and
  - EPIC Devices: Additional – R585 090.

## **CRR amendments**

- Community Services & Health Directorate  
A decrease of R2,1 million as a result of:
  - USDG application for unspent committed roll-over funding amounting to R2,1 million not being approved by NT.
  - Change of funding source from CRR to CGD due to the unspent committed roll-over approval of R3 799 received from WCG.
- Corporate Services Directorate  
An increase of R21.6 million in 2022/23, and a decrease of R21.3 million in 2023/24 is proposed as a result of the following:
  - CAR programme: Increase of R18,7 million in 2022/23 with a corresponding decrease in 2023/24 to align to the latest implementation schedule while staying within the total cost of the programme.
  - Infrastructure Skills Development Programme: A change in funding source from CRR to CGD due to the unspent committed roll-over approval of R55 847 received from NT.
  - FM Structural Rehabilitation: The initial planned start date of the project was April 2023, however, the contract (292Q/2021/22) is on track to be awarded sooner than anticipated, which means the project can be implemented earlier. Funding amounting to R2,7 million to be brought forward from 2023/24. An additional R300 000 will be added in 2022/23 from available CRR balances to align the project to latest implementation plans.

■ **Energy Directorate**

An increase of R37,6 million is proposed in 2022/23 on the following projects:

- System Equipment Replacement - R26,9 million: Additional funding is required as a result of higher than anticipated quotations received for overhead lines, an increase in theft and vandalism as well as equipment faults relating to age and load shedding.
- Equipment: Additional - R6 million: Additional funding is required for the procurement of test equipment for cable fault finding, which has been moved to the distribution areas.
- Vehicles: Additional - R4,8 million: Additional funding is required for the procurement of half ton panel vans in order to perform the low voltage (LV) cable fault function, which has been moved to the distribution areas.

■ **Finance Directorate**

An increase of R200 000 in 2022/23 is proposed to replace malfunctioning printers that are currently hindering productivity at the Cape Town Stadium.

■ **Human Settlements Directorate**

A decrease of R36,6 million is proposed in 2022/23 due to:

- USDG application for unspent committed roll-overs amounting to R13,4 million not being approved by NT.
- Change of funding source from CRR to CGD due to the ISUPG unspent committed roll-overs approval of R747 822 received NT.
- Reduction of R22,5 million on the following projects:

Project/Programme Description	2022/23 Decrease (Rand)	Reason
Plan & Detail Design: Housing Projects	-3 387 195	The project has been planned under the operating budget due to the nature of the work.
Langa Hostels CRU Project: Special Quarter	-50 000	The hostels transformation plan is on hold due to uncertainty regarding the approval of funding from national government. Alternate housing solutions are being investigated.
Langa Hostels CRU Project: New Flats	-50 000	The hostels transformation plan is on hold due to uncertainty regarding the approval of funding from national government. Alternate housing solutions are being investigated.
Langa Hostels CRU Project: Siyahlala	-50 000	The hostels transformation plan is on hold due to uncertainty regarding the approval of funding from national government. Alternate housing solutions are being investigated.
Farm 920 & Bloubos Rd Housing Construct	-1 080 500	Less budget required for consultant work in respect of planning and design than originally anticipated.
Atlantis GAP Sites Housing Project	-14 282 000	USDG funding approval has been obtained and project implementation to continue. Less budget required for consultant work in respect of planning and design than originally anticipated.
Nooiensfontein Housing Project	-56 634	Project was funded from USDG and CRR in error. The CRR funded portion of the project is reduced to zero.
Strandfontein Integrated Housing	-495 000	Less budget required for consultant work in respect of planning and design than originally anticipated.
Woodstock Hospital Park Housing Project	-1 000 000	The project has been planned under the operating budget due to the nature of the work.
Plan & Detail Design: Housing Projects	-2 000 000	The project has been planned under the operating budget due to the nature of the work.
<b>Total</b>	<b>-22 451 329</b>	

▪ Urban Mobility Directorate

A decrease of R110,3 million in 2022/23 is proposed due to:

- PTNG application for unspent committed roll-overs amounting to R25,6 million not being approved by NT.
- USDG application for unspent committed roll-overs amounting to R624 210 not being approved by NT.
- Congestion Relief programme reduces by R10 million on the following projects to accommodate the increase in diesel cost on the operating budget:
  - Road Construction: Saxdowns Road: Langverwacht to Van Riebeeck - R7,2 million. Project implementation delayed by property acquisition process.
  - Road Upgrade: Amandel Road: Bottelary River - Church - R2,8 million. A portion of the project has been rephased to the outer financial years as result of the process of creating and signing a Memorandum of Agreement after the Bid Adjudication Committee award, and the subsequent (new) process of creating a SAP Agreement prior to placing a purchase order that took approximately three months.
- During the draft 2022/23 budget process the City made interim bridge funding available to cover shortfalls over the 2022/23 MTREF with the Capital Replacement Reserve: IRT Ph2A funding being set aside from accumulated surpluses. This funding is now returned resulting in a reduction of R74,5 million on the following projects:
  - IRT Ph2A: Land & Property Acquisition: R68 million; and
  - IRT Ph2A: W4-Roadway-Govan Mbeki: R6,5 million

▪ Water & Sanitation Directorate

- A decrease of R1,2 million is proposed in 2022/23 due to USDG application for unspent committed roll-overs not being approved by NT.

▪ Capital ward allocation projects decreases by R7,4 million in 2022/23, and increases by R681 203 in 2023/24 due to:

- Rephasing of projects amounting to R681 203 from 2022/23 to 2023/24; and
- A decrease of R6,8 million on the capital budget in 2022/23 with a corresponding increase on the operating budget as supported by Subcouncils.

**EFF amendments**

The net increase in EFF across directorates amounts to **R50,1 million, R250,1 million and R2 069,2 million** in 2022/23, 2023/24 and 2024/25 respectively, as reflected in the table below.

Directorate	Increase/ Decrease 2022/23	Increase/ Decrease 2023/24	Increase/ Decrease 2024/25
<b>Rand</b>			
Community Services & Health	7 530 000	12 895 000	-6 795 000
Corporate Services	24 558 909	-7 631 459	33 167 436
Economic Growth	13 136 650	0	0
Energy	-55 896 341	-83 673 659	139 570 000
Finance	12 169 170	16 314 231	5 047 089
Future Planning & Resilience	-407 500	1 187 500	0
Human Settlements	5 659 538	-5 659 538	0
Office of the City Manager	-6 808 190	2 000 000	5 152 550
Safety & Security	34 884 498	7 573 708	0
Spatial Planning & Environment	14 325 308	11 081 035	-1 205 000
Urban Mobility	0	0	0
Urban Waste Management	937 206	0	0
Water & Sanitation	0	296 047 014	1 894 295 324
<b>Grand Total</b>	<b>50 089 248</b>	<b>250 133 832</b>	<b>2 069 232 399</b>

Reasons for amendments per directorate as reflected in the preceding table are listed below.

- Community Services & Health Directorate:

An increase of R7,5 million and R12,9 million in 2022/23 and 2023/24 respectively and a decrease of R6,8 million in 2024/25 is proposed due to:

- Additional funding of R6,6 million is required for the procurement of flatbed trucks with half steel canopies to transport lawn mowing teams as well as equipment across the City.
- Homeless Accommodation Upgrade & Extensions project brought forward to commence in 2022/23 financial year, resulting in an increase of R0,5 million and R7,5 million in 2022/23 and 2023/24 respectively and a decrease of R8 million in 2024/25.
- The projects shown in the table below were transferred from the Spatial Planning & Environment Directorate as asset ownership resides with the Community Services & Health Directorate, resulting in an increase of R0,4 million, R5,4 million and R1,2 million in 2022/23, 2023/24 and 2024/25 respectively:

Project description	2022/23 Increase (Rand)	2023/24 Increase (Rand)	2024/25 Increase (Rand)
Mnandi Beach Upgrade	-	1 025 000	225 000
Strandfontein Pavilion Refurbishment	-	2 270 000	680 000
False Bay Coastal Conservancies Upgrade	450 000	2 100 000	300 000
<b>Total</b>	<b>450 000</b>	<b>5 395 000</b>	<b>1 205 000</b>

▪ Corporate Services Directorate

An increase of R24.6 million in 2022/23, a decrease of R7,6 million in 2023/24 and an increase of R33,2 million in 2024/25 is proposed mainly due to:

- CAR programme: A review was done and the budget revised to align to the latest implementation programme while staying within the total cost of the programme over the MTREF resulting in an increase of R8,7 million in 2022/23, a decrease of R6 million and R2,6 million in 2023/24 and 2024/25 respectively.
- BIP programme: A review was done and the budget revised to align to the latest implementation programme while staying within the total cost of the programme over the MTREF resulting in a decrease of R26,6 million in 2022/23, an increase of R1,8 million and R24,8 million in 2023/24 and 2024/25 respectively .
- Fuel Management Devices: A decrease of R4 million in 2022/23 with a corresponding increase in 2023/24 as a result of the tender only being available and ready for implementation from January 2023 onwards.
- Facilities Upgrade Area 2 - Kuils River project: This project has been put on hold as it is to be included in a broader Kuils River Precinct Development project that aims to redevelop or upgrade multiple facilities within the Kuils River area. This resulted in reductions of R3,6 million in 2022/23 and R22,8 million in 2023/24 with a corresponding increase in 2022/23 on various facility management projects.
- Renovation of Sub Council 18: A decrease of R4,8 million in 2022/23 and an increase of the corresponding amount in 2024/25 as a result of the project being transferred to Facilities Management Department to implement. It should be noted that project implementation is delayed as the department does not have access to relevant procurement vehicles, which is expected to only be in place in 2024/25.
- Public Protection Response Radio Network Enhancement project: An increase of R864 692 in 2022/23, decrease of R7,1 million in 2023/24, and increase of R6,3 million in 2024/25 as the project has proceeded to detail design, which was provisionally approved pending an approved Environmental Impact Assessment (EIA) and site designs that are in the process of being completed. Once the site designs have been approved it will be presented to the Gate Review Committee for approval after which implementation will commence.
- Additional requests in 2022/23 are for:
  - OHS Medical- and IT Equipment - R250 000: Funds are required for medical equipment for the Occupational Health & Safety Department, which is not catered for in the current capital expenditure projects of the department.
  - Equipment: Additional - R 60 000: Funds are required to procure much needed equipment for the department.
  - Printers: Replacement - R1 million: Additional funds are required for replacement of aged and redundant printers within the Fleet Management Department.
  - Office Furniture: Replacement - R132 478: Replacement of office chairs and desks due to wear and tear.
  - Office Furniture: Additional - R650 000: Additional funding is required for the purchase of furniture for cash offices to improve customer experience.
  - IT Equipment: Replacement - R1,8 million: Funding for replacement of computers that have reached the end of its useful life.

- Fuel Storage and Capacity: Increases with R5 million in 2022/23 and R25 million in 2023/24 to procure fuel storage devices, so that the City can mitigate the risk of fuel security and supply, so as to ensure continuous service delivery.
- Load-shedding impact alleviation: Increases with R17 million in 2022/23 to install alternate energy supply at corporate facilities, which will mitigate any risks e.g. Cash/MVR offices not being able to provide services during higher levels of load shedding. Forty-five sites will benefit from this initiative.

▪ Economic Growth Directorate

Additional funding amounting to R13,1 million in 2022/23 is proposed for the following projects:

- Informal Trading Infrastructure Upgrades: R9,3 million
  - Green Point Market project - R6,7 million: Additional funding required for hard surfacing to create a conducive environment for the return of the historic Green Point Market.
  - Atlantis Business Hives - Building Works, Wet Services, Civil Works, and Electrical Works - R1,1 million: The available budget for this project is insufficient to complete the full scope of the project. Additional budget is required to ensure uninterrupted project implementation in 2022/23.
  - Upgrading the Uluntu Plaza Phase 3 Business Hives (Bloekombos Kraaifontein) - Building works, wet services, civil works, and electrical works - R1,5 million: The available budget for this project is insufficient to complete the full scope of the project. Additional budget is required to ensure uninterrupted project implementation in 2022/23.
- Bellville PTI/CBD New Built Demarcation Trading - R500 000: Additional funds are required for Charl Malan pavement widening.
- Upgrade CCTV Systems, Athlone Stadium - R1,4 million: The current CCTV does not sufficiently cover the areas required to be monitored as blind spots have been identified. Additional cameras are to be installed in order to make the facility a safe space for users. The CCTV request is compliance related and is critical as it is required in terms of the Stadium's SASREA certification requirements.
- Green Point Athletics Stadium - R2 million: Additional funding is required to equip the stadium with sufficient energy to host night athletics and other events without interruption. It will also ensure continuous and uninterrupted electrical power supply to the electrical grid and building control systems e.g. during load shedding and in compliance with the SASREA Act.



- Energy Directorate

A decrease of R55,9 million and R83,7 million in 2022/23 and 2023/24 respectively and an increase of R139,6 million in 2024/25 is proposed.

- Saving realised, non-responsive bid, tender unavailability, material- and equipment availability, and contractor capacity and resources on the following projects/programmes:

Project Description	2022/23 Increase/ Decrease (Rand)	2023/24 Increase/ Decrease (Rand)	2024/25 Increase/ Decrease (Rand)
Paardevelei Switching Station	-457 090	-	-
Transmission System Development	-924 767	924 767	-
Electricity Generation	-7 601 448	8 200 000	-
Ground Mounted PV	-47 425 000	-92 145 000	139 570 000
Renewable Energy	-11 781 621	8 183 384	-
Resource Data Management System	-1 200 000	-	-
Bellville South Main Substation Upgrade	3 763 797	-8 836 810	-
<b>Total</b>	<b>-65 626 129</b>	<b>-83 673 659</b>	<b>139 570 000</b>

- Additional allocations were made to the following projects by means of reprioritisation within the directorate:

Project Description	2022/23 Increase (Rand)	Motivation
MV System Infrastructure	3 365 750	The contractor has additional capacity and resources to take on more work. Projects planned for 2023/24 that are implementation ready have been brought forward to 2022/23. Project programme amended to take this into account in the 2023/24 draft budget process.
IT Equipment: Additional	2 012 637	Additional funding is required to enable the department to purchase Plexos energy modelling software to undertake modelling work in-house, which a consultant would otherwise undertake at a much higher cost.
Vehicles: Replacement	1 565 801	Additional funding is required to cater for contract price adjustment (CPA). These vehicles are required in order to ensure continued operations.
Energy Online Application System	2 785 600	Funding required to build the system in order to streamline the SSEG process by improving customer experience and service.
<b>Total</b>	<b>9 729 788</b>	

- Finance Directorate

Additional funding amounting to R12,2 million, R16,3 million and R5 million is proposed in 2022/23, 2023/24 and 2024/25 respectively for the following projects:

- IT Equipment: Additional - R75 000: Additional budget is required to purchase additional laptops for newly appointed staff members.
- System Enhancement Projects - R10 million: The Revenue Department in conjunction with the Information System & Technology Department is in the process of system enhancements to upgrade the debtors data models within SAP in order to increase the debt management and collection processes. Additional funding is required to ensure that planned deliverables are completed in 2022/23.

- Warehouse Equipment: Replacement: R813 379
    - Fuel pump - R130 539: The existing pump has experienced numerous breakdowns and has been repaired several times. An assessment done on 30 June 2022 pointed out that the pump is aging, outdated and needs to be replaced.
    - Forklift - R682 840: Manual handling of bulk goods poses a huge injury risk to employees. Heavy goods cannot be moved to proper storage locations, increasing the risk of damage due to exposure and possible theft. The forklift is required to complete the material handling operation to mitigate this risk, as well as improve overall efficiency in terms of time and manpower.
  - Computer Equipment: Replacement - R730 000: Funding is required to purchase replacement laptops for obsolete laptops that are malfunctioning and making it difficult for staff to carry out tasks.
  - Refurbishment of Stores - R33 536: Ndabeni Stores need to be refurbished in order for the store to be in a well working condition and to maintain health and safety conditions.
  - Computer Equipment: Additional - R248 055: Additional budget is required to procure computer equipment for fifteen newly appointed employees in the Supply Chain Management Department.
  - Website & e-Services Enhancement - R583 431 in 2023/24 and R5 million in 2024/25: Funding is required to implement an e-Services portal for users to submit objections online. Objections received via e-services will alleviate the need for additional staff, eliminate capturing errors as well as the need for office space and equipment.
  - Pitch: Replacement - R269 200 in 2022/23 and R15,7 million in 2023/24: The original implementation date of the project was in 2025/26. It has now been brought forward to be implemented during the period when no events are planned to be hosted at the Cape Town Stadium.
- Future Planning & Resilience Directorate
- A decrease of R407 500 and an increase of R1,2 million is proposed in 2022/23 and 2023/24 respectively, on the following projects:

Project Description	2022/23 Increase/ Decrease (Rand)	2023/24 Increase/ Decrease (Rand)	Reason
Furniture & Equipment: Additional	80 000		- Additional funding required for a camera lens, drones and audio visual equipment.
Wayleave System	-1 187 500	1 187 500	Funding to be rephased from 2022/23 to 2023/24 as some components requiring enhancement can only be completed once the system goes live.
Computer Equipment: Replacement	221 000		- Additional funding required to replace laptops which have become obsolete.
IT Equipment: Additional	400 000		- Additional funding required to procure laptops, printers and Adobe licences for newly appointed staff.
Furniture & Equipment: Additional	79 000		- Additional funds are required for the procurement of furniture for newly appointed staff.
<b>Total</b>	<b>-407 500</b>	<b>1 187 500</b>	

▪ Human settlements Directorate

An increase of R5,7 million in 2022/23 with a corresponding decrease in 2023/24 is proposed due to amendments on the following projects:

Project Description	2022/23 Increase/Decrease (Rand)	Reason
Furniture & Fittings : Additional	741 000	Funding is required for the purchase of additional furniture and office equipment.
Major Upgrading of Depots	3 918 537	Additional budget is required to perform urgent upgrades at depots.
Asset Upgrade - Routine Programme - North	-373 385	Tender 109C/2020/21 (Professional Services term tender required for project implementation) is delayed until approximately March 2023 as per legal opinion received. The budget is now at risk and is thus reduced accordingly.
Asset Upgrade - Routine Programme - South	397 129	Additional funding is urgently required to enable critical walkways to be replaced. This project will appoint the required professional service provider from tender 41C/2017/18. Tender 11Q/2021/22 will be utilised to implement the construction. The contractor has confirmed that there is sufficient capacity to complete the work in 2022/23.
Asset Upgrade - Routine Programme - East	976 257	Additional budget is required for the asbestos roof and replacement of existing windows and doors in Area East as the recent estimate is higher than what was originally anticipated. Tender 212Q/2020/21 will be utilised to implement the project and the revised costs are within the contract rates and scope.
<b>Total</b>	<b>5 659 538</b>	

Project Description	2023/24 Decrease (Rand)	Reason
Asset Upgrade - Routine Programme - North	-526 599	Budget reduced as the scope of work requires that portions of these projects be implemented under the operating repairs and maintenance programme. This amendment will not affect the planned work as sufficient budget will be made available within the operating programme.
Asset Upgrade - Routine Programme - South	-3 091 593	
Asset Upgrade - Routine Programme - East	-2 041 346	
<b>Total</b>	<b>-5 659 538</b>	

▪ Office of the City Manager Directorate

A decrease of R6,8 million in 2022/23 and an increase of R2 million and R5,2 million is proposed in 2023/24 and 2024/25 respectively on the following projects:

- Policing Service Programme Courts - A decrease of R7,2 million and an increase of R2 million and R5,2 million in 2023/24 and 2024/25 respectively: The detailed design is taking longer than anticipated as a result of capacity constraints within the department. Therefore the construction phase will be rephased to 2023/24 with anticipated completion in 2024/25.
- Computer & IT Equipment: Additional - R72 360: Funds are required to procure computers for newly appointed staff.

- Furniture: Additional - R72 000: Funds are required to procure additional furniture.
- Computers: Replacement - R200 000: Funds are required for the replacement of old laptops and desktops based on an assessment completed by the Information Systems & Technology Department.
- Safety & Security Directorate

An increase of **R34,9 million in 2022/23** and R7,6 million in 2023/24 on the following projects:

  - Radios: Replacement - R18,7 million: All Motorola 850S models are currently outdated and needs replacement.
  - CCTV Equipment: Additional - R2 million: Additional funding is required to complete the roll out of the CCTV installations within wards. The ward allocation budgets were rolled over from the previous financial year as a result of delays in the finalisation of the CCTV tender. The tender was finalised in the current financial year with the contract price adjustment resulting in higher costs for the items to be procured. The department needs to co-fund the ward allocation funding shortfall in order to complete the ward projects.
  - CCTV Equipment: Replacement - R960 000: The current CCTV system at the Bellville building is not functioning. There have been several break-ins at the building due to its location. The facility is considered a vulnerable facility within Fire Services and an upgrade to the CCTV system is essential.
  - Property Improvement City Wide - R2 million: Additional funding is required for the pit area refurbishment in the uniform stores at Gallows Hill in order to comply with Health and Safety standards.
  - Radios: Additional - R3,8 million: Radios are required for the additional Facility Protection Officers for the Facility Protection project.
  - Online Volunteer Application System - R473 289: Additional funds are required after the price refresh on tender 056S/2020/21, which resulted in higher rates for the resources required on the project.
  - Maitland Vehicle Impound - R2 million: Additional funding is required as a result of the contract price adjustments on tender 344Q/2018/19 as well as the bill of quantities that came in higher than originally estimated.
  - Firearms - Law Enforcement: Additional - R2 million: Additional funding is required for procurement of shotguns for the Facility Protection Project expansion through the EPWP programme.
  - Radios - Civilian Oversight: Additional - R30 000: Additional budget is required for the procurement of radios for senior managers who will be appointed in this financial year.
  - Furniture & Equipment - Civilian Oversight: Additional - R60 000: Additional funding is required due to organisational structure changes resulting in more staff being employed in the department.
  - IT Equipment - Civilian Oversight: Replacement - R80 000: Additional funding is required to replace the multi-function printer as the printer is faulty.
  - Furniture & Equipment - Civilian Oversight: Replacement - R16 000: Additional funding is required to replace condemned chairs.

- Disaster Management Centre Additions/Alterations - R3,4 million: Additional funding is required for the procurement of UPS devices and generators to ensure business continuity when load shedding occurs.
  - Events Support Online Application System - R2,8 million: Additional funding is required to complete the Events Support and Management System (ESMS). The additional amount is required as a result of delays with the professional services tender, which led to a three month pause on the project. Additionally, the scarcity of developer skills in the market contributed to the extended timelines and increased cost. The delay in obtaining these skills significantly delayed the project. Consequently, the cost of the relevant skills also increased over time.
  - Equipment: Additional - R200 000: Additional funding is required for the Events Department to procure UPS devices to ensure business continuity during load shedding.
  - EPIC 2.1: Contravention System - R2,5 million: Additional funding is required due to the price refresh on tender 056S/2020/21 resulting in higher rates for the resources required on the project. The additional request is to ensure that the EPIC 2 project continues as is with the current staff contingency.
  - EPIC1.1: Computer Aided Dispatch System - R1,5 million: Additional funding is required due to the price refresh on tender 056S/2020/21 resulting in higher rates for the resources required on the project. The additional request is to ensure that the EPIC 1.1 project continues as is with the current staff contingency.
  - Dashboard Cameras: Additional – A decrease of R7,6 million in 2022/23 with a corresponding increase of R7,6 million in 2023/24: Rephasing proposed as tender will only be awarded in January 2023, and not all stock can be delivered in the current financial year resulting in funds being shifted to other priority projects.
  - EPIC Devices: Additional – A decrease of R220 224 due to not all positions being filled within the directorate and devices procured can be utilised for the Public Transport Interchange project.
- Spatial Planning & Environment Directorate
- An increase of R14,3 million and R11,1 million in 2022/23 and 2023/24 respectively and a decrease of R1,2 million in 2024/25.
- The following additional requests of R14,3 million in 2022/23 is mainly attributable to the following projects:
    - Muizenberg Beach Front Upgrade - R650 000: Following the public participation comments period, scope variations were implemented to accommodate comments received. Additional services are now required i.e. Transport Impact Statement (TIS), Heritage Impact Assessment (HIA) and the appointment of skate park specialist designers.
    - Smart Living Education Centre Security upgrade - R120 000: New project to harden security at the Smart Living Education Centre.
    - Environmental Law Enforce Vehicles: Additional - R900 000: New project to provide resources to the Marine & Environmental Law Enforcement Unit.
    - Environmental Law Enforce Equipment: Additional - R150 000: New project to provide resources to the Marine & Environmental Law Enforcement Unit.

- E-systems enhancements - R10,8 million: Funding required to ensure finalisation of the DAMS2 project. Four of seven project initiation documents (PIDs) approved by the IS&T Department could not be implemented separately as they are required to be integrated in order to deliver a completed product. However, due to technical issues and the realisation of the level of complexity involved with the integration and the generic case frame works, it was discovered that the project challenges were greater than originally estimated and therefore resulting in the unforeseen initial cost underestimation.
- Computer Equipment & Software: Additional - R200 000: Additional funding required to accommodate new software requests across the directorate.
- Computer Equipment & Software: Replacement - R148 909: Additional funds are required to replace obsolete printers within the directorate.
- Joe Slovo Park Fencing Phase 2 - R1 million: Additional funds are required for implementation to ensure enclosure of the entire park.
- Weed Harvester for Rietvlei - R17 million in 2023/24: Funds are required for the procurement of weed harvester to open up waterways to allow for better water quality over time and improved ecosystems.
- The following projects were transferred to Community Services & Health Directorate where asset ownership resides:

Project description	2022/23 Decrease (Rand)	2023/24 Decrease (Rand)	2024/25 Decrease (Rand)
Mnandi Beach Upgrade	0	-1 025 000	-225 000
Strandfontein Pavilion Refurbishment	0	-2 270 000	-680 000
False Bay Coastal Conservancies Upgrade	-450 000	-2 100 000	-300 000
<b>Total</b>	<b>-450 000</b>	<b>-5 395 000</b>	<b>-1 205 000</b>

○ Rephasing and bringing forward the following projects:

Project Description	2022/23 Increase/ Decrease (Rand)	2023/24 Increase/ Decrease (Rand)	Reason
Acquisition of Land	-2 000 000	2 000 000	Delays experienced in concluding property valuations. Unable to commence with negotiations until valuations are confirmed. As the purchase of land is conducted on a willing seller - willing buyer basis, funds need to be rephased to 2023/24 to allow sufficient time to negotiate with the sellers and conclude the sales in 2023/24.
Local Environment and Heritage Projects	-493 000	493 000	Tender 163Q/2022/23 was advertised later than anticipated resulting in revision of the work programme.
Nature Reserve Visitor Education Centres	281 515	-281 515	The net shift of the below projects resulted in an increase in 2022/23 with a corresponding decrease in 2023/24. 1. Bracken Visitor Education Centre - R668 911: Rephased to 2023/24 as the procurement process is anticipated to be completed in June 2023. Construction to commence in 2023/24. 2. Zandvlei Visitor Education Centre - R950 426: The indicative cost estimate for the current design proposal is significantly higher than anticipated and additional funds are required to cater for this.
Coastal Structures: Rehabilitation	-4 226 807	4 226 807	1. Fisherman's lane/Strandfontein Boardwalk: Site handed over to contractor on 25 October 2022 after a two month delay. R3 257 569 rephased to 2023/24 due to revised work programme. 2. Seaforth Beach Precinct Upgrade: Contractor to commence with site establishment on 1 February 2023. R969 238 rephased to 2023/24 due to revised construction programme.
Table View Beachfront Upgrade	2 892 915	-2 892 915	Funds to be brought forward from 2023/24 in order to accelerate dune rehabilitation works.
Glencairn Rail Revetment	-377 128	377 128	Project programme revised to commence in March 2023. Dune rehabilitation more feasible to commence after the December - February period. Climatic conditions not suitable for dune rehabilitation in the South-Easter season. Detail design to be completed by December 2022. Funding to be rephased to 2023/24 due to revised programme.
Strand Sea Wall Upgrade	1 700 000	-1 700 000	To be rephased to 2022/23 to cater for additional field work required by the professional service provider.
Small Bay Sea Wall Upgrade	2 468 761	-2 468 761	Project brought forward from 2023/24 to align to revised construction schedule while staying within the total project cost.
Upgrading Sea Point Promenade Ph2	-10 221 314	10 221 314	To be rephased to 2023/24 as procurement processes are only anticipated to be completed in April 2023.
Coastal Signage	-340 977	340 977	This project is lagging behind due to poor contractor performance. Project rephased to 2023/24 due to the delay caused by contractor.
Fleur Park Dune Rehabilitation	8 655 000	-8 655 000	Project programme revised for implementation from March 2023. Project brought forward from 2023/24 to 2022/23 in order to commence with implementation earlier than initially planned.
Fish Hoek Dunes Rehabilitation	6 185 000	-6 185 000	Project programme revised for implementation from March 2023. Project brought forward from 2023/24 to 2022/23 in order to commence with implementation earlier than initially planned.
Informal Trade & Assoc Infra Upgr Site B	-400 000	400 000	Due to delays in finalising the professional services tender number 135C/2021/22, the planned detailed design phase was delayed in 2022/23. This shifted the project timeline to 2023/24 requiring it to be rephased to 2023/24.
Informal Trade & Assoc Infra Upgr Site C	-1 700 000	1 700 000	Project currently at conceptual design phase, which will be implemented via the department's operating budget. Current budget to be rephased to 2023/24 in order to cater for the detailed design phase.
Kuyasa MPC Alterations & additions	-2 600 000	2 600 000	Due to delays in finalising the professional services tender number 135C/2021/22, the planned detailed design phase was delayed in 2022/23. This shifted the project timeline to 2023/24 requiring it to be rephased to 2023/24.
Local Area Priority Initiatives [LAPIs]	700 000	-700 000	Project brought forward from 2023/24 in order to ensure that the budget aligns with the revised project programme for the Bonteheuwel/Bishop Lavis LAPi.
<b>Total</b>	<b>523 965</b>	<b>-523 965</b>	

- **Urban Waste Management Directorate**

An increase of R937 206 is proposed for 2022/23 due to a change in fund source from CGD to EFF as IT equipment (R887 206) and Furniture & Office Equipment (R50 000) can no longer be funded from the EPWP grant as per the latest grant conditions.

- **Water & Sanitation Directorate**

A review of implementation-readiness and assessment of the current procurement status of capital projects was undertaken as well as prioritising mayoral priority programmes, which resulted in an increase of R250 million and R1,9 billion in 2023/24 and 2024/25 respectively while staying within the affordability parameters.

## **Revenue amendments**

A net increase of R10,3 million in 2022/23 is proposed across the following directorates:

- **Energy Directorate**

An increase of R10 million on ES Contingency Provision for insurance claims due to the increase in vandalism, theft, equipment faults and fires in 2022/23.

- **Finance Directorate**

An increase of R135 000 on the Aerial Photography project to cover the costs of photographing an additional 100 square kilometres, which was vacant when the original budget was determined. Houses have since been built on the land requiring extension of the original square kilometres.

- **Future Planning & Resilience Directorate**

A decrease of R200 000 on FPR Contingency Provision for insurance claims to be utilised as and when an insurance claim is settled.

- **Human Settlements Directorate**

A decrease of R9 983 on Furniture & Fittings Replacement project due to the latest cost estimates for the insurance claim being less than the original insurance settlement.

- **Office of the City Manager Directorate**

An increase of R49 324 on the OCM Contingency Provision for insurance due to an increase in theft.



#### 4. Adjustments Budget Tables – City of Cape Town

The ten primary budget tables, as required in terms of Part 4 of the Municipal Budget and Reporting Regulations (MBRR), are presented on page 28 to page 43.

These tables reflect the City's 2022/23 adjustments budget and MTREF to be approved by Council. Each table is accompanied by explanatory notes.

**Table 1: MBRR Table B1 – Adjustments Budget Summary**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Financial Performance</b>											
Property rates	11 519 486	11 519 486	–	–	–	–	–	–	11 519 486	12 132 471	12 858 482
Service charges	24 565 228	24 565 228	–	–	–	–	61 497	61 497	24 626 725	27 402 801	30 433 505
Investment revenue	1 118 566	1 118 566	–	–	–	–	144 695	144 695	1 263 260	1 119 454	970 357
Transfers recognised - operational	6 260 172	6 260 172	–	–	–	19 777	29 810	49 587	6 309 759	6 454 997	6 693 166
Other own revenue	9 822 523	9 822 523	–	–	–	–	268 509	268 509	10 091 031	9 972 203	10 335 040
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>53 285 975</b>	<b>53 285 975</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>19 777</b>	<b>504 511</b>	<b>524 288</b>	<b>53 810 263</b>	<b>57 081 926</b>	<b>61 290 550</b>
Employee costs	17 322 936	17 323 433	–	–	–	–	(31 539)	(31 539)	17 291 894	18 233 838	19 284 577
Remuneration of councillors	176 133	176 133	–	–	–	–	4 987	4 987	181 120	184 204	192 463
Depreciation & asset impairment	3 208 222	3 208 221	–	–	–	–	61 881	61 881	3 270 102	3 419 174	3 690 730
Finance charges	862 999	862 999	–	–	–	–	(111 384)	(111 384)	751 615	1 067 515	1 540 707
Inventory consumed and bulk purchases	17 565 690	17 564 743	–	–	–	–	349 928	349 928	17 914 671	19 809 450	22 173 739
Transfers and grants	391 480	391 480	–	–	–	–	33 847	33 847	425 327	361 696	326 291
Other expenditure	14 269 591	14 270 037	–	–	–	19 777	363 641	383 418	14 653 455	14 720 326	14 901 343
<b>Total Expenditure</b>	<b>53 797 051</b>	<b>53 797 046</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>19 777</b>	<b>671 362</b>	<b>691 139</b>	<b>54 488 185</b>	<b>57 796 204</b>	<b>62 109 851</b>
<b>Surplus/(Deficit)</b>	<b>(511 076)</b>	<b>(511 072)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(166 851)</b>	<b>(166 851)</b>	<b>(677 922)</b>	<b>(714 278)</b>	<b>(819 301)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2 171 013	2 171 013	–	–	–	1 223	27 281	28 504	2 199 517	2 548 125	3 443 150
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	100 854	100 866	–	–	–	–	(5 212)	(5 212)	95 654	95 375	108 247
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>1 760 790</b>	<b>1 760 808</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(144 781)</b>	<b>(143 558)</b>	<b>1 617 250</b>	<b>1 929 221</b>	<b>2 732 096</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>1 760 790</b>	<b>1 760 808</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(144 781)</b>	<b>(143 558)</b>	<b>1 617 250</b>	<b>1 929 221</b>	<b>2 732 096</b>
<b>Capital expenditure &amp; funds sources</b>											
<b>Capital expenditure</b>	<b>7 507 319</b>	<b>7 759 512</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(16 160)</b>	<b>(14 936)</b>	<b>7 744 575</b>	<b>11 203 690</b>	<b>14 747 903</b>
Transfers recognised - capital	2 271 867	2 271 879	–	–	–	1 223	22 069	23 293	2 295 172	2 643 500	3 551 397
Borrowing	2 000 000	2 000 000	–	–	–	–	–	–	2 000 000	6 500 000	7 500 000
Internally generated funds	3 235 452	3 487 632	–	–	–	–	(38 229)	(38 229)	3 449 403	2 060 190	3 696 506
<b>Total sources of capital funds</b>	<b>7 507 319</b>	<b>7 759 512</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(16 160)</b>	<b>(14 936)</b>	<b>7 744 575</b>	<b>11 203 690</b>	<b>14 747 903</b>
<b>Financial position</b>											
Total current assets	14 594 517	17 494 285	–	–	–	–	49 768	49 768	17 544 053	19 079 861	19 760 858
Total non current assets	68 257 103	67 509 296	–	–	–	–	(521 952)	(521 952)	66 987 344	73 843 442	83 041 264
Total current liabilities	10 307 659	12 459 620	–	–	–	–	(1 112 374)	(1 112 374)	11 347 246	13 688 438	14 141 443
Total non current liabilities	14 437 050	14 437 050	–	–	–	–	(773 134)	(773 134)	13 663 916	17 785 408	24 479 126
<b>Community wealth/Equity</b>	<b>58 106 906</b>	<b>58 106 912</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>1 412 101</b>	<b>1 413 324</b>	<b>59 520 235</b>	<b>61 449 457</b>	<b>64 181 554</b>
<b>Cash flows</b>											
Net cash from (used) operating	5 106 527	5 106 539	–	–	–	–	429 556	429 556	5 536 095	5 905 964	6 816 987
Net cash from (used) investing	(6 818 047)	(7 070 239)	–	–	–	–	19 433	19 433	(7 050 807)	(10 236 125)	(12 828 888)
Net cash from (used) financing	589 849	589 849	–	–	–	–	83 542	83 542	673 391	4 849 300	4 615 814
<b>Cash/cash equivalents at the year end</b>	<b>6 021 524</b>	<b>6 921 291</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>532 530</b>	<b>532 530</b>	<b>7 453 822</b>	<b>7 972 961</b>	<b>6 576 874</b>
<b>Cash backing/surplus reconciliation</b>											
Cash and investments available	13 896 413	15 796 180	–	–	–	–	532 530	532 530	16 328 711	16 847 850	15 451 763
Application of cash and investments	8 069 600	10 121 725	–	–	–	–	(382 946)	(382 946)	9 738 779	9 192 094	8 862 535
<b>Balance - surplus (shortfall)</b>	<b>5 826 813</b>	<b>5 674 456</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>915 476</b>	<b>915 476</b>	<b>6 589 932</b>	<b>7 655 755</b>	<b>6 589 228</b>
<b>Asset Management</b>											
Asset register summary (WDV)	61 381 729	61 633 922	–	–	–	–	(540 724)	(540 724)	61 093 198	68 877 713	79 934 886
Depreciation	3 208 222	3 208 222	–	–	–	–	61 881	61 881	3 270 102	3 419 174	3 690 730
Renewal and Upgrading of Existing Assets	3 873 777	3 980 356	–	–	–	–	62 957	62 957	4 043 314	6 503 250	7 146 303
Repairs and Maintenance	4 760 227	4 760 227	–	–	–	–	215 346	215 346	4 975 574	5 137 218	5 300 505
<b>Free services</b>											
Cost of Free Basic Services provided	2 136 016	2 136 016	–	–	–	–	(9 074)	(9 074)	2 126 941	2 230 109	2 354 185
Revenue cost of free services provided	1 873 408	1 873 408	–	–	–	–	–	–	1 873 408	2 009 487	2 178 287
<b>Households below minimum service level</b>											
Water:	–	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	–	–	–	–	–	–	–	–	–	–	–
Energy:	24 630	24 630	–	–	–	–	(224)	(224)	24 406	22 906	21 406
Refuse:	–	–	–	–	–	–	–	–	–	–	–

## **Explanatory notes to MBRR Table B1 – Adjustments Budget Summary**

1. Table B1 represents a high-level summation of the City's budget, providing a view that includes all major components, i.e. operating, capital, financial position, cash flow and MFMA funding compliance.
2. In essence it provides a synopsis of the amounts to be approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, and the City's commitment to eliminate basic service delivery backlogs.
3. The MFMA, through Section 18, requires that a budget be funded from realistically anticipated revenue to be collected and cash-backed accumulated funds from previous years, not committed for other purposes.

To test whether the City's budget is funded it is required to collectively assess the financial performance, capital budget, financial position and cash flow budgets. The City's key outcomes in this regard are as:

- a. The City's Financial Performance section of the prescribed pro forma Table B1 shows a surplus position for the 2022/23 MTREF.
  - b. The cash flow budget outcome shows that budget is funded from uncommitted, previous years' surpluses.
  - c. The capital budget is funded from the following sources:
    - i. Transfers recognised - capital and public contributions & donations, which are shown on the financial performance budget;
    - ii. Borrowing, which is shown in the cash flow budget as part of the net cash from financing activities; and
    - iii. Internally generated funds financed from previous years' accumulated surpluses, previous years' contributions to CRR and Development Charges already collected. The affordability and sustainability of these funds are confirmed by the positive cash flow outcome over the 2022/23 MTREF.
  - d. The City's cash backing/surplus reconciliation over the 2022/23 MTREF shows a positive outcome, which is an indication that the City's budget is funded and that the City will be able to afford its commitments over the next three years.
- 
4. Free Services: The decrease in the Cost of Free Basic Services relates to refuse removal services and is the net result of a lower than originally budgeted provision required for waste haulage from informal settlements to landfill sites, and an increase in the number of people on formal properties that have applied for indigent relief.

**Table 2: MBRR Table B2 – Adjustments Budget Financial Performance (standard classification)**

Standard Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Revenue - Functional</b>											
<b>Governance and administration</b>	<b>17 786 194</b>	<b>17 786 206</b>	–	–	–	585	147 153	147 738	17 933 944	18 558 671	19 300 695
Executive and council	1 372	1 372	–	–	–	–	(1 034)	(1 034)	338	1 387	1 403
Finance and administration	17 784 818	17 784 830	–	–	–	585	148 187	148 772	17 933 602	18 557 281	19 299 289
Internal audit	3	3	–	–	–	–	0	0	3	3	4
<b>Community and public safety</b>	<b>4 000 007</b>	<b>4 000 007</b>	–	–	–	638	181 074	181 712	4 181 719	3 989 222	4 167 947
Community and social services	104 197	104 197	–	–	–	–	15 845	15 845	120 042	130 149	103 968
Sport and recreation	66 919	66 919	–	–	–	–	(5 346)	(5 346)	61 572	84 884	77 388
Public safety	1 706 432	1 706 432	–	–	–	638	109 007	109 645	1 816 077	1 666 374	1 691 835
Housing	1 623 592	1 623 592	–	–	–	–	74 684	74 684	1 698 276	1 580 080	1 747 128
Health	498 867	498 867	–	–	–	–	(13 116)	(13 116)	485 752	527 736	547 630
<b>Economic and environmental services</b>	<b>2 307 254</b>	<b>2 307 254</b>	–	–	–	19 777	33 510	53 287	2 360 541	2 590 644	3 446 614
Planning and development	552 759	552 759	–	–	–	–	(2 388)	(2 388)	550 371	564 205	527 969
Road transport	1 709 236	1 709 236	–	–	–	19 777	34 914	54 690	1 763 926	2 005 265	2 906 510
Environmental protection	45 259	45 259	–	–	–	–	984	984	46 244	21 173	12 135
<b>Trading services</b>	<b>31 459 089</b>	<b>31 459 089</b>	–	–	–	–	164 844	164 844	31 623 933	34 581 358	37 920 917
Energy sources	17 775 482	17 775 482	–	–	–	–	(5 422)	(5 422)	17 770 060	20 149 046	22 477 817
Water management	8 510 472	8 510 472	–	–	–	–	140 690	140 690	8 651 163	8 974 011	9 648 093
Waste water management	3 177 244	3 177 244	–	–	–	–	58 431	58 431	3 235 674	3 297 061	3 549 165
Waste management	1 995 890	1 995 890	–	–	–	–	(28 855)	(28 855)	1 967 036	2 161 239	2 245 842
<b>Other</b>	<b>5 298</b>	<b>5 298</b>	–	–	–	–	(0)	(0)	5 298	5 531	5 774
<b>Total Revenue - Functional</b>	<b>55 557 841</b>	<b>55 557 854</b>	–	–	–	21 000	526 581	547 581	56 105 434	59 725 425	64 841 947
<b>Expenditure - Functional</b>											
<b>Governance and administration</b>	<b>2 963 104</b>	<b>2 959 057</b>	–	–	–	–	523 272	523 272	3 482 329	3 213 113	3 546 410
Executive and council	173 918	173 998	–	–	–	–	(21 925)	(21 925)	152 073	198 424	223 588
Finance and administration	2 786 198	2 782 072	–	–	–	–	545 107	545 107	3 327 179	3 008 429	3 312 774
Internal audit	2 988	2 988	–	–	–	–	90	90	3 078	6 259	10 048
<b>Community and public safety</b>	<b>13 136 483</b>	<b>13 138 624</b>	–	–	–	–	185 948	185 948	13 324 572	13 818 358	14 354 138
Community and social services	1 899 826	1 901 326	–	–	–	–	(16 972)	(16 972)	1 884 354	1 966 799	2 039 525
Sport and recreation	1 991 079	1 991 079	–	–	–	–	27 031	27 031	2 018 110	2 048 124	2 097 631
Public safety	5 246 351	5 244 311	–	–	–	–	174 282	174 282	5 418 594	5 607 865	5 809 896
Housing	2 189 567	2 190 716	–	–	–	–	44 004	44 004	2 234 720	2 268 759	2 397 912
Health	1 809 659	1 811 191	–	–	–	–	(42 396)	(42 396)	1 768 795	1 926 812	2 009 174
<b>Economic and environmental services</b>	<b>6 492 526</b>	<b>6 493 482</b>	–	–	–	19 777	171 241	191 018	6 684 500	6 627 835	6 863 032
Planning and development	1 738 251	1 738 217	–	–	–	–	20 513	20 513	1 758 730	1 768 818	1 849 486
Road transport	4 431 267	4 432 257	–	–	–	19 777	145 131	164 908	4 597 166	4 546 904	4 693 484
Environmental protection	323 008	323 008	–	–	–	–	5 596	5 596	328 605	312 113	320 062
<b>Trading services</b>	<b>31 016 671</b>	<b>31 017 621</b>	–	–	–	–	(215 083)	(215 083)	30 802 539	33 945 818	37 152 250
Energy sources	17 360 287	17 360 287	–	–	–	–	(167 514)	(167 514)	17 192 773	19 756 403	22 222 932
Water management	7 480 308	7 480 409	–	–	–	–	113 004	113 004	7 593 412	8 130 664	8 566 810
Waste water management	4 153 482	4 154 331	–	–	–	–	38 600	38 600	4 192 930	3 927 379	4 239 903
Waste management	2 022 595	2 022 595	–	–	–	–	(199 172)	(199 172)	1 823 423	2 131 372	2 122 605
<b>Other</b>	<b>188 261</b>	<b>188 261</b>	–	–	–	–	5 983	5 983	194 245	191 080	194 020
<b>Total Expenditure - Functional</b>	<b>53 797 046</b>	<b>53 797 046</b>	–	–	–	19 777	671 362	691 139	54 488 185	57 796 203	62 109 851
<b>Surplus/ (Deficit) for the year</b>	<b>1 760 795</b>	<b>1 760 808</b>	–	–	–	1 223	(144 781)	(143 558)	1 617 250	1 929 222	2 732 096

## **Explanatory notes to MBRR Table B2 – Adjustments Budget Financial Performance (Standard classification)**

1. Table B2 is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification, which divides the municipal services into 5 functional areas and 15 sub functional areas.
2. This table shows that the revenue for Trading services (excluding Waste Management and Waste Water Management) exceeds its expenditure (it excludes Internal Charges). The deficit in Waste Management is absorbed within Rates Revenue while the deficit on Waste Water Management is absorbed within Water Management.
3. Other functions within Rates show deficits when comparing revenue and expenditure, which is financed from Rates Revenue.

**Table 3: MBRR Table B3 – Adjustments Budget Financial Performance (revenue and expenditure by municipal vote)**

Vote Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Revenue by Vote</b>											
Vote 1 - Community Services & Health	1 033 395	1 033 395	–	–	–	–	(22 555)	(22 555)	1 010 840	1 101 426	1 085 264
Vote 2 - Corporate Services	70 516	70 529	–	–	–	–	(232)	(232)	70 297	72 624	76 790
Vote 3 - Economic Growth	244 442	244 442	–	–	–	–	(6 715)	(6 715)	237 727	226 003	233 979
Vote 4 - Energy	17 626 588	17 626 588	–	–	–	–	(5 423)	(5 423)	17 621 165	19 986 831	22 300 995
Vote 5 - Finance	17 075 935	17 075 935	–	–	–	–	150 235	150 235	17 226 170	17 803 525	18 615 088
Vote 6 - Future Planning & Resilience	61 921	61 921	–	–	–	–	2 996	2 996	64 917	63 577	70 035
Vote 7 - Human Settlements	1 623 584	1 623 584	–	–	–	–	74 258	74 258	1 697 842	1 580 071	1 747 119
Vote 8 - Office of the City Manager	824	824	–	–	–	–	–	–	824	861	898
Vote 9 - Safety & Security	1 763 850	1 763 850	–	–	–	1 223	118 580	119 803	1 883 653	1 726 318	1 754 417
Vote 10 - Spatial Planning & Environment	557 370	557 370	–	–	–	–	(1 034)	(1 034)	556 336	575 557	532 479
Vote 11 - Urban Mobility	1 756 273	1 756 273	–	–	–	19 777	53 325	73 102	1 829 376	2 085 066	2 924 425
Vote 12 - Urban Waste Management	2 022 324	2 022 324	–	–	–	–	(23 813)	(23 813)	1 998 511	2 183 640	2 268 349
Vote 13 - Water & Sanitation	11 720 819	11 720 819	–	–	–	–	186 958	186 958	11 907 776	12 319 927	13 232 110
<b>Total Revenue by Vote</b>	<b>55 557 841</b>	<b>55 557 854</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>21 000</b>	<b>526 581</b>	<b>547 581</b>	<b>56 105 434</b>	<b>59 725 425</b>	<b>64 841 947</b>
<b>Expenditure by Vote</b>											
Vote 1 - Community Services & Health	4 435 579	4 435 579	–	–	–	–	(46 926)	(46 926)	4 388 653	4 635 941	4 841 841
Vote 2 - Corporate Services	3 399 970	3 399 970	–	–	–	–	(177 511)	(177 511)	3 222 459	3 812 700	3 959 822
Vote 3 - Economic Growth	634 148	634 148	–	–	–	–	4 936	4 936	639 084	637 735	654 410
Vote 4 - Energy	15 266 437	15 266 437	–	–	–	–	46 603	46 603	15 313 040	17 397 447	19 594 675
Vote 5 - Finance	3 295 289	3 295 289	–	–	–	–	189 313	189 313	3 484 602	3 527 736	4 037 830
Vote 6 - Future Planning & Resilience	490 696	490 696	–	–	–	–	(20 674)	(20 674)	470 022	507 377	534 016
Vote 7 - Human Settlements	1 545 840	1 545 840	–	–	–	–	52 286	52 286	1 598 126	1 603 084	1 695 637
Vote 8 - Office of the City Manager	472 208	472 208	–	–	–	–	(24 445)	(24 445)	447 763	474 620	492 619
Vote 9 - Safety & Security	5 166 367	5 166 367	–	–	–	–	218 785	218 785	5 385 152	5 542 705	5 797 925
Vote 10 - Spatial Planning & Environment	1 351 630	1 351 630	–	–	–	–	4 298	4 298	1 355 928	1 391 464	1 455 120
Vote 11 - Urban Mobility	3 848 458	3 848 458	–	–	–	19 777	173 855	193 632	4 042 090	3 941 056	4 062 313
Vote 12 - Urban Waste Management	3 340 398	3 340 398	–	–	–	–	17 468	17 468	3 357 866	3 427 840	3 466 636
Vote 13 - Water & Sanitation	10 550 026	10 550 026	–	–	–	–	233 374	233 374	10 783 400	10 896 499	11 517 006
<b>Total Expenditure by Vote</b>	<b>53 797 046</b>	<b>53 797 046</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>19 777</b>	<b>671 362</b>	<b>691 139</b>	<b>54 488 185</b>	<b>57 796 203</b>	<b>62 109 851</b>
<b>Surplus/ (Deficit) for the year</b>	<b>1 760 795</b>	<b>1 760 807</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(144 781)</b>	<b>(143 558)</b>	<b>1 617 250</b>	<b>1 929 222</b>	<b>2 732 096</b>

**Explanatory notes to MBRR Table B3 – Adjustments Budget Financial Performance (revenue and expenditure by municipal vote)**

- Table B3 shows budgeted financial performance in relation to the revenue and expenditure and the operating surplus or deficit per municipal vote.

**Table 4: MBRR Table B4 – Adjustments Budget Financial Performance (revenue and expenditure)**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Revenue By Source</b>											
Property rates	11 519 486	11 519 486	–	–	–	–	–	–	11 519 486	12 132 471	12 858 482
Service charges - electricity revenue	17 241 469	17 241 469	–	–	–	–	–	–	17 241 469	19 624 539	21 913 943
Service charges - water revenue	3 928 012	3 928 012	–	–	–	–	56 356	56 356	3 984 368	4 121 615	4 523 452
Service charges - sanitation revenue	2 014 506	2 014 506	–	–	–	–	33 959	33 959	2 048 465	2 155 521	2 366 762
Service charges - refuse revenue	1 381 241	1 381 241	–	–	–	–	(28 817)	(28 817)	1 352 423	1 501 125	1 629 348
Rental of facilities and equipment	389 180	389 180	–	–	–	–	(372)	(372)	388 808	405 996	423 707
Interest earned - external investments	1 118 566	1 118 566	–	–	–	–	144 695	144 695	1 263 260	1 119 454	970 357
Interest earned - outstanding debtors	367 515	367 515	–	–	–	–	(15 461)	(15 461)	352 054	383 143	399 529
Dividends received	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	1 262 193	1 262 193	–	–	–	–	96 517	96 517	1 358 709	1 264 511	1 266 932
Licences and permits	73 251	73 251	–	–	–	–	(0)	(0)	73 251	76 474	79 839
Agency services	271 616	271 616	–	–	–	–	0	0	271 616	283 567	296 044
Transfers and subsidies	6 260 172	6 260 172	–	–	–	19 777	29 810	49 587	6 309 759	6 454 997	6 693 166
Other revenue	3 466 403	3 466 403	–	–	–	–	89 094	89 094	3 555 498	3 472 498	3 579 018
Gains	3 992 365	3 992 365	–	–	–	–	98 731	98 731	4 091 097	4 086 014	4 289 972
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>53 285 975</b>	<b>53 285 975</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>19 777</b>	<b>504 511</b>	<b>524 288</b>	<b>53 810 263</b>	<b>57 081 926</b>	<b>61 290 550</b>
<b>Expenditure By Type</b>											
Employee related costs	17 322 936	17 323 433	–	–	–	–	(31 539)	(31 539)	17 291 894	18 233 838	19 284 577
Remuneration of councillors	176 133	176 133	–	–	–	–	4 987	4 987	181 120	184 204	192 463
Debt impairment	2 316 909	2 316 909	–	–	–	–	156 167	156 167	2 473 077	2 267 010	2 243 914
Depreciation & asset impairment	3 208 222	3 208 221	–	–	–	–	61 881	61 881	3 270 102	3 419 174	3 690 730
Finance charges	862 999	862 999	–	–	–	–	(111 384)	(111 384)	751 615	1 067 515	1 540 707
Bulk purchases - electricity	12 350 900	12 350 900	–	–	–	–	–	–	12 350 900	14 201 053	16 328 728
Inventory consumed	5 214 790	5 213 843	–	–	–	–	349 928	349 928	5 563 771	5 608 397	5 845 012
Contracted services	8 572 922	8 574 307	–	–	–	19 777	246 020	265 797	8 840 103	8 756 750	8 884 837
Transfers and subsidies	391 480	391 480	–	–	–	–	33 847	33 847	425 327	361 696	326 291
Other expenditure	2 927 064	2 926 125	–	–	–	–	(62 431)	(62 431)	2 863 694	3 217 434	3 269 610
Losses	452 697	452 697	–	–	–	–	23 885	23 885	476 581	479 132	502 982
<b>Total Expenditure</b>	<b>53 797 051</b>	<b>53 797 046</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>19 777</b>	<b>671 362</b>	<b>691 139</b>	<b>54 488 185</b>	<b>57 796 204</b>	<b>62 109 851</b>
<b>Surplus/(Deficit)</b>	<b>(511 076)</b>	<b>(511 072)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(166 851)</b>	<b>(166 851)</b>	<b>(677 922)</b>	<b>(714 278)</b>	<b>(819 301)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2 171 013	2 171 013	–	–	–	1 223	27 281	28 504	2 199 517	2 548 125	3 443 150
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	100 854	100 866	–	–	–	–	(5 212)	(5 212)	95 654	95 375	108 247
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) before taxation</b>	<b>1 760 790</b>	<b>1 760 808</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(144 781)</b>	<b>(143 558)</b>	<b>1 617 250</b>	<b>1 929 221</b>	<b>2 732 096</b>
Taxation	–	–	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after taxation</b>	<b>1 760 790</b>	<b>1 760 808</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(144 781)</b>	<b>(143 558)</b>	<b>1 617 250</b>	<b>1 929 221</b>	<b>2 732 096</b>
Attributable to minorities	–	–	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) attributable to municipality</b>	<b>1 760 790</b>	<b>1 760 808</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(144 781)</b>	<b>(143 558)</b>	<b>1 617 250</b>	<b>1 929 221</b>	<b>2 732 096</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>1 760 790</b>	<b>1 760 808</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(144 781)</b>	<b>(143 558)</b>	<b>1 617 250</b>	<b>1 929 221</b>	<b>2 732 096</b>

**Explanatory notes to MBRR Table B4 – Adjustments Budget Financial Performance (revenue and expenditure)**

- Table B4 is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type.
- Total revenue is R53 810 million (excluding appropriations, which are disclosed in the Statement of Financial Position) in 2022/23 and escalates to R61 291 million in 2024/25.
- Total expenditure amounts to R54 488 million in 2022/23 and escalates to R62 110 million in 2024/25.

**Table 5: MBRR Table B5 – Adjustments Budget Capital Expenditure by vote, standard classification and funding source**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Capital expenditure - Vote</b>											
<b>Multi-year expenditure to be adjusted</b>											
Vote 1 - Community Services & Health	244 533	259 811	–	–	–	–	8 127	8 127	267 938	385 213	343 866
Vote 2 - Corporate Services	396 319	410 445	–	–	–	–	33 331	33 331	443 776	933 012	783 620
Vote 3 - Economic Growth	33 748	37 386	–	–	–	–	13 137	13 137	50 523	15 391	35 154
Vote 4 - Energy	1 052 059	1 088 067	–	–	–	–	(13 883)	(13 883)	1 074 183	1 151 330	1 251 359
Vote 5 - Finance	18 129	18 178	–	–	–	–	12 504	12 504	30 683	42 552	45 344
Vote 6 - Future Planning & Resilience	25 715	26 858	–	–	–	–	(608)	(608)	26 251	12 477	16 185
Vote 7 - Human Settlements	884 428	910 682	–	–	–	–	(17 782)	(17 782)	892 900	894 902	1 009 618
Vote 8 - Office of the City Manager	13 329	14 163	–	–	–	–	(6 759)	(6 759)	7 405	26 290	6 409
Vote 9 - Safety & Security	236 735	242 541	–	–	–	1 223	39 184	40 408	282 949	217 876	315 458
Vote 10 - Spatial Planning & Environment	232 455	243 958	–	–	–	–	14 332	14 332	258 290	375 570	324 805
Vote 11 - Urban Mobility	1 379 126	1 436 184	–	–	–	–	(106 507)	(106 507)	1 329 677	2 061 056	2 973 446
Vote 12 - Urban Waste Management	647 002	694 253	–	–	–	–	–	–	694 253	790 916	764 880
Vote 13 - Water & Sanitation	2 343 741	2 376 985	–	–	–	–	8 763	8 763	2 385 748	4 297 105	6 877 762
<b>Total Capital Expenditure - Vote</b>	<b>7 507 319</b>	<b>7 759 512</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(16 160)</b>	<b>(14 936)</b>	<b>7 744 575</b>	<b>11 203 690</b>	<b>14 747 903</b>
<b>Capital Expenditure - Functional</b>											
<b>Governance and administration</b>	<b>1 171 731</b>	<b>1 226 238</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>585</b>	<b>133 868</b>	<b>134 453</b>	<b>1 360 691</b>	<b>1 731 451</b>	<b>1 639 545</b>
Executive and council	18 166	22 436	–	–	–	–	(17 363)	(17 363)	5 072	2 026	2 267
Finance and administration	1 153 487	1 203 723	–	–	–	585	151 231	151 817	1 355 539	1 729 347	1 637 199
Internal audit	79	79	–	–	–	–	–	–	79	79	79
<b>Community and public safety</b>	<b>1 223 732</b>	<b>1 259 648</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>638</b>	<b>33 145</b>	<b>33 783</b>	<b>1 293 431</b>	<b>1 373 122</b>	<b>1 447 095</b>
Community and social services	55 398	62 536	–	–	–	–	6 405	6 405	68 941	122 863	117 275
Sport and recreation	93 090	95 259	–	–	–	–	9 402	9 402	104 662	214 728	123 858
Public safety	167 415	169 971	–	–	–	638	34 882	35 520	205 491	125 030	81 868
Housing	870 578	892 168	–	–	–	–	(20 273)	(20 273)	871 895	881 052	1 006 184
Health	37 250	39 714	–	–	–	–	2 728	2 728	42 442	29 450	117 910
<b>Economic and environmental services</b>	<b>1 589 981</b>	<b>1 659 955</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(120 024)</b>	<b>(120 024)</b>	<b>1 539 932</b>	<b>2 375 871</b>	<b>3 291 350</b>
Planning and development	127 118	130 966	–	–	–	–	13 302	13 302	144 268	142 048	112 451
Road transport	1 324 240	1 380 748	–	–	–	–	(133 923)	(133 923)	1 246 826	1 981 130	2 937 713
Environmental protection	138 623	148 241	–	–	–	–	597	597	148 838	252 693	241 186
<b>Trading services</b>	<b>3 515 725</b>	<b>3 607 490</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(57 373)</b>	<b>(57 373)</b>	<b>3 550 117</b>	<b>5 714 896</b>	<b>8 368 063</b>
Energy sources	1 045 059	1 080 912	–	–	–	–	(10 883)	(10 883)	1 070 028	1 134 830	1 246 359
Water management	879 104	898 979	–	–	–	–	17 251	17 251	916 230	1 048 750	2 317 103
Waste water management	1 233 422	1 234 749	–	–	–	–	(59 241)	(59 241)	1 175 508	3 033 576	4 237 659
Waste management	358 139	392 851	–	–	–	–	(4 500)	(4 500)	388 351	497 740	566 942
<b>Other</b>	<b>6 150</b>	<b>6 180</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(5 775)</b>	<b>(5 775)</b>	<b>405</b>	<b>8 350</b>	<b>1 850</b>
<b>Total Capital Expenditure - Functional</b>	<b>7 507 319</b>	<b>7 759 512</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(16 160)</b>	<b>(14 936)</b>	<b>7 744 575</b>	<b>11 203 690</b>	<b>14 747 903</b>
<b>Funded by:</b>											
National Government	2 165 521	2 165 528	–	–	–	–	22 843	22 843	2 188 370	2 542 402	3 437 473
Provincial Government	5 492	5 492	–	–	–	1 223	4 432	5 655	11 147	5 723	5 677
District Municipality	–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational	100 854	100 860	–	–	–	–	(5 205)	(5 205)	95 654	95 375	108 247
<b>Transfers recognised - capital</b>	<b>2 271 867</b>	<b>2 271 879</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>22 069</b>	<b>23 293</b>	<b>2 295 172</b>	<b>2 643 500</b>	<b>3 551 397</b>
Borrowing	2 000 000	2 000 000	–	–	–	–	–	–	2 000 000	6 500 000	7 500 000
Internally generated funds	3 235 452	3 487 632	–	–	–	–	(38 229)	(38 229)	3 449 403	2 060 190	3 696 506
<b>Total Capital Funding</b>	<b>7 507 319</b>	<b>7 759 512</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(16 160)</b>	<b>(14 936)</b>	<b>7 744 575</b>	<b>11 203 690</b>	<b>14 747 903</b>

## **Explanatory notes to Table B5 – Adjustments Budget Capital Expenditure by vote, standard classification and funding source**

1. Table B5 reflects the City's capital programme in relation to capital expenditure by municipal vote (directorate); capital expenditure by standard classification; and funding sources required to fund the Capital budget, including information on capital transfers from National and Provincial Departments.
2. The MFMA provides that a municipality may approve multi-year or single-year capital budget appropriations. The City has revised its multi-year appropriations to R7 745 million in 2022/23, R11 204 million in 2023/24 and R14 748 million in 2024/25.
3. The capital budget is funded from allocations in the form of grants, public contributions, donations, borrowings and internally-generated funds.

Capital transfers from National Government (NT), Western Cape Government (WCG), and other transfers and grants and public contributions amount to R2 295 million in 2022/23, R2 644 million and R3 551 million in 2023/24 and 2024/25 respectively.

Borrowings amount to R2 000 million in 2022/23, R6 500 million in 2023/24 and R7 500 million in 2024/25.

Internally generated funds amount to R3 449 million, R2 060 million and R3 696 million for each of the respective financial years over the MTREF.



**Table 6: MBRR Table B6 – Adjustments Budget Financial Position**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>ASSETS</b>											
<b>Current assets</b>											
Cash	96 396	96 396	–	–	–	–	–	–	96 396	125 748	100 274
Call investment deposits	6 924 764	9 824 532	–	–	–	–	532 530	532 530	10 357 062	11 756 401	12 245 125
Consumer debtors	6 396 636	6 396 636	–	–	–	–	(356 021)	(356 021)	6 040 615	6 170 065	6 412 011
Other debtors	682 375	682 375	–	–	–	–	(74 827)	(74 827)	607 548	563 812	517 594
Current portion of long-term receivables	93	93	–	–	–	–	1 584	1 584	1 677	555	14
Inventory	494 253	494 253	–	–	–	–	(53 498)	(53 498)	440 755	463 280	485 840
<b>Total current assets</b>	<b>14 594 517</b>	<b>17 494 285</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>49 768</b>	<b>49 768</b>	<b>17 544 053</b>	<b>19 079 861</b>	<b>19 760 858</b>
<b>Non current assets</b>											
Long-term receivables	122	122	–	–	–	–	769	769	891	28	14
Investments	6 875 252	5 875 252	–	–	–	–	–	–	5 875 252	4 965 700	3 106 364
Investment property	576 147	576 147	–	–	–	–	0	0	576 147	574 433	572 720
Investment in Associate	–	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	60 355 266	60 603 142	–	–	–	–	(684 173)	(684 173)	59 918 969	67 528 608	78 516 057
Biological	–	–	–	–	–	–	–	–	–	–	–
Intangible	439 143	443 459	–	–	–	–	162 357	162 357	605 817	764 405	833 742
Other non-current assets	11 173	11 173	–	–	–	–	(905)	(905)	10 268	10 268	12 368
<b>Total non current assets</b>	<b>68 257 103</b>	<b>67 509 296</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(521 952)</b>	<b>(521 952)</b>	<b>66 987 344</b>	<b>73 843 442</b>	<b>83 041 264</b>
<b>TOTAL ASSETS</b>	<b>82 851 621</b>	<b>85 003 581</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(472 184)</b>	<b>(472 184)</b>	<b>84 531 397</b>	<b>92 923 304</b>	<b>102 802 123</b>
<b>LIABILITIES</b>											
<b>Current liabilities</b>											
Bank overdraft	–	–	–	–	–	–	–	–	–	–	–
Borrowing	1 808 361	1 808 361	–	–	–	–	(78 782)	(78 782)	1 729 579	2 966 423	1 424 556
Consumer deposits	571 504	571 504	–	–	–	–	(52 073)	(52 073)	519 431	546 892	574 200
Trade and other payables	6 391 580	8 543 540	–	–	–	–	(1 210 599)	(1 210 599)	7 332 941	8 348 446	10 306 675
Provisions	1 536 214	1 536 214	–	–	–	–	229 080	229 080	1 765 294	1 826 678	1 836 011
<b>Total current liabilities</b>	<b>10 307 659</b>	<b>12 459 620</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(1 112 374)</b>	<b>(1 112 374)</b>	<b>11 347 246</b>	<b>13 688 438</b>	<b>14 141 443</b>
<b>Non current liabilities</b>											
Borrowing	6 624 774	6 624 774	–	–	–	–	(998 750)	(998 750)	5 626 024	9 370 522	15 621 478
Provisions	7 812 276	7 812 276	–	–	–	–	225 616	225 616	8 037 893	8 414 886	8 857 648
<b>Total non current liabilities</b>	<b>14 437 050</b>	<b>14 437 050</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(773 134)</b>	<b>(773 134)</b>	<b>13 663 916</b>	<b>17 785 408</b>	<b>24 479 126</b>
<b>TOTAL LIABILITIES</b>	<b>24 744 710</b>	<b>26 896 670</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(1 885 508)</b>	<b>(1 885 508)</b>	<b>25 011 162</b>	<b>31 473 846</b>	<b>38 620 569</b>
<b>NET ASSETS</b>	<b>58 106 911</b>	<b>58 106 911</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 413 324</b>	<b>1 413 324</b>	<b>59 520 235</b>	<b>61 449 457</b>	<b>64 181 554</b>
<b>COMMUNITY WEALTH/EQUITY</b>											
Accumulated Surplus/(Deficit)	53 332 897	53 432 738	–	–	–	1 223	1 445 722	1 446 945	54 879 684	57 221 534	60 250 691
Reserves	4 774 009	4 674 173	–	–	–	–	(33 622)	(33 622)	4 640 552	4 227 923	3 930 863
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>58 106 906</b>	<b>58 106 912</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>1 412 101</b>	<b>1 413 324</b>	<b>59 520 235</b>	<b>61 449 457</b>	<b>64 181 554</b>

**Explanatory notes to MBRR B6 – Adjustments Budget Financial Position**

1. The budgeted Statement of Financial Position of the City has been prepared on a basis consistent with GRAP 1 and international accounting standards and as such makes it comparable with the present Statement of Financial Position and those of previous years, to enable all stakeholders to interpret the impact of the budget as such on the Statement of Financial Position.
2. The assets are in the order of relative liquidity and liabilities according to their priority of being met with cash.
3. Movements on the Budgeted Statement of Financial Performance will impact on the Budgeted Statement of Financial Position. Assumptions made on the collection rate for instance, will affect the budgeted cash position of the City and the budgeted impairment of debtors. As such the assumptions form a critical link in determining the applicability and relevance of the budget, the determination of financial indicators, the assessment of funding compliance and the general viability of the municipality.

**Table 7: MBRR Table B7 – Adjustments Budget Cash Flow Statement**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Property rates	11 116 304	11 116 304	–	–	–	–	–	–	11 116 304	11 707 835	12 408 436
Service charges	23 922 286	23 922 286	–	–	–	–	165 206	165 206	24 087 492	26 825 857	29 800 711
Other revenue	4 559 563	4 559 563	–	–	–	–	(49 443)	(49 443)	4 510 120	4 461 847	4 600 797
Transfers and Subsidies - Operational	6 260 172	6 260 172	–	–	–	–	49 588	49 588	6 309 760	6 454 997	6 693 166
Transfers and Subsidies - Capital	2 271 867	2 271 879	–	–	–	–	23 293	23 293	2 295 172	2 643 500	3 551 397
Interest	1 118 566	1 118 566	–	–	–	–	144 695	144 695	1 263 260	1 119 454	970 357
Dividends	–	–	–	–	–	–	–	–	–	–	–
<b>Payments</b>											
Suppliers and employees	(42 947 594)	(42 947 594)	–	–	–	–	274	274	(42 947 320)	(46 208 500)	(49 621 813)
Finance charges	(803 157)	(803 157)	–	–	–	–	129 790	129 790	(673 367)	(737 329)	(1 259 772)
Transfers and Grants	(391 480)	(391 480)	–	–	–	–	(33 847)	(33 847)	(425 327)	(361 696)	(326 291)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>5 106 527</b>	<b>5 106 539</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>429 556</b>	<b>429 556</b>	<b>5 536 095</b>	<b>5 905 964</b>	<b>6 816 987</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
<b>Receipts</b>											
Proceeds on disposal of PPE	54 742	54 742	–	–	–	–	2 001	2 001	56 743	57 150	59 665
Decrease (increase) in non-current receivables	751	751	–	–	–	–	2 495	2 495	3 246	863	14
Decrease (increase) in non-current investments	633 780	633 780	–	–	–	–	–	–	633 780	909 552	1 859 336
<b>Payments</b>											
Capital assets	(7 507 319)	(7 759 512)	–	–	–	–	14 936	14 936	(7 744 575)	(11 203 690)	(14 747 903)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(6 818 047)</b>	<b>(7 070 239)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>19 433</b>	<b>19 433</b>	<b>(7 050 807)</b>	<b>(10 236 125)</b>	<b>(12 828 888)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
<b>Receipts</b>											
Short term loans	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	2 000 000	2 000 000	–	–	–	–	–	–	2 000 000	6 500 000	7 500 000
Increase (decrease) in consumer deposits	28 010	28 010	–	–	–	–	3 542	3 542	31 552	27 461	27 309
<b>Payments</b>											
Repayment of borrowing	(1 438 161)	(1 438 161)	–	–	–	–	80 000	80 000	(1 358 161)	(1 678 161)	(2 911 495)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>589 849</b>	<b>589 849</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>83 542</b>	<b>83 542</b>	<b>673 391</b>	<b>4 849 300</b>	<b>4 615 814</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>(1 121 671)</b>	<b>(1 373 852)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>532 530</b>	<b>532 530</b>	<b>(841 321)</b>	<b>519 139</b>	<b>(1 396 086)</b>
Cash/cash equivalents at the year begin:	7 143 195	8 295 143	–	–	–	–	–	–	8 295 143	7 453 822	7 972 961
Cash/cash equivalents at the year end:	6 021 524	6 921 291	–	–	–	–	532 530	532 530	7 453 822	7 972 961	6 576 874

**Explanatory notes to MBRR Table B7 – Adjustments Budget Cash Flow Statement**

1. The table shows the cash and cash equivalents of the City for the 2022/23 MTREF.
2. The budget has been prepared to ensure sufficient levels of cash and cash equivalents over the medium-term with cash levels anticipated to reach R7 454 million in 2022/23, R7 973 million in 2023/24 and R6 577 million by 2024/25.

**Table 8: MBRR Table B8 - Cash Backed Reserves / Accumulated Surplus Reconciliation**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Cash and investments available</b>											
Cash/cash equivalents at the year end	6 021 524	6 921 291	–	–	–	–	532 530	532 530	7 453 822	7 972 961	6 576 874
Other current investments > 90 days	999 637	2 999 637	–	–	–	–	(0)	(0)	2 999 637	3 909 189	5 768 525
Non current assets - Investments	6 875 252	5 875 252	–	–	–	–	–	–	5 875 252	4 965 700	3 106 364
<b>Cash and investments available:</b>	<b>13 896 413</b>	<b>15 796 180</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>532 530</b>	<b>532 530</b>	<b>16 328 711</b>	<b>16 847 850</b>	<b>15 451 763</b>
<b>Applications of cash and investments</b>											
Unspent conditional transfers	1 429 132	1 429 132	–	–	–	–	(818 415)	(818 415)	610 716	610 716	610 716
Unspent borrowing	–	–	–	–	–	–	–	–	–	–	–
Statutory requirements	–	–	–	–	–	–	–	–	–	–	–
Other working capital requirements	(1 819 464)	332 497	–	–	–	–	130 689	130 689	463 186	1 370 083	3 128 196
Other provisions	917 034	917 034	–	–	–	–	222 968	222 968	1 140 002	1 124 035	1 192 760
Long term investments committed	2 768 888	2 768 888	–	–	–	–	–	–	2 768 888	1 859 336	–
Reserves to be backed by cash/investments	4 774 009	4 674 173	–	–	–	–	81 812	81 812	4 755 985	4 227 923	3 930 863
<b>Total Application of cash and investments:</b>	<b>8 069 600</b>	<b>10 121 725</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(382 946)</b>	<b>(382 946)</b>	<b>9 738 779</b>	<b>9 192 094</b>	<b>8 862 535</b>
<b>Surplus(shortfall)</b>	<b>5 826 813</b>	<b>5 674 456</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>915 476</b>	<b>915 476</b>	<b>6 589 932</b>	<b>7 655 755</b>	<b>6 589 228</b>

### Explanatory notes to MBRR Table B8 - Cash Backed Reserves / Accumulated Surplus Reconciliation

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
2. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.
3. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded".
4. From the table it can be seen that the City remains in a surplus net cash flow position for 2022/23 MTREF.
5. Considering the requirements of section 18 of the MFMA, it can be concluded that the 2022/23 MTREF is fully funded.
6. As part of the budgeting and planning guidelines that informed the compilation of the 2022/23 MTREF, the end objective of the medium-term framework was to ensure the budget is funded / aligned to section 18 of the MFMA.
7. Table B8 reflects a surplus of R6 590 million in 2022/23, R7 656 million in 2023/24 and R6 589 million in 2024/25.

8. The surplus of R6 590 million in 2022/23 is a working capital reserve that is measured as a National Key Performance Indicator (KPI) on the City's Corporate Scorecard as well as the monthly Section 71 reports. NT's benchmark, as prescribed in NT MFMA Circular 71, is called the cash/cost coverage ratio and is between 1 to 3 times. This working capital reserve is a buffer in the event of any non-payment, an adverse change in the economic environment or in the event that the City is unable to obtain external funding timeously.

The City currently maintains a cash/cost coverage ratio of just below 2 times with an internal risk tolerance level of just over 1.5 times.

**Table 9: MBRR Table B9 - Asset Management**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>CAPITAL EXPENDITURE</b>											
<b><u>Total New Assets to be adjusted</u></b>	<b>3 633 542</b>	<b>3 779 155</b>	–	–	–	1 223	(79 117)	(77 894)	3 701 262	4 700 440	7 601 600
Roads Infrastructure	901 795	924 051	–	–	–	–	(8 398)	(8 398)	915 653	1 274 709	2 517 020
Storm water Infrastructure	178 245	179 994	–	–	–	–	6 511	6 511	186 505	187 239	223 340
Electrical Infrastructure	349 071	349 090	–	–	–	–	(11 033)	(11 033)	338 057	286 650	413 049
Water Supply Infrastructure	555 602	556 518	–	–	–	–	(14 501)	(14 501)	542 017	779 365	1 490 001
Sanitation Infrastructure	339 480	360 271	–	–	–	–	(28 957)	(28 957)	331 314	390 265	1 320 023
Solid Waste Infrastructure	209 388	239 985	–	–	–	–	2 868	2 868	242 854	370 004	411 364
Coastal Infrastructure	10 675	10 675	–	–	–	–	18 216	18 216	28 891	10 160	–
Information and Communication Infrastructure	101 807	102 065	–	–	–	–	(2 121)	(2 121)	99 944	99 512	78 000
Infrastructure	2 646 063	2 722 648	–	–	–	–	(37 414)	(37 414)	2 685 234	3 397 905	6 452 796
Community Facilities	196 916	204 252	–	–	–	–	29 356	29 356	233 608	260 351	290 132
Sport and Recreation Facilities	6 065	6 065	–	–	–	–	(6 000)	(6 000)	65	–	–
Community Assets	202 981	210 317	–	–	–	–	23 356	23 356	233 673	260 351	290 132
Operational Buildings	72 579	74 440	–	–	–	–	11 038	11 038	85 479	77 770	151 788
Housing	8 693	8 801	–	–	–	–	700	700	9 501	450	300
Other Assets	81 272	83 242	–	–	–	–	11 738	11 738	94 980	78 220	152 088
Licences and Rights	45 026	49 591	–	–	–	–	26 219	26 219	75 810	164 580	186 708
Intangible Assets	45 026	49 591	–	–	–	–	26 219	26 219	75 810	164 580	186 708
Computer Equipment	101 622	110 655	–	–	–	–	32 167	32 167	142 823	148 778	88 592
Furniture and Office Equipment	16 213	19 367	–	–	–	–	10 584	10 584	29 950	35 444	122 681
Machinery and Equipment	116 725	125 206	–	–	–	1 223	19 995	21 218	146 424	146 915	142 512
Transport Assets	256 111	283 077	–	–	–	–	(75 551)	(75 551)	207 526	382 262	127 347
Land	167 529	175 053	–	–	–	–	(90 211)	(90 211)	84 842	85 984	38 744
<b><u>Total Renewal of Existing Assets to be adjusted</u></b>	<b>1 976 006</b>	<b>2 032 778</b>	–	–	–	–	<b>202 380</b>	<b>202 380</b>	<b>2 235 158</b>	<b>2 760 725</b>	<b>2 513 564</b>
Roads Infrastructure	140 280	143 089	–	–	–	–	(29 359)	(29 359)	113 731	245 850	185 083
Storm water Infrastructure	7 991	7 991	–	–	–	–	4 036	4 036	12 027	39 224	24 057
Electrical Infrastructure	383 657	392 680	–	–	–	–	15 167	15 167	407 846	509 585	393 099
Water Supply Infrastructure	318 135	318 135	–	–	–	–	26 142	26 142	344 277	260 000	226 500
Sanitation Infrastructure	435 062	436 300	–	–	–	–	121 586	121 586	557 886	912 300	974 341
Solid Waste Infrastructure	–	–	–	–	–	–	–	–	–	1 300	9 500
Information and Communication Infrastructure	19 764	19 764	–	–	–	–	(532)	(532)	19 232	24 701	24 723
Infrastructure	1 304 889	1 317 958	–	–	–	–	137 040	137 040	1 454 999	1 992 959	1 837 304
Community Facilities	24 434	31 318	–	–	–	–	4 490	4 490	35 808	25 143	65 500
Sport and Recreation Facilities	–	–	–	–	–	–	–	–	–	5 000	10 000
Community Assets	24 434	31 318	–	–	–	–	4 490	4 490	35 808	30 143	75 500
Heritage Assets	–	–	–	–	–	–	–	–	–	–	–
Operational Buildings	9 426	10 323	–	–	–	–	4 752	4 752	15 075	18 480	10 854
Housing	1 639	2 036	–	–	–	–	10 628	10 628	12 664	–	2 041
Other Assets	11 065	12 359	–	–	–	–	15 381	15 381	27 739	18 480	12 896
Licences and Rights	10 150	9 710	–	–	–	–	(201)	(201)	9 509	9 250	9 075
Intangible Assets	10 150	9 710	–	–	–	–	(201)	(201)	9 509	9 250	9 075
Computer Equipment	68 350	71 743	–	–	–	–	20 688	20 688	92 431	81 019	63 214
Furniture and Office Equipment	13 035	14 181	–	–	–	–	3 171	3 171	17 352	15 609	37 654
Machinery and Equipment	81 937	88 907	–	–	–	–	2 825	2 825	91 732	78 874	93 572
Transport Assets	462 147	486 601	–	–	–	–	18 987	18 987	505 588	534 391	384 350

Table continues on next page.

## City of Cape Town – 2022/23 Adjustments Budget – 26 January 2023

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands											
<b>Total Upgrading of Existing Assets to be adjusted</b>	<b>1 897 771</b>	<b>1 947 578</b>	–	–	–	–	(139 423)	(139 423)	<b>1 808 155</b>	<b>3 742 526</b>	<b>4 632 739</b>
Roads Infrastructure	230 257	242 220	–	–	–	–	(856)	(856)	241 364	243 011	127 521
Storm water Infrastructure	159 180	159 305	–	–	–	–	(61 338)	(61 338)	97 966	187 253	156 581
Electrical Infrastructure	187 000	196 663	–	–	–	–	(39 513)	(39 513)	157 150	201 806	268 405
Water Supply Infrastructure	13 500	13 575	–	–	–	–	2 925	2 925	16 500	34 067	31 567
Sanitation Infrastructure	530 040	530 115	–	–	–	–	(90 805)	(90 805)	439 310	1 795 537	2 688 461
Solid Waste Infrastructure	67 067	69 062	–	–	–	–	(4 730)	(4 730)	64 332	41 263	71 598
Coastal Infrastructure	55 522	56 064	–	–	–	–	8 375	8 375	64 439	152 159	150 112
Information and Communication Infrastructure	64 509	64 615	–	–	–	–	(966)	(966)	63 649	43 939	17 383
Infrastructure	1 307 075	1 331 618	–	–	–	–	(186 908)	(186 908)	1 144 711	2 699 034	3 511 628
Community Facilities	138 674	149 737	–	–	–	–	14 051	14 051	163 788	275 014	407 205
Sport and Recreation Facilities	68 328	68 933	–	–	–	–	(2 409)	(2 409)	66 524	173 321	110 006
Community Assets	207 001	218 670	–	–	–	–	11 642	11 642	230 312	448 335	517 211
Heritage Assets	–	–	–	–	–	–	–	–	–	–	2 100
Operational Buildings	278 982	285 529	–	–	–	–	14 728	14 728	300 257	420 399	495 022
Housing	65 401	72 012	–	–	–	–	(7 498)	(7 498)	64 514	61 135	74 773
Other Assets	344 383	357 541	–	–	–	–	7 229	7 229	364 770	481 534	569 795
Licences and Rights	21 683	22 095	–	–	–	–	19 363	19 363	41 458	107 623	13 195
Intangible Assets	21 683	22 095	–	–	–	–	19 363	19 363	41 458	107 623	13 195
Computer Equipment	8 359	8 377	–	–	–	–	4 340	4 340	12 718	700	7 213
Furniture and Office Equipment	300	308	–	–	–	–	–	–	308	300	–
Machinery and Equipment	8 968	8 968	–	–	–	–	4 910	4 910	13 879	5 000	11 596
<b>Total Capital Expenditure to be adjusted</b>	<b>7 507 319</b>	<b>7 759 512</b>	–	–	–	<b>1 223</b>	<b>(16 160)</b>	<b>(14 936)</b>	<b>7 744 575</b>	<b>11 203 690</b>	<b>14 747 903</b>
Roads Infrastructure	1 272 332	1 309 360	–	–	–	–	(38 612)	(38 612)	1 270 747	1 763 570	2 829 624
Storm water Infrastructure	345 416	347 290	–	–	–	–	(50 792)	(50 792)	296 498	413 716	403 978
Electrical Infrastructure	919 728	938 433	–	–	–	–	(35 379)	(35 379)	903 053	998 041	1 074 553
Water Supply Infrastructure	887 237	888 228	–	–	–	–	14 566	14 566	902 794	1 073 432	1 748 068
Sanitation Infrastructure	1 304 582	1 326 686	–	–	–	–	1 824	1 824	1 328 510	3 098 102	4 982 825
Solid Waste Infrastructure	276 455	309 047	–	–	–	–	(1 861)	(1 861)	307 186	412 567	492 462
Coastal Infrastructure	66 197	66 738	–	–	–	–	26 591	26 591	93 330	162 319	150 112
Information and Communication Infrastructure	186 080	186 443	–	–	–	–	(3 619)	(3 619)	182 824	168 152	120 106
Infrastructure	5 258 027	5 372 225	–	–	–	–	(87 281)	(87 281)	5 284 943	8 089 898	11 801 728
Community Facilities	360 024	385 307	–	–	–	–	47 897	47 897	433 204	560 508	762 838
Sport and Recreation Facilities	74 393	74 998	–	–	–	–	(8 409)	(8 409)	66 589	178 321	120 006
Community Assets	434 416	460 305	–	–	–	–	39 488	39 488	499 793	738 829	882 844
Heritage Assets	–	–	–	–	–	–	–	–	–	–	2 100
Operational Buildings	360 987	370 293	–	–	–	–	30 518	30 518	400 811	516 649	657 665
Housing	75 733	82 849	–	–	–	–	3 830	3 830	86 679	61 585	77 114
Other Assets	436 720	453 142	–	–	–	–	34 348	34 348	487 490	578 234	734 779
Licences and Rights	76 859	81 396	–	–	–	–	45 381	45 381	126 777	281 452	208 978
Intangible Assets	76 859	81 396	–	–	–	–	45 381	45 381	126 777	281 452	208 978
Computer Equipment	178 331	190 776	–	–	–	–	57 196	57 196	247 972	230 497	159 019
Furniture and Office Equipment	29 547	33 856	–	–	–	–	13 754	13 754	47 610	51 353	160 335
Machinery and Equipment	207 631	223 081	–	–	–	1 223	27 730	28 953	252 034	230 789	247 680
Transport Assets	718 259	769 678	–	–	–	–	(56 565)	(56 565)	713 113	916 653	511 697
Land	167 529	175 053	–	–	–	–	(90 211)	(90 211)	84 842	85 984	38 744
<b>TOTAL CAPITAL EXPENDITURE to be adjusted</b>	<b>7 507 319</b>	<b>7 759 512</b>	–	–	–	<b>1 223</b>	<b>(16 160)</b>	<b>(14 936)</b>	<b>7 744 575</b>	<b>11 203 690</b>	<b>14 747 903</b>

Table continues on next page.

City of Cape Town – 2022/23 Adjustments Budget – 26 January 2023

Description	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>												
<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	<b>61 381 729</b>	<b>61 633 922</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(540 724)</b>	<b>(540 724)</b>	<b>61 093 198</b>	<b>68 877 713</b>	<b>79 934 886</b>	
<i>Roads Infrastructure</i>	11 732 567	11 767 567	-	-	-	-	(164 259)	(164 259)	11 603 308	12 852 887	15 153 247	
<i>Storm water Infrastructure</i>	1 464 990	1 466 864	-	-	-	-	(153 928)	(153 928)	1 312 936	1 659 941	1 993 772	
<i>Electrical Infrastructure</i>	9 208 478	9 227 183	-	-	-	-	(50 761)	(50 761)	9 176 422	9 844 682	10 569 032	
<i>Water Supply Infrastructure</i>	6 484 561	6 505 427	-	-	-	-	(95 338)	(95 338)	6 410 089	7 238 460	8 716 384	
<i>Sanitation Infrastructure</i>	6 393 452	6 395 680	-	-	-	-	(193 520)	(193 520)	6 202 160	9 074 181	13 717 409	
<i>Solid Waste Infrastructure</i>	847 410	880 002	-	-	-	-	195 041	195 041	1 075 043	1 433 151	1 868 932	
<i>Coastal Infrastructure</i>	212 395	212 936	-	-	-	-	14 998	14 998	227 934	383 301	520 445	
<i>Information and Communication Infrastructure</i>	5 694 988	5 695 351	-	-	-	-	(141 775)	(141 775)	5 553 575	5 615 358	5 621 815	
<i>Infrastructure</i>	42 038 840	42 151 010	-	-	-	-	(589 542)	(589 542)	41 561 468	48 101 961	58 161 036	
<i>Community Assets</i>	6 472 384	6 523 497	-	-	-	-	(156 358)	(156 358)	6 367 139	6 735 788	7 236 987	
<i>Heritage Assets</i>	10 268	10 268	-	-	-	-	-	-	10 268	10 268	10 268	
<i>Investment properties</i>	576 107	576 107	-	-	-	-	(0)	(0)	576 106	574 393	572 679	
<i>Other Assets</i>	5 095 469	5 111 890	-	-	-	-	131 898	131 898	5 243 788	5 473 964	5 862 983	
<i>Intangible Assets</i>	438 864	443 180	-	-	-	-	168 087	168 087	611 267	769 856	839 193	
<i>Computer Equipment</i>	565 874	578 537	-	-	-	-	(12 642)	(12 642)	565 895	570 145	531 616	
<i>Furniture and Office Equipment</i>	285 609	289 917	-	-	-	-	129 723	129 723	419 641	410 908	501 048	
<i>Machinery and Equipment</i>	624 981	640 435	-	-	-	-	(112 560)	(112 560)	527 874	572 766	605 749	
<i>Transport Assets</i>	3 898 595	3 950 014	-	-	-	-	(24 040)	(24 040)	3 925 974	4 311 101	4 251 218	
<i>Land</i>	1 374 740	1 359 066	-	-	-	-	(75 289)	(75 289)	1 283 777	1 346 564	1 362 110	
<b>TOTAL ASSET REGISTER SUMMARY - PPE (WDV)</b>	<b>61 381 729</b>	<b>61 633 922</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(540 724)</b>	<b>(540 724)</b>	<b>61 093 198</b>	<b>68 877 713</b>	<b>79 934 886</b>	
<b>EXPENDITURE OTHER ITEMS</b>												
<b>Depreciation &amp; asset impairment</b>	<b>3 208 222</b>	<b>3 208 222</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>61 881</b>	<b>61 881</b>	<b>3 270 102</b>	<b>3 419 174</b>	<b>3 690 730</b>	
<b>Repairs and Maintenance by asset class</b>	<b>4 760 227</b>	<b>4 760 227</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>215 346</b>	<b>215 346</b>	<b>4 975 574</b>	<b>5 137 218</b>	<b>5 300 505</b>	
<i>Roads Infrastructure</i>	708 812	708 812	-	-	-	-	83 134	83 134	791 946	740 831	774 451	
<i>Storm water Infrastructure</i>	148 037	148 037	-	-	-	-	14 090	14 090	162 127	154 853	162 010	
<i>Electrical Infrastructure</i>	596 334	596 334	-	-	-	-	74 530	74 530	670 864	609 489	623 224	
<i>Water Supply Infrastructure</i>	381 433	381 434	-	-	-	-	11 543	11 543	392 977	394 715	420 621	
<i>Sanitation Infrastructure</i>	373 761	373 761	-	-	-	-	172 657	172 657	546 419	387 286	401 464	
<i>Solid Waste Infrastructure</i>	11 558	11 558	-	-	-	-	(48)	(48)	11 510	11 558	11 558	
<i>Coastal Infrastructure</i>	3 994	3 994	-	-	-	-	-	-	3 994	3 994	3 994	
<i>Infrastructure</i>	2 223 929	2 223 930	-	-	-	-	355 906	355 906	2 579 836	2 302 726	2 397 321	
<i>Community Facilities</i>	486 075	486 691	-	-	-	-	(118 122)	(118 122)	368 569	717 613	726 702	
<i>Sport and Recreation Facilities</i>	95 399	95 399	-	-	-	-	(102)	(102)	95 296	99 656	104 127	
<i>Community Assets</i>	581 473	582 089	-	-	-	-	(118 224)	(118 224)	463 865	817 269	830 829	
<i>Heritage Assets</i>	2 832	2 760	-	-	-	-	(416)	(416)	2 344	2 917	3 005	
<i>Revenue Generating</i>	6 629	6 629	-	-	-	-	(88)	(88)	6 541	6 629	6 629	
<i>Non-revenue Generating</i>	10	10	-	-	-	-	(2)	(2)	8	10	10	
<i>Investment properties</i>	6 639	6 639	-	-	-	-	(90)	(90)	6 549	6 639	6 639	
<i>Operational Buildings</i>	247 129	247 093	-	-	-	-	69 715	69 715	316 808	255 338	263 954	
<i>Housing</i>	19 148	19 148	-	-	-	-	4 023	4 023	23 171	19 150	19 152	
<i>Other Assets</i>	266 277	266 241	-	-	-	-	73 738	73 738	339 979	274 487	283 106	
<i>Computer Equipment</i>	431 201	431 190	-	-	-	-	(16 105)	(16 105)	415 085	444 451	458 364	
<i>Furniture and Office Equipment</i>	334 180	334 188	-	-	-	-	(56 713)	(56 713)	277 475	348 249	356 648	
<i>Machinery and Equipment</i>	393 020	393 028	-	-	-	-	25 861	25 861	418 889	407 054	417 791	
<i>Transport Assets</i>	520 676	520 162	-	-	-	-	(48 611)	(48 611)	471 551	533 425	546 803	
<b>TOTAL EXPENDITURE OTHER ITEMS to be adjusted</b>	<b>7 968 449</b>	<b>7 968 449</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>277 227</b>	<b>277 227</b>	<b>8 245 676</b>	<b>8 556 392</b>	<b>8 991 235</b>	
<b>Renewal and upgrading of Existing Assets as % of total capex</b>	<b>51.6%</b>	<b>51.3%</b>							<b>52.2%</b>	<b>58.0%</b>	<b>48.5%</b>	
<b>Renewal and upgrading of Existing Assets as % of deprecn"</b>	<b>120.7%</b>	<b>124.1%</b>							<b>123.6%</b>	<b>190.2%</b>	<b>193.6%</b>	
<b>R&amp;M as a % of PPE</b>	<b>7.8%</b>	<b>7.7%</b>							<b>8.1%</b>	<b>7.5%</b>	<b>6.6%</b>	
<b>Renewal and upgrading and R&amp;M as a % of PPE</b>	<b>14.1%</b>	<b>14.2%</b>							<b>14.8%</b>	<b>16.9%</b>	<b>15.6%</b>	

## Explanatory notes to Table B9 – Asset Management

- Table B9 provides an overview of municipal capital allocations for new assets and renewal of existing assets, as well as spending on repairs and maintenance by asset class.
- Renewal and upgrade of existing assets as a percentage of total capital expenditure shows an improvement of 1% from the prior adjustments budget to the January 2023 adjustments budget. Overall the City will be investing 52.3% of its capital budget in renewal and upgrade of existing assets, which exceeds the NT norm of 40%.
- Repairs and maintenance as a percentage of property, plant and equipment (PPE) (including intangible assets, investment properties, and other non-current assets), amounts to 8.1% and is in line with NT's norm of 8%.

**Table 10: MBRR Table B10 - Basic Service Delivery Measurement**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi- year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Household service targets</b>											
<b>Water:</b>											
Piped water inside dwelling	1 328 617	1 328 617	-	-	-	-	-	-	1 328 617	1 351 464	1 374 568
Piped water inside yard (but not in dwelling)	-	-	-	-	-	-	-	-	-	-	-
Using public tap (at least min.service level)	184 205	184 205	-	-	-	-	-	-	184 205	187 372	190 575
Other water supply (at least min.service level)	-	-	-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>	1 512 822	1 512 822	-	-	-	-	-	-	1 512 822	1 538 836	1 565 143
Using public tap (< min.service level)	-	-	-	-	-	-	-	-	-	-	-
Other water supply (< min.service level)	-	-	-	-	-	-	-	-	-	-	-
No water supply	-	-	-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>	-	-	-	-	-	-	-	-	-	-	-
<b>Total number of households</b>	<b>1 512 822</b>	<b>1 512 822</b>	-	-	-	-	-	-	<b>1 512 822</b>	<b>1 538 836</b>	<b>1 565 143</b>
<b>Sanitation/sewerage:</b>											
Flush toilet (connected to sewerage)	1 404 012	1 404 012	-	-	-	-	-	-	1 404 012	1 429 241	1 452 156
Flush toilet (with septic tank)	-	-	-	-	-	-	-	-	-	-	-
Chemical toilet	63 105	63 105	-	-	-	-	-	-	63 105	63 105	63 105
Pit toilet (ventilated)	197	197	-	-	-	-	-	-	197	197	197
Other toilet provisions (> min.service level)	45 508	45 508	-	-	-	-	-	-	45 508	46 293	49 685
<i>Minimum Service Level and Above sub-total</i>	1 512 822	1 512 822	-	-	-	-	-	-	1 512 822	1 538 836	1 565 143
Bucket toilet	-	-	-	-	-	-	-	-	-	-	-
Other toilet provisions (< min.service level)	-	-	-	-	-	-	-	-	-	-	-
No toilet provisions	-	-	-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>	-	-	-	-	-	-	-	-	-	-	-
<b>Total number of households</b>	<b>1 512 822</b>	<b>1 512 822</b>	-	-	-	-	-	-	<b>1 512 822</b>	<b>1 538 836</b>	<b>1 565 143</b>
<b>Energy:</b>											
Electricity (at least min. service level)	847 162	847 162	-	-	-	-	3 823	3 823	850 985	852 485	853 985
Electricity - prepaid (> min.service level)	-	-	-	-	-	-	-	-	-	-	-
<i>Minimum Service Level and Above sub-total</i>	847 162	847 162	-	-	-	-	3 823	3 823	850 985	852 485	853 985
Electricity (< min.service level)	24 630	24 630	-	-	-	-	(224)	(224)	24 406	22 906	21 406
Electricity - prepaid (< min. service level)	-	-	-	-	-	-	-	-	-	-	-
Other energy sources	-	-	-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>	24 630	24 630	-	-	-	-	(224)	(224)	24 406	22 906	21 406
<b>Total number of households</b>	<b>871 792</b>	<b>871 792</b>	-	-	-	-	<b>3 599</b>	<b>3 599</b>	<b>875 391</b>	<b>875 391</b>	<b>875 391</b>
<b>Refuse:</b>											
Removed at least once a week (min.service)	1 071 453	1 071 453	-	-	-	-	3 719	3 719	1 075 172	1 115 178	1 162 007
Minimum Service Level and Above sub-total	1 071 453	1 071 453	-	-	-	-	3 719	3 719	1 075 172	1 115 178	1 162 007
Removed less frequently than once a week	-	-	-	-	-	-	-	-	-	-	-
Using communal refuse dump	-	-	-	-	-	-	-	-	-	-	-
Using own refuse dump	-	-	-	-	-	-	-	-	-	-	-
Other rubbish disposal	-	-	-	-	-	-	-	-	-	-	-
No rubbish disposal	-	-	-	-	-	-	-	-	-	-	-
<i>Below Minimum Service Level sub-total</i>	-	-	-	-	-	-	-	-	-	-	-
<b>Total number of households</b>	<b>1 071 453</b>	<b>1 071 453</b>	-	-	-	-	<b>3 719</b>	<b>3 719</b>	<b>1 075 172</b>	<b>1 115 178</b>	<b>1 162 007</b>
<b>Households receiving Free Basic Service</b>											
Water (6 kilolitres per household per month)	240 091	240 091	-	-	-	-	-	-	240 091	240 091	240 091
Sanitation (free minimum level service)	240 091	240 091	-	-	-	-	-	-	240 091	240 091	240 091
Electricity/other energy (50kwh per household per month)	184 570	184 570	-	-	-	-	-	-	184 570	184 570	184 570
Refuse (removed at least once a week)	270 035	270 035	-	-	-	-	-	-	270 035	270 035	270 035
<b>Cost of Free Basic Services provided (R'000)</b>											
Water (6 kilolitres per indigent household per month)	283 602	283 602	-	-	-	-	-	-	283 602	297 782	323 986
Sanitation (free sanitation service to indigent households)	242 531	242 531	-	-	-	-	-	-	242 531	254 658	277 068
Electricity/other energy (50kwh per indigent household per month)	117 303	117 303	-	-	-	-	-	-	117 303	135 555	153 679
Refuse (removed once a week for indigent households)	356 132	356 132	-	-	-	-	15 000	15 000	371 132	356 132	356 132
<b>Cost of Free Basic Services provided - Informal Formal Settlements (R'000)</b>	<b>1 136 448</b>	<b>1 136 448</b>	-	-	-	-	<b>(24 074)</b>	<b>(24 074)</b>	<b>1 112 374</b>	<b>1 185 983</b>	<b>1 243 320</b>
<b>Total cost of FBS provided</b>	<b>2 136 016</b>	<b>2 136 016</b>	-	-	-	-	<b>(9 074)</b>	<b>(9 074)</b>	<b>2 126 941</b>	<b>2 230 109</b>	<b>2 354 185</b>

Table continues on next page.



City of Cape Town – 2022/23 Adjustments Budget – 26 January 2023

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Highest level of free service provided</b>											
Property rates (R'000 value threshold)	285 000	285 000	–	–	–	–	–	–	285 000	285 000	285 000
Water (kilolitres per household per month)	15	15	–	–	–	–	–	–	15	15	15
Sanitation (kilolitres per household per month)	10.5	10.5	–	–	–	–	–	–	10.5	10.5	10.5
Sanitation (Rand per household per month)	–	0	–	–	–	–	–	–	–	–	–
Electricity (kw per household per month)	60	60	–	–	–	–	–	–	60	60	60
Refuse (average litres per week)	240	240	–	–	–	–	–	–	240	240	240
<b>Revenue cost of free services provided (R'000)</b>											
Property rates (tariff adjustment) ( impermissible values per section 17 of MPRA)	–	–	–	–	–	–	–	–	–	–	–
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)	1 456 700	1 456 700	–	–	–	–	–	–	1 456 700	1 570 385	1 700 724
Water (in excess of 6 kilolitres per indigent household per month)	203 884	203 884	–	–	–	–	–	–	203 884	214 078	232 917
Sanitation (in excess of free sanitation service to indigent households)	174 358	174 358	–	–	–	–	–	–	174 358	183 076	199 187
Electricity/other energy (in excess of 50 kwh per indigent household per month)	15 616	15 616	–	–	–	–	–	–	15 616	18 046	20 459
Refuse (in excess of one removal a week for indigent households)	–	–	–	–	–	–	–	–	–	–	–
Municipal Housing - rental rebates	22 850	22 850	–	–	–	–	–	–	22 850	23 901	25 001
Housing - top structure subsidies	–	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–	–
<b>Total revenue cost of subsidised services provided</b>	<b>1 873 408</b>	<b>1 873 408</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 873 408</b>	<b>2 009 487</b>	<b>2 178 287</b>

**Highest level of free services provided for Water & Sanitation, Electricity and Solid Waste:**

**Water**

15 kℓ of water per month per indigent household, free of charge.

**Sanitation**

10.5 kℓ of sanitation per month per indigent household, free of charge.

**Electricity**

Each connection supplied by the City to properties with a municipal property value of less than and equal to R400 000 and a prepaid meter receives a monthly 60 kWh free electricity if they normally buy less than 250 kWh per month on average over a 12-month period; or 25 kWh free electricity if they normally buy between 250 and 450 kWh per month on average over a 12-month period.

**Waste removal**

Consumers whose properties are valued between R1 and R500 000 receive rebates between 0% and 100% on the first 240 ℓ container. Consumers who earn below R7 500 and who are registered on the Indigent Register will qualify for a rebate between 0% and 100% on the first 240 ℓ container. Customers living in Council-owned housing rental and selling schemes earning R4 500 and below will receive 100% rebate.

**Explanatory notes to Table B10 – Basic Service Delivery Measurement**

- Table B10 provides an overview of service delivery levels, including backlogs (below minimum service level), for each of the main services.
- The City is persistently striving to eradicate backlogs. The City's backlog status is as follows:
  - Water – Cape Town's population, both formal and informal settlements, receives potable water in accordance with the National minimum standards as required by the Water Services Act 108 (of 1997).
  - Sanitation – Cape Town's population, both formal and informal settlements, receives sanitation services in accordance with the National minimum standards. Funding is still provided to further improve the service levels in Informal Settlements in line with the City's strategy.
  - Energy – The electrification strategy is to reduce the backlog by 1 500 annually.
  - Refuse – There are no backlogs for refuse.

## 5. *Adjustments to budget assumptions*

The following budget assumptions underpinning the 2022/23 MTREF were adjusted.

- **Collection rates**

The performance outcome of the first five months of 2022/23 showed lower collection rates when compared to the budgeted collection rates for water and sanitation. This necessitated a review of the budgeted collection rates in line with performance. Collection rates are therefore revised as follows in the January 2023 adjustments budget.

Service category	Approved Budget 2022/23	January 2023 adjustments budget
<b>Rates</b>	95.50%	95.50%
<b>Electricity</b>	99.00%	99.00%
<b>Water</b>	91.00%	89.00%
<b>Sanitation</b>	93.00%	91.00%
<b>Refuse</b>	90.00%	90.00%

- **Interest rates for investment of funds**

The investment interest rate was adjusted upwards from 5.13% in the approved budget to 6.49% in the January 2023 adjustments budget. The improvement in the rate is mainly due to the consistent increase in the repo rate over the first period of the financial year in an effort to curb rising inflation.

## 6. *Adjustments to budget funding*

- **Funding of operating and capital expenditure**

Capital expenditure remains fully funded from both internal- (i.e. EFF, CRR & Revenue) and external sources (National- and Provincial Government, and other public contributions).

- **Financial plans**

The financial plan will be revisited considering the longer term effects of the adjustments.

- **Reconciliation showing that operating- and capital expenditure remain funded in accordance with MFMA section 18**

Refer **Adjustments Budget Summary** on page 28.

## 7. *Adjustments related to allocations and grants to the City*

Refer to **Allocations and grant adjustments** on page 2.

## 8. *Adjustments to transfers and grants made by the City*

Adjustments to transfers and grants are proposed in the operating adjustments budget. Annexure 1.2 provides further details on the adjustments made.

**9. *Adjustments to councillor and board member allowances and employee benefits***

No adjustments required.

**10. *Adjustments to service delivery and budget implementation plan***

Revisions to service delivery targets and performance indicators in the plan may only be made with the approval of Council following approval of an adjustments budget as per Section 54 of the MFMA. These targets will therefore be updated after the adjustments budget has been approved on 26 January 2023.

**11. *Adjustments to capital expenditure***

Full disclosure on adjustments to the capital budget is provided in Annexure 2.2 to 2.4.

## PART 2 - ADJUSTMENTS BUDGET: CONSOLIDATED TABLES – PARENT MUNICIPALITY AND ENTITIES

The consolidated tables of the City and its entities, Cape Town International Convention Centre (CTICC) and Cape Town Stadium (CTS), are presented on page 47 to page 58.

**Table 11: MBRR Table B1 - Consolidated Adjustments Budget Summary**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Financial Performance</b>											
Property rates	11 514 153	11 514 153	–	–	–	–	381	381	11 514 534	12 129 271	12 855 118
Service charges	24 536 330	24 536 330	–	–	–	–	54 454	54 454	24 590 784	27 371 394	30 399 391
Investment revenue	1 119 303	1 119 303	–	–	–	–	147 227	147 227	1 266 530	1 120 280	971 266
Transfers recognised - operational	6 260 172	6 260 172	–	–	–	19 777	29 810	49 587	6 309 759	6 454 997	6 693 166
Other own revenue	10 004 084	10 004 084	–	–	–	–	323 881	323 881	10 327 965	10 224 219	10 622 121
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>53 434 043</b>	<b>53 434 043</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>19 777</b>	<b>555 753</b>	<b>575 530</b>	<b>54 009 573</b>	<b>57 300 161</b>	<b>61 541 061</b>
Employee costs	17 387 592	17 388 089	–	–	–	–	(20 322)	(20 322)	17 367 767	18 305 301	19 360 979
Remuneration of councillors	176 133	176 133	–	–	–	–	4 987	4 987	181 120	184 204	192 463
Depreciation & asset impairment	3 253 427	3 253 426	–	–	–	–	58 923	58 923	3 312 349	3 463 475	3 735 000
Finance charges	862 999	862 999	–	–	–	–	(111 384)	(111 384)	751 615	1 067 515	1 540 707
Inventory consumed and bulk purchases	17 581 995	17 581 048	–	–	–	–	366 045	366 045	17 947 093	19 831 679	22 200 685
Transfers and grants	360 408	360 408	–	–	–	–	33 847	33 847	394 255	333 865	303 365
Other expenditure	14 416 950	14 417 396	–	–	–	19 777	350 337	370 114	14 787 509	14 876 625	15 063 718
<b>Total Expenditure</b>	<b>54 039 505</b>	<b>54 039 499</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>19 777</b>	<b>682 432</b>	<b>702 209</b>	<b>54 741 708</b>	<b>58 062 664</b>	<b>62 396 919</b>
<b>Surplus/(Deficit)</b>	<b>(605 462)</b>	<b>(605 456)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(126 679)</b>	<b>(126 679)</b>	<b>(732 135)</b>	<b>(762 503)</b>	<b>(855 858)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2 171 013	2 171 013	–	–	–	1 223	27 281	28 504	2 199 517	2 548 125	3 443 150
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	100 854	100 866	–	–	–	–	(5 212)	(5 212)	95 654	95 375	108 247
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>1 666 405</b>	<b>1 666 423</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(104 610)</b>	<b>(103 387)</b>	<b>1 563 036</b>	<b>1 880 997</b>	<b>2 695 540</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>1 666 405</b>	<b>1 666 423</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(104 610)</b>	<b>(103 387)</b>	<b>1 563 036</b>	<b>1 880 997</b>	<b>2 695 540</b>
<b>Capital expenditure &amp; funds sources</b>											
<b>Capital expenditure</b>	<b>7 527 791</b>	<b>7 779 984</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(3 980)</b>	<b>(2 756)</b>	<b>7 777 227</b>	<b>11 246 960</b>	<b>14 793 530</b>
Transfers recognised - capital	2 271 867	2 271 879	–	–	–	1 223	22 069	23 293	2 295 172	2 643 500	3 551 397
Borrowing	2 000 000	2 000 000	–	–	–	–	–	–	2 000 000	6 500 000	7 500 000
Internally generated funds	3 255 924	3 508 104	–	–	–	–	(26 049)	(26 049)	3 482 055	2 103 461	3 742 133
<b>Total sources of capital funds</b>	<b>7 527 791</b>	<b>7 779 984</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(3 980)</b>	<b>(2 756)</b>	<b>7 777 227</b>	<b>11 246 960</b>	<b>14 793 530</b>
<b>Financial position</b>											
Total current assets	14 660 789	17 560 557	–	–	–	–	48 971	48 971	17 609 528	19 122 949	19 797 416
Total non current assets	68 175 557	67 427 750	–	–	–	–	(478 700)	(478 700)	66 949 050	73 881 019	83 088 185
Total current liabilities	10 401 366	12 553 326	–	–	–	–	(1 107 132)	(1 107 132)	11 446 194	13 808 058	14 287 844
Total non current liabilities	14 437 282	14 437 282	–	–	–	–	(772 928)	(772 928)	13 664 354	17 785 782	24 479 585
<b>Community wealth/Equity</b>	<b>57 997 698</b>	<b>57 997 698</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>1 449 109</b>	<b>1 450 332</b>	<b>59 448 030</b>	<b>61 410 128</b>	<b>64 118 172</b>

Table continues on next page.

## City of Cape Town – 2022/23 Adjustments Budget – 26 January 2023

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Cash flows</b>											
Net cash from (used) operating	5 089 826	5 089 838	–	–	–	–	501 172	501 172	5 591 011	5 923 233	6 852 645
Net cash from (used) investing	(6 785 519)	(7 037 711)	–	–	–	–	(45 747)	(45 747)	(7 083 459)	(10 279 396)	(12 783 261)
Net cash from (used) financing	589 849	589 849	–	–	–	–	83 542	83 542	673 391	4 849 300	4 615 814
<b>Cash/cash equivalents at the year end</b>	<b>6 054 466</b>	<b>6 954 234</b>	–	–	–	–	<b>538 967</b>	<b>538 967</b>	<b>7 493 200</b>	<b>7 986 338</b>	<b>6 671 536</b>
<b>Cash backing/surplus reconciliation</b>											
Cash and investments available	13 167 769	15 067 537	–	–	–	–	534 966	534 966	15 602 503	16 161 329	14 755 273
Application of cash and investments	7 919 038	9 971 163	–	–	–	–	(362 528)	(362 528)	9 608 636	9 079 536	8 764 574
<b>Balance - surplus (shortfall)</b>	<b>5 248 731</b>	<b>5 096 373</b>	–	–	–	–	<b>897 494</b>	<b>897 494</b>	<b>5 993 868</b>	<b>7 081 793</b>	<b>5 990 699</b>
<b>Asset Management</b>											
Asset register summary (WDV)	61 381 729	61 654 394	–	–	–	–	(528 544)	(528 544)	61 125 850	68 936 770	77 924 711
Depreciation	3 253 427	3 253 427	–	–	–	–	104 127	104 127	3 357 555	3 463 475	3 735 000
Renewal and Upgrading of Existing Assets	3 885 859	3 992 438	–	–	–	–	69 937	69 937	4 062 376	6 530 133	7 168 414
Repairs and Maintenance	4 802 583	4 802 583	–	–	–	–	212 713	212 713	5 015 296	5 181 385	5 345 559
<b>Free services</b>											
Cost of Free Basic Services provided	2 136 016	2 136 016	–	–	–	–	(9 074)	(9 074)	2 126 941	2 230 109	2 354 185
Revenue cost of free services provided	1 873 408	1 873 408	–	–	–	–	–	–	1 873 408	2 009 487	2 178 287
<b>Households below minimum service level</b>											
Water:	–	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	–	–	–	–	–	–	–	–	–	–	–
Energy:	24 630	24 630	–	–	–	–	(224)	(224)	24 406	22 906	21 406
Refuse:	–	–	–	–	–	–	–	–	–	–	–

**Table 12: MBRR Table B2 - Consolidated Adjustments Budget Financial Performance (standard classification)**

Standard Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Revenue - Functional</b>											
<b>Governance and administration</b>	17 776 773	17 776 785	–	–	–	585	148 198	148 783	17 925 568	18 551 179	19 292 824
Executive and council	1 372	1 372	–	–	–	–	(1 034)	(1 034)	338	1 387	1 403
Finance and administration	17 775 397	17 775 409	–	–	–	585	149 232	149 817	17 925 227	18 549 788	19 291 417
Internal audit	3	3	–	–	–	–	0	0	3	3	4
<b>Community and public safety</b>	4 059 909	4 059 909	–	–	–	638	153 664	154 302	4 214 210	4 058 283	4 245 591
Community and social services	104 197	104 197	–	–	–	–	15 845	15 845	120 042	130 149	103 968
Sport and recreation	126 820	126 820	–	–	–	–	(32 757)	(32 757)	94 063	153 945	155 031
Public safety	1 706 432	1 706 432	–	–	–	638	109 007	109 645	1 816 077	1 666 374	1 691 835
Housing	1 623 592	1 623 592	–	–	–	–	74 684	74 684	1 698 276	1 580 080	1 747 128
Health	498 867	498 867	–	–	–	–	(13 116)	(13 116)	485 752	527 736	547 630
<b>Economic and environmental services</b>	2 307 254	2 307 254	–	–	–	19 777	33 510	53 287	2 360 541	2 590 644	3 446 614
Planning and development	552 759	552 759	–	–	–	–	(2 388)	(2 388)	550 371	564 205	527 969
Road transport	1 709 236	1 709 236	–	–	–	19 777	34 914	54 690	1 763 926	2 005 265	2 906 510
Environmental protection	45 259	45 259	–	–	–	–	984	984	46 244	21 173	12 135
<b>Trading services</b>	31 430 191	31 430 191	–	–	–	–	157 801	157 801	31 587 992	34 549 951	37 886 803
Energy sources	17 749 081	17 749 081	–	–	–	–	(11 870)	(11 870)	17 737 212	20 120 286	22 446 482
Water management	8 507 976	8 507 976	–	–	–	–	140 095	140 095	8 648 071	8 971 364	9 645 314
Waste water management	3 177 244	3 177 244	–	–	–	–	58 431	58 431	3 235 674	3 297 061	3 549 165
Waste management	1 995 890	1 995 890	–	–	–	–	(28 855)	(28 855)	1 967 036	2 161 239	2 245 842
<b>Other</b>	131 783	131 783	–	–	–	–	84 650	84 650	216 433	193 604	220 627
<b>Total Revenue - Functional</b>	<b>55 705 910</b>	<b>55 705 922</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>21 000</b>	<b>577 823</b>	<b>598 823</b>	<b>56 304 745</b>	<b>59 943 661</b>	<b>65 092 458</b>
<b>Expenditure - Functional</b>											
<b>Governance and administration</b>	2 963 104	2 959 057	–	–	–	–	523 272	523 272	3 482 329	3 213 113	3 546 410
Executive and council	173 918	173 998	–	–	–	–	(21 925)	(21 925)	152 073	198 424	223 588
Finance and administration	2 786 198	2 782 072	–	–	–	–	545 107	545 107	3 327 179	3 008 429	3 312 774
Internal audit	2 988	2 988	–	–	–	–	90	90	3 078	6 259	10 048
<b>Community and public safety</b>	13 196 385	13 198 525	–	–	–	–	158 538	158 538	13 357 063	13 887 419	14 431 782
Community and social services	1 899 826	1 901 326	–	–	–	–	(16 972)	(16 972)	1 884 354	1 966 799	2 039 525
Sport and recreation	2 050 981	2 050 981	–	–	–	–	(380)	(380)	2 050 601	2 117 185	2 175 275
Public safety	5 246 351	5 244 311	–	–	–	–	174 282	174 282	5 418 594	5 607 865	5 809 896
Housing	2 189 567	2 190 716	–	–	–	–	44 004	44 004	2 234 720	2 268 759	2 397 912
Health	1 809 659	1 811 191	–	–	–	–	(42 396)	(42 396)	1 768 795	1 926 812	2 009 174
<b>Economic and environmental services</b>	6 492 526	6 493 482	–	–	–	19 777	171 241	191 018	6 684 500	6 627 835	6 863 032
Planning and development	1 738 251	1 738 217	–	–	–	–	20 513	20 513	1 758 730	1 768 818	1 849 486
Road transport	4 431 267	4 432 257	–	–	–	19 777	145 131	164 908	4 597 166	4 546 904	4 693 484
Environmental protection	323 008	323 008	–	–	–	–	5 596	5 596	328 605	312 113	320 062
<b>Trading services</b>	31 008 432	31 009 382	–	–	–	–	(215 841)	(215 841)	30 793 541	33 936 672	37 142 099
Energy sources	17 352 048	17 352 048	–	–	–	–	(168 272)	(168 272)	17 183 775	19 747 257	22 212 781
Water management	7 480 308	7 480 409	–	–	–	–	113 004	113 004	7 593 412	8 130 664	8 566 810
Waste water management	4 153 482	4 154 331	–	–	–	–	38 600	38 600	4 192 930	3 927 379	4 239 903
Waste management	2 022 595	2 022 595	–	–	–	–	(199 172)	(199 172)	1 823 423	2 131 372	2 122 605
<b>Other</b>	333 863	333 863	–	–	–	–	65 617	65 617	399 480	374 310	395 922
<b>Total Expenditure - Functional</b>	<b>53 994 310</b>	<b>53 994 310</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>19 777</b>	<b>702 827</b>	<b>722 604</b>	<b>54 716 913</b>	<b>58 039 349</b>	<b>62 379 245</b>
<b>Surplus/ (Deficit) for the year</b>	<b>1 711 600</b>	<b>1 711 612</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(125 004)</b>	<b>(123 781)</b>	<b>1 587 831</b>	<b>1 904 312</b>	<b>2 713 214</b>

**Table 13: MBRR Table B3 - Consolidated Adjustments Budget Financial Performance  
(revenue and expenditure by municipal vote)**

Vote Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Revenue by Vote</b>											
Vote 1 - Community Services & Health	1 033 395	1 033 395	–	–	–	–	(22 555)	(22 555)	1 010 840	1 101 426	1 085 264
Vote 2 - Corporate Services	70 516	70 529	–	–	–	–	(232)	(232)	70 297	72 624	76 790
Vote 3 - Economic Growth	244 442	244 442	–	–	–	–	(6 715)	(6 715)	237 727	226 003	233 979
Vote 4 - Energy	17 600 187	17 600 187	–	–	–	–	(11 870)	(11 870)	17 588 317	19 958 070	22 269 659
Vote 5 - Finance	17 001 182	17 001 182	–	–	–	–	151 281	151 281	17 152 463	17 732 531	18 547 147
Vote 6 - Future Planning & Resilience	61 921	61 921	–	–	–	–	2 996	2 996	64 917	63 577	70 035
Vote 7 - Human Settlements	1 623 584	1 623 584	–	–	–	–	74 258	74 258	1 697 842	1 580 071	1 747 119
Vote 8 - Office of the City Manager	824	824	–	–	–	–	–	–	824	861	898
Vote 9 - Safety & Security	1 763 850	1 763 850	–	–	–	1 223	118 580	119 803	1 883 653	1 726 318	1 754 417
Vote 10 - Spatial Planning & Environment	557 370	557 370	–	–	–	–	(1 034)	(1 034)	556 336	575 557	532 479
Vote 11 - Urban Mobility	1 756 273	1 756 273	–	–	–	19 777	53 325	73 102	1 829 376	2 085 066	2 924 425
Vote 12 - Urban Waste Management	2 022 324	2 022 324	–	–	–	–	(23 813)	(23 813)	1 998 511	2 183 640	2 268 349
Vote 13 - Water & Sanitation	11 718 322	11 718 322	–	–	–	–	186 362	186 362	11 904 684	12 317 280	13 229 331
Vote 14 - Cape Town International Convention Centre	126 486	126 486	–	–	–	–	84 650	84 650	211 135	188 074	214 853
Vote 15 - Cape Town Stadium	125 233	125 233	–	–	–	–	(27 410)	(27 410)	97 822	132 563	137 713
<b>Total Revenue by Vote</b>	<b>55 705 910</b>	<b>55 705 922</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>21 000</b>	<b>577 823</b>	<b>598 823</b>	<b>56 304 745</b>	<b>59 943 661</b>	<b>65 092 458</b>
<b>Expenditure by Vote</b>											
Vote 1 - Community Services & Health	4 435 579	4 435 579	–	–	–	–	(46 926)	(46 926)	4 388 653	4 635 941	4 841 841
Vote 2 - Corporate Services	3 399 970	3 399 970	–	–	–	–	(177 511)	(177 511)	3 222 459	3 812 700	3 959 822
Vote 3 - Economic Growth	634 148	634 148	–	–	–	–	4 936	4 936	639 084	637 735	654 410
Vote 4 - Energy	15 258 198	15 258 198	–	–	–	–	45 845	45 845	15 304 043	17 388 301	19 584 523
Vote 5 - Finance	3 199 878	3 199 878	–	–	–	–	184 074	184 074	3 383 951	3 434 480	3 945 926
Vote 6 - Future Planning & Resilience	490 696	490 696	–	–	–	–	(20 674)	(20 674)	470 022	507 377	534 016
Vote 7 - Human Settlements	1 545 840	1 545 840	–	–	–	–	52 286	52 286	1 598 126	1 603 084	1 695 637
Vote 8 - Office of the City Manager	472 208	472 208	–	–	–	–	(24 445)	(24 445)	447 763	474 620	492 619
Vote 9 - Safety & Security	5 166 367	5 166 367	–	–	–	–	218 785	218 785	5 385 152	5 542 705	5 797 925
Vote 10 - Spatial Planning & Environment	1 351 630	1 351 630	–	–	–	–	4 298	4 298	1 355 928	1 391 464	1 455 120
Vote 11 - Urban Mobility	3 848 458	3 848 458	–	–	–	19 777	173 855	193 632	4 042 090	3 941 056	4 062 313
Vote 12 - Urban Waste Management	3 340 398	3 340 398	–	–	–	–	17 468	17 468	3 357 866	3 427 840	3 466 636
Vote 13 - Water & Sanitation	10 550 026	10 550 026	–	–	–	–	233 374	233 374	10 783 400	10 896 499	11 517 006
Vote 14 - Cape Town International Convention Centre	175 681	175 681	–	–	–	–	64 873	64 873	240 554	212 983	233 736
Vote 15 - Cape Town Stadium	125 233	125 233	–	–	–	–	(27 410)	(27 410)	97 822	132 563	137 713
<b>Total Expenditure by Vote</b>	<b>53 994 310</b>	<b>53 994 310</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>19 777</b>	<b>702 827</b>	<b>722 604</b>	<b>54 716 913</b>	<b>58 039 349</b>	<b>62 379 245</b>
<b>Surplus/ (Deficit) for the year</b>	<b>1 711 600</b>	<b>1 711 612</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(125 004)</b>	<b>(123 781)</b>	<b>1 587 831</b>	<b>1 904 312</b>	<b>2 713 214</b>

**Table 14: MBRR Table B4 - Consolidated Adjustments Budget Financial Performance (revenue and expenditure)**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Revenue By Source</b>											
Property rates	11 514 153	11 514 153	–	–	–	–	381	381	11 514 534	12 129 271	12 855 118
Service charges - electricity revenue	17 215 068	17 215 068	–	–	–	–	(6 447)	(6 447)	17 208 621	19 595 778	21 882 608
Service charges - water revenue	3 925 515	3 925 515	–	–	–	–	55 760	55 760	3 981 276	4 118 969	4 520 673
Service charges - sanitation revenue	2 014 506	2 014 506	–	–	–	–	33 959	33 959	2 048 465	2 155 521	2 366 762
Service charges - refuse revenue	1 381 241	1 381 241	–	–	–	–	(28 817)	(28 817)	1 352 423	1 501 125	1 629 348
Rental of facilities and equipment	532 499	532 499	–	–	–	–	(3 377)	(3 377)	529 122	597 880	635 095
Interest earned - external investments	1 119 303	1 119 303	–	–	–	–	147 227	147 227	1 266 530	1 120 280	971 266
Interest earned - outstanding debtors	367 515	367 515	–	–	–	–	(15 461)	(15 461)	352 054	383 143	399 529
Dividends received	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	1 262 193	1 262 193	–	–	–	–	96 517	96 517	1 358 709	1 264 511	1 266 932
Licences and permits	73 251	73 251	–	–	–	–	(0)	(0)	73 251	76 474	79 839
Agency services	271 616	271 616	–	–	–	–	0	0	271 616	283 567	296 044
Transfers and subsidies	6 260 172	6 260 172	–	–	–	19 777	29 810	49 587	6 309 759	6 454 997	6 693 166
Other revenue	3 504 645	3 504 645	–	–	–	–	147 471	147 471	3 652 116	3 532 630	3 654 711
Gains	3 992 365	3 992 365	–	–	–	–	98 731	98 731	4 091 097	4 086 014	4 289 972
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>53 434 043</b>	<b>53 434 043</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>19 777</b>	<b>555 753</b>	<b>575 530</b>	<b>54 009 573</b>	<b>57 300 161</b>	<b>61 541 061</b>
<b>Expenditure By Type</b>											
Employee related costs	17 387 592	17 388 089	–	–	–	–	(20 322)	(20 322)	17 367 267	18 305 301	19 360 979
Remuneration of councillors	176 133	176 133	–	–	–	–	4 987	4 987	181 120	184 204	192 463
Debt impairment	2 317 269	2 317 269	–	–	–	–	156 167	156 167	2 473 437	2 267 370	2 244 274
Depreciation & asset impairment	3 253 427	3 253 426	–	–	–	–	58 923	58 923	3 312 349	3 463 475	3 735 000
Finance charges	862 999	862 999	–	–	–	–	(111 384)	(111 384)	751 615	1 067 515	1 540 707
Bulk purchases - electricity	12 350 900	12 350 900	–	–	–	–	–	–	12 350 900	14 201 053	16 328 728
Inventory consumed	5 231 095	5 230 148	–	–	–	–	366 045	366 045	5 596 193	5 630 626	5 871 958
Contracted services	8 675 425	8 676 810	–	–	–	19 777	235 537	255 314	8 932 124	8 863 901	8 995 742
Transfers and subsidies	360 408	360 408	–	–	–	–	33 847	33 847	394 255	333 865	303 365
Other expenditure	2 971 559	2 970 620	–	–	–	–	(65 292)	(65 292)	2 905 327	3 266 221	3 320 720
Losses	452 697	452 697	–	–	–	–	23 925	23 925	476 622	479 132	502 982
<b>Total Expenditure</b>	<b>54 039 505</b>	<b>54 039 499</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>19 777</b>	<b>682 432</b>	<b>702 209</b>	<b>54 741 708</b>	<b>58 062 664</b>	<b>62 396 919</b>
<b>Surplus/(Deficit)</b>	<b>(605 462)</b>	<b>(605 456)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(126 679)</b>	<b>(126 679)</b>	<b>(732 135)</b>	<b>(762 503)</b>	<b>(855 858)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	2 171 013	2 171 013	–	–	–	1 223	27 281	28 504	2 199 517	2 548 125	3 443 150
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	100 854	100 866	–	–	–	–	(5 212)	(5 212)	95 654	95 375	108 247
Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) before taxation</b>	<b>1 666 405</b>	<b>1 666 423</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(104 610)</b>	<b>(103 387)</b>	<b>1 563 036</b>	<b>1 880 997</b>	<b>2 695 540</b>
Taxation	(25 484)	(25 484)	–	–	–	–	11 736	11 736	(13 748)	(13 337)	(10 110)
<b>Surplus/(Deficit) after taxation</b>	<b>1 691 889</b>	<b>1 691 907</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(116 346)</b>	<b>(115 123)</b>	<b>1 576 784</b>	<b>1 894 334</b>	<b>2 705 650</b>
Attributable to minorities	(19 706)	(19 706)	–	–	–	–	8 659	8 659	(11 047)	(9 978)	(7 564)
<b>Surplus/(Deficit) attributable to municipality</b>	<b>1 672 183</b>	<b>1 672 202</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(107 688)</b>	<b>(106 464)</b>	<b>1 565 737</b>	<b>1 884 356</b>	<b>2 698 086</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>1 672 183</b>	<b>1 672 202</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(107 688)</b>	<b>(106 464)</b>	<b>1 565 737</b>	<b>1 884 356</b>	<b>2 698 086</b>



**Table 15: MBRR Table B5 - Consolidated Adjustments Capital Expenditure Budget by vote and funding**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Capital expenditure - Vote</b>											
<b>Multi-year expenditure to be adjusted</b>											
Vote 1 - Community Services & Health	244 533	259 811	–	–	–	–	8 127	8 127	267 938	385 213	343 866
Vote 2 - Corporate Services	396 319	410 445	–	–	–	–	33 331	33 331	443 776	933 012	783 620
Vote 3 - Economic Growth	33 748	37 386	–	–	–	–	13 137	13 137	50 523	15 391	35 154
Vote 4 - Energy	1 052 059	1 088 067	–	–	–	–	(13 883)	(13 883)	1 074 183	1 151 330	1 251 359
Vote 5 - Finance	18 129	18 178	–	–	–	–	12 504	12 504	30 683	42 552	45 344
Vote 6 - Future Planning & Resilience	25 715	26 858	–	–	–	–	(608)	(608)	26 251	12 477	16 185
Vote 7 - Human Settlements	884 428	910 682	–	–	–	–	(17 782)	(17 782)	894 900	894 902	1 009 618
Vote 8 - Office of the City Manager	13 329	14 163	–	–	–	–	(6 759)	(6 759)	7 405	26 290	6 409
Vote 9 - Safety & Security	236 735	242 541	–	–	–	1 223	39 184	40 408	282 949	217 876	315 458
Vote 10 - Spatial Planning & Environment	232 455	243 958	–	–	–	–	14 332	14 332	258 290	375 570	324 805
Vote 11 - Urban Mobility	1 379 126	1 436 184	–	–	–	–	(106 507)	(106 507)	1 329 677	2 061 056	2 973 446
Vote 12 - Urban Waste Management	647 002	694 253	–	–	–	–	–	–	694 253	790 916	764 880
Vote 13 - Water & Sanitation	2 343 741	2 376 985	–	–	–	–	8 763	8 763	2 385 748	4 297 105	6 877 762
Vote 14 - Cape Town International Convention Centre	20 472	20 472	–	–	–	–	12 180	12 180	32 652	43 270	45 627
Vote 15 - Cape Town Stadium	–	–	–	–	–	–	–	–	–	–	–
<b>Total Capital Expenditure - Vote</b>	<b>7 527 791</b>	<b>7 779 984</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(3 980)</b>	<b>(2 756)</b>	<b>7 777 227</b>	<b>11 246 960</b>	<b>14 793 530</b>
<b>Capital Expenditure - Functional</b>											
<b>Governance and administration</b>	<b>1 171 731</b>	<b>1 226 238</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>585</b>	<b>133 868</b>	<b>134 453</b>	<b>1 360 691</b>	<b>1 731 451</b>	<b>1 639 545</b>
Executive and council	18 166	22 436	–	–	–	–	(17 363)	(17 363)	5 072	2 026	2 267
Finance and administration	1 153 487	1 203 723	–	–	–	585	151 231	151 817	1 355 539	1 729 347	1 637 199
Internal audit	79	79	–	–	–	–	–	–	79	79	79
<b>Community and public safety</b>	<b>1 223 732</b>	<b>1 259 648</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>638</b>	<b>33 145</b>	<b>33 783</b>	<b>1 293 431</b>	<b>1 373 122</b>	<b>1 447 095</b>
Community and social services	55 398	62 536	–	–	–	–	6 405	6 405	68 941	122 863	117 275
Sport and recreation	93 090	95 259	–	–	–	–	9 402	9 402	104 662	214 728	123 858
Public safety	167 415	169 971	–	–	–	638	34 882	35 520	205 491	125 030	81 868
Housing	870 578	892 168	–	–	–	–	(20 273)	(20 273)	871 895	881 052	1 006 184
Health	37 250	39 714	–	–	–	–	2 728	2 728	42 442	29 450	117 910
<b>Economic and environmental services</b>	<b>1 589 981</b>	<b>1 659 955</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(120 024)</b>	<b>(120 024)</b>	<b>1 539 932</b>	<b>2 375 871</b>	<b>3 291 350</b>
Planning and development	127 118	130 966	–	–	–	–	13 302	13 302	144 268	142 048	112 451
Road transport	1 324 240	1 380 748	–	–	–	–	(133 923)	(133 923)	1 246 826	1 981 130	2 937 713
Environmental protection	138 623	148 241	–	–	–	–	597	597	148 838	252 693	241 186
<b>Trading services</b>	<b>3 515 725</b>	<b>3 607 490</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(57 373)</b>	<b>(57 373)</b>	<b>3 550 117</b>	<b>5 714 896</b>	<b>8 368 063</b>
Energy sources	1 045 059	1 080 912	–	–	–	–	(10 883)	(10 883)	1 070 028	1 134 830	1 246 359
Water management	879 104	898 979	–	–	–	–	17 251	17 251	916 230	1 048 750	2 317 103
Waste water management	1 233 422	1 234 749	–	–	–	–	(59 241)	(59 241)	1 175 508	3 033 576	4 237 659
Waste management	358 139	392 851	–	–	–	–	(4 500)	(4 500)	388 351	497 740	566 942
<b>Other</b>	<b>26 622</b>	<b>26 652</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>6 405</b>	<b>6 405</b>	<b>33 057</b>	<b>51 620</b>	<b>47 477</b>
<b>Total Capital Expenditure - Functional</b>	<b>7 527 791</b>	<b>7 779 984</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(3 980)</b>	<b>(2 756)</b>	<b>7 777 227</b>	<b>11 246 960</b>	<b>14 793 530</b>
<b>Funded by:</b>											
National Government	2 165 521	2 165 528	–	–	–	–	22 843	22 843	2 188 370	2 542 402	3 437 473
Provincial Government	5 492	5 492	–	–	–	1 223	4 432	5 655	11 147	5 723	5 677
District Municipality	–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	100 854	100 860	–	–	–	–	(5 205)	(5 205)	95 654	95 375	108 247
<b>Transfers recognised - capital</b>	<b>2 271 867</b>	<b>2 271 879</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>22 069</b>	<b>23 293</b>	<b>2 295 172</b>	<b>2 643 500</b>	<b>3 551 397</b>
<b>Borrowing</b>	<b>2 000 000</b>	<b>2 000 000</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>2 000 000</b>	<b>6 500 000</b>	<b>7 500 000</b>
<b>Internally generated funds</b>	<b>3 255 924</b>	<b>3 508 104</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(26 049)</b>	<b>(26 049)</b>	<b>3 482 055</b>	<b>2 103 461</b>	<b>3 742 133</b>
<b>Total Capital Funding</b>	<b>7 527 791</b>	<b>7 779 984</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>(3 980)</b>	<b>(2 756)</b>	<b>7 777 227</b>	<b>11 246 960</b>	<b>14 793 530</b>

**Table 16: MBRR Table B6 - Consolidated Adjustments Budget Financial Position**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>ASSETS</b>											
<b>Current assets</b>											
Cash	96 399	96 399	–	–	–	–	–	–	96 399	125 751	100 277
Call investment deposits	6 965 070	9 864 838	–	–	–	–	534 967	534 967	10 399 805	11 773 143	12 251 898
Consumer debtors	6 396 636	6 396 636	–	–	–	–	(356 021)	(356 021)	6 040 615	6 170 065	6 412 011
Other debtors	700 649	700 649	–	–	–	–	(78 411)	(78 411)	622 238	579 723	534 522
Current portion of long-term receivables	4 227	4 227	–	–	–	–	1 584	1 584	5 811	4 689	4 148
Inventory	497 807	497 807	–	–	–	–	(53 147)	(53 147)	444 660	469 578	494 561
<b>Total current assets</b>	<b>14 660 789</b>	<b>17 560 557</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>48 971</b>	<b>48 971</b>	<b>17 609 528</b>	<b>19 122 949</b>	<b>19 797 416</b>
<b>Non current assets</b>											
Long-term receivables	166 677	166 677	–	–	–	–	769	769	167 446	164 460	162 321
Investments	6 106 299	5 106 299	–	–	–	–	(0)	(0)	5 106 299	4 262 435	2 403 098
Investment property	576 147	576 147	–	–	–	–	0	0	576 147	574 433	572 720
Investment in Associate	–	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	60 636 181	60 884 057	–	–	–	–	(537 272)	(537 272)	60 346 785	67 955 392	78 944 199
Biological	–	–	–	–	–	–	–	–	–	–	–
Intangible	439 143	443 459	–	–	–	–	162 357	162 357	605 817	764 405	833 742
Other non-current assets	251 111	251 111	–	–	–	–	(104 554)	(104 554)	146 557	159 894	172 104
<b>Total non current assets</b>	<b>68 175 557</b>	<b>67 427 750</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(478 700)</b>	<b>(478 700)</b>	<b>66 949 050</b>	<b>73 881 019</b>	<b>83 088 185</b>
<b>TOTAL ASSETS</b>	<b>82 836 346</b>	<b>84 988 307</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(429 728)</b>	<b>(429 728)</b>	<b>84 558 578</b>	<b>93 003 968</b>	<b>102 885 601</b>
<b>LIABILITIES</b>											
<b>Current liabilities</b>											
Bank overdraft	–	–	–	–	–	–	–	–	–	–	–
Borrowing	1 808 361	1 808 361	–	–	–	–	(78 782)	(78 782)	1 729 579	2 966 423	1 424 556
Consumer deposits	629 026	629 026	–	–	–	–	(65 974)	(65 974)	563 052	597 056	636 873
Trade and other payables	6 427 764	8 579 725	–	–	–	–	(1 193 551)	(1 193 551)	7 386 174	8 414 944	10 387 239
Provisions	1 536 214	1 536 214	–	–	–	–	231 174	231 174	1 767 389	1 829 635	1 839 176
<b>Total current liabilities</b>	<b>10 401 366</b>	<b>12 553 326</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(1 107 132)</b>	<b>(1 107 132)</b>	<b>11 446 194</b>	<b>13 808 058</b>	<b>14 287 844</b>
<b>Non current liabilities</b>											
Borrowing	6 624 774	6 624 774	–	–	–	–	(998 750)	(998 750)	5 626 024	9 370 522	15 621 478
Provisions	7 812 508	7 812 508	–	–	–	–	225 823	225 823	8 038 330	8 415 259	8 858 107
<b>Total non current liabilities</b>	<b>14 437 282</b>	<b>14 437 282</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(772 928)</b>	<b>(772 928)</b>	<b>13 664 354</b>	<b>17 785 782</b>	<b>24 479 585</b>
<b>TOTAL LIABILITIES</b>	<b>24 838 648</b>	<b>26 990 608</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(1 880 060)</b>	<b>(1 880 060)</b>	<b>25 110 548</b>	<b>31 593 840</b>	<b>38 767 430</b>
<b>NET ASSETS</b>	<b>57 997 698</b>	<b>57 997 698</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 450 331</b>	<b>1 450 331</b>	<b>59 448 030</b>	<b>61 410 128</b>	<b>64 118 172</b>
<b>COMMUNITY WEALTH/EQUITY</b>											
Accumulated Surplus/(Deficit)	51 803 262	51 903 097	–	–	–	1 223	1 574 731	1 575 954	53 479 051	55 853 778	58 858 881
Reserves	6 194 437	6 094 601	–	–	–	–	(125 622)	(125 622)	5 968 979	5 556 350	5 259 290
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>57 997 698</b>	<b>57 997 698</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 223</b>	<b>1 449 109</b>	<b>1 450 332</b>	<b>59 448 030</b>	<b>61 410 128</b>	<b>64 118 172</b>

**Table 17: MBRR Table B7 - Consolidated Adjustments Budget Cash Flow**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>											
<b>Receipts</b>											
Property rates	11 116 304	11 116 304	–	–	–	–	–	–	11 116 304	11 707 835	12 408 436
Service charges	23 922 286	23 922 286	–	–	–	–	165 206	165 206	24 087 492	26 825 857	29 800 711
Other revenue	4 770 345	4 770 345	–	–	–	–	5 264	5 264	4 775 608	4 725 198	4 899 890
Transfers and Subsidies - Operational	6 293 368	6 293 368	–	–	–	–	49 588	49 588	6 342 957	6 484 953	6 718 216
Transfers and Subsidies - Capital	2 271 867	2 271 879	–	–	–	–	23 293	23 293	2 295 172	2 643 500	3 551 397
Interest	1 119 303	1 119 303	–	–	–	–	147 227	147 227	1 266 530	1 120 280	971 266
Dividends	–	–	–	–	–	–	–	–	–	–	–
<b>Payments</b>											
Suppliers and employees	(43 209 010)	(43 209 010)	–	–	–	–	14 651	14 651	(43 194 359)	(46 485 363)	(49 911 207)
Finance charges	(803 157)	(803 157)	–	–	–	–	129 790	129 790	(673 367)	(737 329)	(1 259 772)
Transfers and Grants	(391 480)	(391 480)	–	–	–	–	(33 847)	(33 847)	(425 327)	(361 696)	(326 291)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>5 089 826</b>	<b>5 089 838</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>501 172</b>	<b>501 172</b>	<b>5 591 011</b>	<b>5 923 233</b>	<b>6 852 645</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>											
<b>Receipts</b>											
Proceeds on disposal of PPE	54 742	54 742	–	–	–	–	2 001	2 001	56 743	57 150	59 665
Decrease (increase) in non-current receivables	53 751	53 751	–	–	–	–	(50 505)	(50 505)	3 246	863	14
Decrease (increase) in non-current investments	633 780	633 780	–	–	–	–	–	–	633 780	909 552	1 859 336
<b>Payments</b>											
Capital assets	(7 527 791)	(7 779 984)	–	–	–	–	2 756	2 756	(7 777 227)	(11 246 960)	(14 702 276)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(6 785 519)</b>	<b>(7 037 711)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(45 747)</b>	<b>(45 747)</b>	<b>(7 083 459)</b>	<b>(10 279 396)</b>	<b>(12 783 261)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>											
<b>Receipts</b>											
Short term loans	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	2 000 000	2 000 000	–	–	–	–	–	–	2 000 000	6 500 000	7 500 000
Increase (decrease) in consumer deposits	28 010	28 010	–	–	–	–	3 542	3 542	31 552	27 461	27 309
<b>Payments</b>											
Repayment of borrowing	(1 438 161)	(1 438 161)	–	–	–	–	80 000	80 000	(1 358 161)	(1 678 161)	(2 911 495)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>589 849</b>	<b>589 849</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>83 542</b>	<b>83 542</b>	<b>673 391</b>	<b>4 849 300</b>	<b>4 615 814</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>(1 105 844)</b>	<b>(1 358 024)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>538 967</b>	<b>538 967</b>	<b>(819 057)</b>	<b>493 137</b>	<b>(1 314 802)</b>
Cash/cash equivalents at the year begin:	7 160 309	8 312 258	–	–	–	–	–	–	8 312 258	7 493 200	7 986 338
Cash/cash equivalents at the year end:	6 054 466	6 954 234	–	–	–	–	538 967	538 967	7 493 200	7 986 338	6 671 536

**Table 18: MBRR Table B8 - Consolidated Cash backed reserves/accumulated surplus reconciliation**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>Cash and investments available</b>											
Cash/cash equivalents at the year end	6 054 466	6 954 234	–	–	–	–	538 967	538 967	7 493 200	7 986 338	6 671 536
Other current investments > 90 days	1 007 004	3 007 004	–	–	–	–	(4 000)	(4 000)	3 003 004	3 912 556	5 680 639
Non current assets - Investments	6 106 299	5 106 299	–	–	–	–	(0)	(0)	5 106 299	4 262 435	2 403 098
<b>Cash and investments available:</b>	<b>13 167 769</b>	<b>15 067 537</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>534 966</b>	<b>534 966</b>	<b>15 602 503</b>	<b>16 161 329</b>	<b>14 755 273</b>
<b>Applications of cash and investments</b>											
Unspent conditional transfers	1 429 132	1 429 132	–	–	–	–	(818 415)	(818 415)	610 716	610 716	610 716
Unspent borrowing	–	–	–	–	–	–	–	–	–	–	–
Statutory requirements	–	–	–	–	–	–	–	–	–	–	–
Other working capital requirements	(1 970 257)	181 704	–	–	–	–	150 901	150 901	332 605	1 257 151	3 029 777
Other provisions	917 266	917 266	–	–	–	–	223 174	223 174	1 140 440	1 124 409	1 193 219
Long term investments committed	2 768 888	2 768 888	–	–	–	–	–	–	2 768 888	1 859 336	–
Reserves to be backed by cash/investments	4 774 009	4 674 173	–	–	–	–	81 812	81 812	4 755 985	4 227 923	3 930 863
<b>Total Application of cash and investments:</b>	<b>7 919 038</b>	<b>9 971 163</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(362 528)</b>	<b>(362 528)</b>	<b>9 608 636</b>	<b>9 079 593</b>	<b>8 764 574</b>
<b>Surplus(shortfall)</b>	<b>5 248 731</b>	<b>5 096 373</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>897 494</b>	<b>897 494</b>	<b>5 993 868</b>	<b>7 081 736</b>	<b>5 990 699</b>

**Table 19: MBRR Table B9 - Consolidated Asset Management**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>CAPITAL EXPENDITURE</b>											
<b>Total New Assets to be adjusted</b>	<b>3 641 932</b>	<b>3 787 545</b>	–	–	–	1 223	(73 917)	(72 694)	<b>3 714 852</b>	<b>4 716 828</b>	<b>7 625 116</b>
Roads Infrastructure	901 795	924 051	–	–	–	–	(8 398)	(8 398)	915 653	1 274 709	2 517 020
Storm water Infrastructure	178 245	179 994	–	–	–	–	6 511	6 511	186 505	187 239	223 340
Electrical Infrastructure	349 071	349 090	–	–	–	–	(11 033)	(11 033)	338 057	286 650	413 049
Water Supply Infrastructure	555 602	556 518	–	–	–	–	(14 501)	(14 501)	542 017	779 365	1 490 001
Sanitation Infrastructure	339 480	360 271	–	–	–	–	(28 957)	(28 957)	331 314	390 265	1 320 023
Solid Waste Infrastructure	209 388	239 985	–	–	–	–	2 868	2 868	242 854	370 004	411 364
Coastal Infrastructure	10 675	10 675	–	–	–	–	18 216	18 216	28 891	10 160	–
Information and Communication Infrastructure	101 807	102 065	–	–	–	–	(2 121)	(2 121)	99 944	99 512	78 000
Infrastructure	2 646 063	2 722 648	–	–	–	–	(37 414)	(37 414)	2 685 234	3 397 905	6 452 796
Community Facilities	196 916	204 252	–	–	–	–	29 356	29 356	233 608	260 351	290 132
Sport and Recreation Facilities	6 065	6 065	–	–	–	–	(6 000)	(6 000)	65	–	–
Community Assets	202 981	210 317	–	–	–	–	23 356	23 356	233 673	260 351	290 132
Operational Buildings	79 019	80 880	–	–	–	–	16 238	16 238	97 119	90 670	169 988
Housing	8 693	8 801	–	–	–	–	700	700	9 501	450	300
Other Assets	87 712	89 682	–	–	–	–	16 938	16 938	106 620	91 120	170 288
Licences and Rights	45 026	49 591	–	–	–	–	26 219	26 219	75 810	164 580	186 708
Intangible Assets	45 026	49 591	–	–	–	–	26 219	26 219	75 810	164 580	186 708
Computer Equipment	102 922	111 955	–	–	–	–	32 167	32 167	144 123	151 111	91 868
Furniture and Office Equipment	16 863	20 017	–	–	–	–	10 584	10 584	30 600	36 444	123 551
Machinery and Equipment	116 725	125 206	–	–	–	1 223	19 995	21 218	146 424	147 070	143 682
Transport Assets	256 111	283 077	–	–	–	–	(75 551)	(75 551)	207 526	382 262	127 347
Land	167 529	175 053	–	–	–	–	(90 211)	(90 211)	84 842	85 984	38 744
<b>Total Renewal of Existing Assets to be adjusted</b>	<b>1 988 088</b>	<b>2 044 860</b>	–	–	–	–	<b>209 360</b>	<b>209 360</b>	<b>2 254 220</b>	<b>2 787 607</b>	<b>2 535 675</b>
Roads Infrastructure	140 280	143 089	–	–	–	–	(29 359)	(29 359)	113 731	245 850	185 083
Storm water Infrastructure	7 991	7 991	–	–	–	–	4 036	4 036	12 027	39 224	24 057
Electrical Infrastructure	383 657	392 680	–	–	–	–	15 167	15 167	407 846	509 585	393 099
Water Supply Infrastructure	318 135	318 135	–	–	–	–	26 142	26 142	344 277	260 000	226 500
Sanitation Infrastructure	435 062	436 300	–	–	–	–	121 586	121 586	557 886	912 300	974 341
Solid Waste Infrastructure	–	–	–	–	–	–	–	–	–	1 300	9 500
Information and Communication Infrastructure	19 764	19 764	–	–	–	–	(532)	(532)	19 232	24 701	24 723
Infrastructure	1 304 889	1 317 958	–	–	–	–	137 040	137 040	1 454 999	1 992 959	1 837 304
Community Facilities	24 434	31 318	–	–	–	–	4 490	4 490	35 808	25 143	65 500
Sport and Recreation Facilities	–	–	–	–	–	–	–	–	–	5 000	10 000
Community Assets	24 434	31 318	–	–	–	–	4 490	4 490	35 808	30 143	75 500
Heritage Assets	–	–	–	–	–	–	–	–	–	–	–
Operational Buildings	16 866	17 763	–	–	–	–	8 702	8 702	26 465	29 630	24 474
Housing	1 639	2 036	–	–	–	–	10 628	10 628	12 664	–	2 041
Other Assets	18 505	19 799	–	–	–	–	19 331	19 331	39 129	29 630	26 515
Licences and Rights	10 150	9 710	–	–	–	–	(201)	(201)	9 509	9 250	9 075
Intangible Assets	10 150	9 710	–	–	–	–	(201)	(201)	9 509	9 250	9 075
Computer Equipment	71 700	75 093	–	–	–	–	23 218	23 218	98 311	90 169	68 164
Furniture and Office Equipment	14 205	15 351	–	–	–	–	3 671	3 671	19 022	20 574	38 879
Machinery and Equipment	82 059	89 029	–	–	–	–	2 825	2 825	91 854	80 491	95 887
Transport Assets	462 147	486 601	–	–	–	–	18 987	18 987	505 588	534 391	384 350

Table continues on next page.

## City of Cape Town – 2022/23 Adjustments Budget – 26 January 2023

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b><u>Total Upgrading of Existing Assets to be adjusted</u></b>	<b>1 897 771</b>	<b>1 947 578</b>	–	–	–	–	(139 423)	(139 423)	<b>1 808 155</b>	<b>3 742 526</b>	<b>4 632 739</b>
Roads Infrastructure	230 257	242 220	–	–	–	–	(856)	(856)	241 364	243 011	127 521
Storm water Infrastructure	159 180	159 305	–	–	–	–	(61 338)	(61 338)	97 966	187 253	156 581
Electrical Infrastructure	187 000	196 663	–	–	–	–	(39 513)	(39 513)	157 150	201 806	268 405
Water Supply Infrastructure	13 500	13 575	–	–	–	–	2 925	2 925	16 500	34 067	31 567
Sanitation Infrastructure	530 040	530 115	–	–	–	–	(90 805)	(90 805)	439 310	1 795 537	2 688 461
Solid Waste Infrastructure	67 067	69 062	–	–	–	–	(4 730)	(4 730)	64 332	41 263	71 598
Coastal Infrastructure	55 522	56 064	–	–	–	–	8 375	8 375	64 439	152 159	150 112
Information and Communication Infrastructure	64 509	64 615	–	–	–	–	(966)	(966)	63 649	43 939	17 383
Infrastructure	1 307 075	1 331 618	–	–	–	–	(186 908)	(186 908)	1 144 711	2 699 034	3 511 628
Community Facilities	138 674	149 737	–	–	–	–	14 051	14 051	163 788	275 014	407 205
Sport and Recreation Facilities	68 328	68 933	–	–	–	–	(2 409)	(2 409)	66 524	173 321	110 006
Community Assets	207 001	218 670	–	–	–	–	11 642	11 642	230 312	448 335	517 211
Heritage Assets	–	–	–	–	–	–	–	–	–	–	2 100
Operational Buildings	278 982	285 529	–	–	–	–	14 728	14 728	300 257	420 399	495 022
Housing	65 401	72 012	–	–	–	–	(7 498)	(7 498)	64 514	61 135	74 773
Other Assets	344 383	357 541	–	–	–	–	7 229	7 229	364 770	481 534	569 795
Licences and Rights	21 683	22 095	–	–	–	–	19 363	19 363	41 458	107 623	13 195
Intangible Assets	21 683	22 095	–	–	–	–	19 363	19 363	41 458	107 623	13 195
Computer Equipment	8 359	8 377	–	–	–	–	4 340	4 340	12 718	700	7 213
Furniture and Office Equipment	300	308	–	–	–	–	–	–	308	300	–
Machinery and Equipment	8 968	8 968	–	–	–	–	4 910	4 910	13 879	5 000	11 596
<b><u>Total Capital Expenditure to be adjusted</u></b>	<b>7 527 791</b>	<b>7 779 984</b>	–	–	–	1 223	(3 980)	(2 756)	<b>7 777 227</b>	<b>11 246 960</b>	<b>14 793 530</b>
Roads Infrastructure	1 272 332	1 309 360	–	–	–	–	(38 612)	(38 612)	1 270 747	1 763 570	2 829 624
Storm water Infrastructure	345 416	347 290	–	–	–	–	(50 792)	(50 792)	296 498	413 716	403 978
Electrical Infrastructure	919 728	938 433	–	–	–	–	(35 379)	(35 379)	903 053	998 041	1 074 553
Water Supply Infrastructure	887 237	888 228	–	–	–	–	14 566	14 566	902 794	1 073 432	1 748 068
Sanitation Infrastructure	1 304 582	1 326 686	–	–	–	–	1 824	1 824	1 328 510	3 098 102	4 982 825
Solid Waste Infrastructure	276 455	309 047	–	–	–	–	(1 861)	(1 861)	307 186	412 567	492 462
Coastal Infrastructure	66 197	66 738	–	–	–	–	26 591	26 591	93 330	162 319	150 112
Information and Communication Infrastructure	186 080	186 443	–	–	–	–	(3 619)	(3 619)	182 824	168 152	120 106
Infrastructure	5 258 027	5 372 225	–	–	–	–	(87 281)	(87 281)	5 284 943	8 089 898	11 801 728
Community Facilities	360 024	385 307	–	–	–	–	47 897	47 897	433 204	560 508	762 838
Sport and Recreation Facilities	74 393	74 998	–	–	–	–	(8 409)	(8 409)	66 589	178 321	120 006
Community Assets	434 416	460 305	–	–	–	–	39 488	39 488	499 793	738 829	882 844
Heritage Assets	–	–	–	–	–	–	–	–	–	–	2 100
Operational Buildings	374 867	384 173	–	–	–	–	39 668	39 668	423 841	540 700	689 484
Housing	75 733	82 849	–	–	–	–	3 830	3 830	86 679	61 585	77 114
Other Assets	450 600	467 022	–	–	–	–	43 498	43 498	510 520	602 285	766 599
Licences and Rights	76 859	81 396	–	–	–	–	45 381	45 381	126 777	281 452	208 978
Intangible Assets	76 859	81 396	–	–	–	–	45 381	45 381	126 777	281 452	208 978
Computer Equipment	182 981	195 426	–	–	–	–	59 726	59 726	255 152	241 980	167 245
Furniture and Office Equipment	31 367	35 676	–	–	–	–	14 254	14 254	49 930	57 318	162 430
Machinery and Equipment	207 753	223 203	–	–	–	1 223	27 730	28 953	252 156	232 561	251 165
Transport Assets	718 259	769 678	–	–	–	–	(56 565)	(56 565)	713 113	916 653	511 697
Land	167 529	175 053	–	–	–	–	(90 211)	(90 211)	84 842	85 984	38 744
<b>TOTAL CAPITAL EXPENDITURE to be adjusted</b>	<b>7 527 791</b>	<b>7 779 984</b>	–	–	–	<b>1 223</b>	<b>(3 980)</b>	<b>(2 756)</b>	<b>7 777 227</b>	<b>11 246 960</b>	<b>14 793 530</b>

Table continues on next page.

City of Cape Town – 2022/23 Adjustments Budget – 26 January 2023

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>											
<b>ASSET REGISTER SUMMARY - PPE (WDV)</b>	<b>61 381 729</b>	<b>61 654 394</b>	–	–	–	–	(528 544)	(528 544)	<b>61 125 850</b>	<b>68 936 770</b>	<b>77 924 711</b>
Roads Infrastructure	11 732 567	11 767 567	–	–	–	–	(164 259)	(164 259)	11 603 308	12 887 726	15 208 442
Storm water Infrastructure	1 464 990	1 466 864	–	–	–	–	(153 928)	(153 928)	1 312 936	1 783 194	2 157 139
Electrical Infrastructure	9 208 478	9 227 183	–	–	–	–	(50 761)	(50 761)	9 176 422	9 966 946	10 551 725
Water Supply Infrastructure	6 484 561	6 505 427	–	–	–	–	(95 338)	(95 338)	6 410 089	7 537 132	8 794 935
Sanitation Infrastructure	6 393 452	6 395 680	–	–	–	–	(193 520)	(193 520)	6 202 160	8 676 651	11 577 367
Solid Waste Infrastructure	847 410	880 002	–	–	–	–	195 041	195 041	1 075 043	1 209 931	1 645 712
Coastal Infrastructure	212 395	212 936	–	–	–	–	14 998	14 998	227 934	377 925	515 449
Information and Communication Infrastructure	5 694 988	5 695 351	–	–	–	–	(141 775)	(141 775)	5 553 575	5 757 916	5 732 034
Infrastructure	42 038 840	42 151 010	–	–	–	–	(589 542)	(589 542)	41 561 468	48 197 420	56 182 803
Community Assets	6 472 384	6 523 497	–	–	–	–	(156 358)	(156 358)	6 367 139	6 927 884	7 418 805
Heritage Assets	10 268	10 268	–	–	–	–	–	–	10 268	10 268	10 268
Investment properties	576 107	576 107	–	–	–	–	(0)	(0)	576 106	574 393	572 679
Other Assets	5 095 469	5 125 770	–	–	–	–	141 048	141 048	5 266 818	5 412 998	5 794 575
Intangible Assets	438 864	443 180	–	–	–	–	168 087	168 087	611 267	682 002	745 879
Computer Equipment	565 874	583 187	–	–	–	–	(10 112)	(10 112)	573 075	498 405	465 931
Furniture and Office Equipment	285 609	291 737	–	–	–	–	130 223	130 223	421 961	277 246	366 442
Machinery and Equipment	624 981	640 557	–	–	–	–	(112 560)	(112 560)	527 996	643 383	675 697
Transport Assets	3 898 595	3 950 014	–	–	–	–	(24 040)	(24 040)	3 925 974	4 254 048	4 194 164
Land	1 374 740	1 359 066	–	–	–	–	(75 289)	(75 289)	1 283 777	1 458 724	1 497 468
Zoo's, Marine and Non-biological Animals	<b>61 381 729</b>	<b>61 654 394</b>	–	–	–	–	(528 544)	(528 544)	<b>61 125 850</b>	<b>68 936 770</b>	<b>77 924 711</b>
<b>EXPENDITURE OTHER ITEMS</b>											
<u>Depreciation &amp; asset impairment</u>	3 253 427	3 253 427	–	–	–	–	104 127	104 127	3 357 555	3 463 475	3 735 000
<u>Repairs and Maintenance by asset class</u>	<b>4 802 583</b>	<b>4 802 583</b>	–	–	–	–	<b>212 713</b>	<b>212 713</b>	<b>5 015 296</b>	<b>5 181 385</b>	<b>5 345 559</b>
Roads Infrastructure	708 812	708 812	–	–	–	–	83 134	83 134	791 946	740 831	774 451
Storm water Infrastructure	148 037	148 037	–	–	–	–	14 090	14 090	162 127	154 853	162 010
Electrical Infrastructure	596 334	596 334	–	–	–	–	74 530	74 530	670 864	609 489	623 224
Water Supply Infrastructure	381 433	381 434	–	–	–	–	11 543	11 543	392 977	394 715	420 621
Sanitation Infrastructure	373 761	373 761	–	–	–	–	172 657	172 657	546 419	387 286	401 464
Solid Waste Infrastructure	11 558	11 558	–	–	–	–	(48)	(48)	11 510	11 558	11 558
Coastal Infrastructure	3 994	3 994	–	–	–	–	–	–	3 994	3 994	3 994
Infrastructure	2 223 929	2 223 930	–	–	–	–	355 906	355 906	2 579 836	2 302 726	2 397 321
Community Facilities	486 075	486 691	–	–	–	–	(118 122)	(118 122)	368 569	717 613	726 702
Sport and Recreation Facilities	126 280	126 280	–	–	–	–	(3 102)	(3 102)	123 177	131 772	136 528
Community Assets	612 354	612 970	–	–	–	–	(121 224)	(121 224)	491 747	849 385	863 230
Heritage Assets	2 832	2 760	–	–	–	–	(416)	(416)	2 344	2 917	3 005
Revenue Generating	18 104	18 104	–	–	–	–	279	279	18 383	18 680	19 283
Non-revenue Generating	10	10	–	–	–	–	(2)	(2)	8	10	10
Investment properties	18 113	18 113	–	–	–	–	277	277	18 390	18 690	19 293
Operational Buildings	247 129	247 093	–	–	–	–	69 715	69 715	316 808	255 338	263 954
Housing	19 148	19 148	–	–	–	–	4 023	4 023	23 171	19 150	19 152
Other Assets	266 277	266 241	–	–	–	–	73 738	73 738	339 979	274 487	283 106
Computer Equipment	431 201	431 190	–	–	–	–	(16 105)	(16 105)	415 085	444 451	458 364
Furniture and Office Equipment	334 180	334 188	–	–	–	–	(56 713)	(56 713)	277 475	348 249	356 648
Machinery and Equipment	393 020	393 028	–	–	–	–	25 861	25 861	418 889	407 054	417 791
Transport Assets	520 676	520 162	–	–	–	–	(48 611)	(48 611)	471 551	533 425	546 803
<b>TOTAL EXPENDITURE OTHER ITEMS to be adjusted</b>	<b>8 056 010</b>	<b>8 056 010</b>	–	–	–	–	<b>316 841</b>	<b>316 841</b>	<b>8 372 851</b>	<b>8 644 860</b>	<b>9 080 559</b>
<b>Renewal and upgrading of Existing Assets as % of total capex</b>	<b>51.6%</b>	<b>51.3%</b>							<b>52.2%</b>	<b>58.1%</b>	<b>48.5%</b>
<b>Renewal and upgrading of Existing Assets as % of deprecn"</b>	<b>119.4%</b>	<b>122.7%</b>							<b>121.0%</b>	<b>188.5%</b>	<b>191.9%</b>
<b>R&amp;M as a % of PPE</b>	<b>7.8%</b>	<b>7.8%</b>							<b>8.2%</b>	<b>7.5%</b>	<b>6.9%</b>
<b>Renewal and upgrading and R&amp;M as a % of PPE</b>	<b>14.2%</b>	<b>14.3%</b>							<b>14.9%</b>	<b>17.0%</b>	<b>16.1%</b>

**Table 20: MBRR Table B10 - Consolidated Basic service delivery measurement**

Description	Budget Year 2022/23									Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Household service targets</b>											
<b><u>Water:</u></b>											
Piped water inside dwelling	1 328 617	1 328 617	–	–	–	–	–	–	1 328 617	1 351 464	1 374 568
Piped water inside yard (but not in dwelling)	–	–	–	–	–	–	–	–	–	–	–
Using public tap (at least min.service level)	184 205	184 205	–	–	–	–	–	–	184 205	187 372	190 575
Other water supply (at least min.service level)	–	–	–	–	–	–	–	–	–	–	–
<i>Minimum Service Level and Above sub-total</i>	1 512 822	1 512 822	–	–	–	–	–	–	1 512 822	1 538 836	1 565 143
Using public tap (< min.service level)	–	–	–	–	–	–	–	–	–	–	–
Other water supply (< min.service level)	–	–	–	–	–	–	–	–	–	–	–
No water supply	–	–	–	–	–	–	–	–	–	–	–
<i>Below Minimum Service Level sub-total</i>	–	–	–	–	–	–	–	–	–	–	–
<b>Total number of households</b>	<b>1 512 822</b>	<b>1 513</b>	–	–	–	–	–	–	<b>1 512 822</b>	<b>1 538 836</b>	<b>1 565 143</b>
<b><u>Sanitation/sewerage:</u></b>											
Flush toilet (connected to sewerage)	1 404 012	1 404 012	–	–	–	–	–	–	1 404 012	1 429 241	1 452 156
Flush toilet (with septic tank)	–	–	–	–	–	–	–	–	–	–	–
Chemical toilet	63 105	63 105	–	–	–	–	–	–	63 105	63 105	63 105
Pit toilet (ventilated)	197	197	–	–	–	–	–	–	197	197	197
Other toilet provisions (> min.service level)	45 508	45 508	–	–	–	–	–	–	45 508	46 293	49 685
<i>Minimum Service Level and Above sub-total</i>	1 512 822	1 512 822	–	–	–	–	–	–	1 512 822	1 538 836	1 565 143
Bucket toilet	–	–	–	–	–	–	–	–	–	–	–
Other toilet provisions (< min.service level)	–	–	–	–	–	–	–	–	–	–	–
No toilet provisions	–	–	–	–	–	–	–	–	–	–	–
<i>Below Minimum Service Level sub-total</i>	–	–	–	–	–	–	–	–	–	–	–
<b>Total number of households</b>	<b>1 512 822</b>	<b>1 512 822</b>	–	–	–	–	–	–	<b>1 512 822</b>	<b>1 538 836</b>	<b>1 565 143</b>
<b><u>Energy:</u></b>											
Electricity (at least min. service level)	847 162	847 162	–	–	–	–	4	3 823	850 985	852 485	853 985
Electricity - prepaid (> min.service level)	–	–	–	–	–	–	–	–	–	–	–
<i>Minimum Service Level and Above sub-total</i>	847 162	847 162	–	–	–	–	3 823	3 823	850 985	852 485	853 985
Electricity (< min.service level)	24 630	24 630	–	–	–	–	(224)	(224)	24 406	22 906	21 406
Electricity - prepaid (< min. service level)	–	–	–	–	–	–	–	–	–	–	–
Other energy sources	–	–	–	–	–	–	–	–	–	–	–
<i>Below Minimum Service Level sub-total</i>	24 630	24 630	–	–	–	–	(224)	(224)	24 406	22 906	21 406
<b>Total number of households</b>	<b>871 792</b>	<b>871 792</b>	–	–	–	–	3 599	3 599	<b>875 391</b>	<b>875 391</b>	<b>875 391</b>
<b><u>Refuse:</u></b>											
Removed at least once a week (min.service)	1 071 453	1 071 453	–	–	–	–	4	4	1 075 172	1 115 178	1 162 007
<i>Minimum Service Level and Above sub-total</i>	1 071 453	1 071 453	–	–	–	–	3 719	3 719	1 075 172	1 115 178	1 162 007
Removed less frequently than once a week	–	–	–	–	–	–	–	–	–	–	–
Using communal refuse dump	–	–	–	–	–	–	–	–	–	–	–
Using own refuse dump	–	–	–	–	–	–	–	–	–	–	–
Other rubbish disposal	–	–	–	–	–	–	–	–	–	–	–
No rubbish disposal	–	–	–	–	–	–	–	–	–	–	–
<i>Below Minimum Service Level sub-total</i>	–	–	–	–	–	–	–	–	–	–	–
<b>Total number of households</b>	<b>1 071 453</b>	<b>1 071 453</b>	–	–	–	–	<b>3 719</b>	<b>3 719</b>	<b>1 075 172</b>	<b>1 115 178</b>	<b>1 162 007</b>

Table continues on next page.

City of Cape Town – 2022/23 Adjustments Budget – 26 January 2023

Description	Budget Year 2022/23										Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>Households receiving Free Basic Service</b>												
Water (6 kilolitres per household per month)	240 091	240 091	–	–	–	–	–	–	240 091	240 091	240 091	240 091
Sanitation (free minimum level service)	240 091	240 091	–	–	–	–	–	–	240 091	240 091	240 091	240 091
Electricity/other energy (50kwh per household per month)	184 570	184 570	–	–	–	–	–	–	184 570	184 570	184 570	184 570
Refuse (removed at least once a week)	270 035	270 035	–	–	–	–	–	–	270 035	270 035	270 035	270 035
<b>Cost of Free Basic Services provided (R'000)</b>												
Water (6 kilolitres per indigent household per month)	283 602	283 602	–	–	–	–	–	–	283 602	297 782	323 986	323 986
Sanitation (free sanitation service to indigent households)	242 531	242 531	–	–	–	–	–	–	242 531	254 658	277 068	277 068
Electricity/other energy (50kwh per indigent household per month)	117 303	117 303	–	–	–	–	–	–	117 303	135 555	153 679	153 679
Refuse (removed once a week for indigent households)	356 132	356 132	–	–	–	–	15 000	15 000	371 132	356 132	356 132	356 132
Cost of Free Basic Services provided - Informal Formal Settlements	1 136 448	1 136 448	–	–	–	–	(24 074)	(24 074)	1 112 374	1 185 983	1 243 320	1 243 320
<b>Total cost of FBS provided</b>	<b>2 136 016</b>	<b>2 136 016</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(9 074)</b>	<b>(9 074)</b>	<b>2 126 941</b>	<b>2 230 109</b>	<b>2 354 185</b>	<b>2 354 185</b>
<b>Highest level of free service provided</b>												
Property rates (R'000 value threshold)	285 000	285 000	–	–	–	–	–	–	285 000	285 000	285 000	285 000
Water (kilolitres per household per month)	15	15	–	–	–	–	–	–	15	15	15	15
Sanitation (kilolitres per household per month)	10.5	10.5	–	–	–	–	–	–	10.5	10.5	10.5	10.5
Sanitation (Rand per household per month)	–	–	–	–	–	–	–	–	–	–	–	–
Electricity (kw per household per month)	60	60	–	–	–	–	–	–	60	60	60	60
Refuse (average litres per week)	240	240	–	–	–	–	–	–	240	240	240	240
<b>Revenue cost of free services provided (R'000)</b>												
Property rates (tariff adjustment) ( impermissible values per section 17 of MPRA)	–	–	–	–	–	–	–	–	–	–	–	–
Property rates' exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)	1 456 700	1 456 700	–	–	–	–	–	–	1 456 700	1 570 385	1 700 724	1 700 724
Water (in excess of 6 kilolitres per indigent household per month)	203 884	203 884	–	–	–	–	–	–	203 884	214 078	232 917	232 917
Sanitation (in excess of free sanitation service to indigent households)	174 358	174 358	–	–	–	–	–	–	174 358	183 076	199 187	199 187
Electricity/other energy (in excess of 50 kwh per indigent household per month)	15 616	15 616	–	–	–	–	–	–	15 616	18 046	20 459	20 459
Refuse (in excess of one removal a week for indigent households)	–	–	–	–	–	–	–	–	–	–	–	–
Municipal Housing - rental rebates	22 850	22 850	–	–	–	–	–	–	22 850	23 901	25 001	25 001
Housing - top structure subsidies	–	–	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–	–	–
<b>Total revenue cost of subsidised services provided</b>	<b>1 873 408</b>	<b>1 873 408</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>1 873 408</b>	<b>2 009 487</b>	<b>2 178 287</b>	<b>2 178 287</b>



## **PART 3 - ADJUSTMENTS BUDGET: MUNICIPAL ENTITY - CAPE TOWN INTERNATIONAL CONVENTION CENTRE (CTICC)**

The January 2023 adjustments budget has been prepared in an environment where there are no COVID-19 restrictions in place. This means that all contracted events can take place, and management can now fill the venues by continuing with marketing and sales activities and attending industry events locally and internationally.

The effects of the pandemic and current economic crisis will have a lasting impact on the industry. However, the number and size of events booked, hosted and planned is an indication that event organisers and the public alike want to meet in person. This augurs well for the entity's industry and is reflected in the financial forecast shown in the adjustments budget.

The key assumptions made in preparing the adjustments budget include the following:

- No COVID-19 restrictions in place for the remainder of the financial year;
- Both buildings opened and fully operational;
- Critical vacancies to be filled and staff trained to deliver 5-star service standards;
- Leave balances to be reduced and managed;
- Costs to be incurred to develop and implement the new strategy has been included in the budget;
- Marketing and communications to be continued to secure future events; and
- Critical maintenance to be carried out on all equipment and infrastructure to sweat existing assets and retain cash flow.

The adjustments budget includes the actual results reported for the first four months to October 2022 with the remaining eight months being forecasted.

**Revenue** is forecast to be significantly higher than the original budget as a result of the lifting of all COVID-19 restrictions. Revenue is forecast to be R207,9 million, up by R82,1 million or 65.3% from the original budget of R125,8 million.

The revenue split between venue rental, and food and beverage is forecast higher at 67%, which is the highest over the past two years, but still below pre-COVID levels. This is mainly due to the mix of events being hosted, with trade shows and exhibitions not earning much food and beverage revenue.

**Total direct costs** are forecast to increase to R39,8 million, which is an increase of R18,7 million or 88.7%, which is directly related to the increase in food and beverage revenue.

**Total indirect costs** are forecast to increase to R183,3 million, an increase of R28,7 million or 18.6%. The overall increase in costs is a direct correlation to the company being fully operational again and hosting close to 300 events in the year. Controllable costs have been adjusted in line with the activities during the year to host the events planned. The most significant reasons for the higher controllable costs are:

- Filling of critical vacancies, including two positions to implement the new strategy leading to increased training costs.
- Budget costs allocated to the bursary/study program for staff.
- Utility costs increase due to both buildings being open and hosting events, and the higher tariff rate being applied with higher usage.
- Increase in building-related costs such as cleaning, security, landscaping, window cleaning and maintenance.
- Higher office costs due to increased staff numbers, bank charges and minimal remote working.
- Increase in marketing and related costs to increase visibility and secure events.
- Travel costs are higher as industry events are held locally and internationally where the CTICC must have a presence to secure future business and events.

An **EBITDA Loss** of R15,2 million is forecast for the year, which is R34,7 million lower than the loss of R49,9 million originally budgeted.

**Depreciation and amortisation** of R42,2 million is forecast, which is lower by R3,0 million. This is due to the low spend on capital expenditure in prior years resulting in the sweating of assets nearing the end of their useful lives.

**Deferred taxation** of R13,7 million has been forecast and provided on the forecast loss as well as the temporary differences for the year. The new company tax rate of 27% was applied.

A **Net Loss after taxation** of R40,5 million is forecast, against the original budgeted loss of R68,9 million.

The CTICC's five primary budget tables, as required in terms of Part 4 of the MBRR, are presented on page 62 to page 67.

**Table 21: MBRR Table E1 - Adjustments Budget Summary - CTICC**

Description	Budget Year 2022/23								Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>										
<b><u>Financial Performance</u></b>										
Property rates	–	–	–	–	–	–	–	–	–	–
Service charges	–	–	–	–	–	–	–	–	–	–
Investment revenue	738	738	–	–	–	2 532	2 532	3 270	826	909
Transfers recognised - operational	–	–	–	–	–	–	–	–	–	–
Other own revenue	125 748	125 748	–	–	–	82 117	82 117	207 865	187 248	213 945
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>126 486</b>	<b>126 486</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>84 650</b>	<b>84 650</b>	<b>211 135</b>	<b>188 074</b>	<b>214 853</b>
Employee costs	60 622	60 622	–	–	–	12 253	12 253	72 876	67 246	71 994
Remuneration of Board Members	760	760	–	–	–	(50)	(50)	710	798	838
Depreciation and debt impairment	45 205	45 565	–	–	–	(2 958)	(2 958)	42 607	44 661	44 629
Finance charges	–	–	–	–	–	–	–	–	–	–
Inventory consumed and bulk purchases	15 644	15 644	–	–	–	14 674	14 674	30 318	21 541	26 231
Transfers and grants	2 124	2 124	–	–	–	–	–	2 124	2 124	2 124
Other expenditure	98 640	96 156	–	–	–	20 558	20 558	116 714	99 928	105 594
<b>Total Expenditure</b>	<b>220 871</b>	<b>220 871</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>44 478</b>	<b>44 478</b>	<b>265 348</b>	<b>236 298</b>	<b>251 410</b>
<b>Surplus/(Deficit)</b>	<b>(94 385)</b>	<b>(94 385)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>40 172</b>	<b>40 172</b>	<b>(54 213)</b>	<b>(48 225)</b>	<b>(36 557)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(94 385)</b>	<b>(94 385)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>40 172</b>	<b>40 172</b>	<b>(54 213)</b>	<b>(48 225)</b>	<b>(36 557)</b>
Taxation	(25 484)	(25 484)	–	–	–	11 736	11 736	(13 748)	(13 337)	(10 110)
<b>Surplus/ (Deficit) for the year</b>	<b>(68 901)</b>	<b>(68 901)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>28 436</b>	<b>28 436</b>	<b>(40 465)</b>	<b>(34 887)</b>	<b>(26 446)</b>
<b><u>Capital expenditure &amp; funds sources</u></b>										
<b>Capital expenditure</b>	20 472	20 472	–	–	–	12 180	12 180	32 652	43 270	45 627
Transfers recognised - capital	–	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–	–
Internally generated funds	20 472	20 472	–	–	–	12 180	12 180	32 652	43 270	45 627
<b>Total sources of capital funds</b>	<b>20 472</b>	<b>20 472</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>12 180</b>	<b>12 180</b>	<b>32 652</b>	<b>43 270</b>	<b>45 627</b>
<b><u>Financial position</u></b>										
Total current assets	57 687	57 687	–	–	–	(796)	(796)	56 891	32 238	23 118
Total non current assets	687 407	687 407	–	–	–	43 252	43 252	730 659	740 842	750 185
Total current liabilities	88 962	88 962	–	–	–	5 242	5 242	94 204	114 685	141 269
Total non current liabilities	231	231	–	–	–	206	206	438	374	459
Community wealth/Equity	655 901	655 901	–	–	–	37 007	37 007	692 909	658 021	631 575
<b><u>Cash flows</u></b>										
Net cash from (used) operating	(16 700)	(16 700)	–	–	–	67 616	67 616	50 916	17 269	35 658
Net cash from (used) investing	32 528	32 528	–	–	–	(65 180)	(65 180)	(32 652)	(43 270)	(45 627)
Net cash from (used) financing	–	–	–	–	–	–	–	–	–	–
<b>Cash/cash equivalents at the year end</b>	<b>40 307</b>	<b>40 307</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>26 916</b>	<b>26 916</b>	<b>42 743</b>	<b>16 741</b>	<b>6 772</b>

**Table 22: MBRR Table E2 - Adjustments Budget - Financial Performance (revenue and expenditure) - CTICC**

Description	Budget Year 2022/23								Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>										
<b><u>Revenue By Source</u></b>										
Property rates	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	73 350	73 350	-	-	-	28 221	28 221	101 571	112 918	124 209
Interest earned - external investments	738	738	-	-	-	2 532	2 532	3 270	826	909
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-	-
Licences and permits	-	-	-	-	-	-	-	-	-	-
Agency services	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-	-
Other revenue	52 398	52 398	-	-	-	53 897	53 897	106 295	74 330	89 735
Gains	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>126 486</b>	<b>126 486</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>84 650</b>	<b>84 650</b>	<b>211 135</b>	<b>188 074</b>	<b>214 853</b>
<b><u>Expenditure By Type</u></b>										
Employee related costs	60 622	60 622	-	-	-	12 253	12 253	72 876	67 246	71 994
Remuneration of Directors	760	760	-	-	-	(50)	(50)	710	798	838
Debt impairment	360	360	-	-	-	-	-	360	360	360
Depreciation & asset impairment	45 205	45 205	-	-	-	(2 958)	(2 958)	42 247	44 301	44 269
Finance charges	-	-	-	-	-	-	-	-	-	-
Bulk purchases - electricity	-	-	-	-	-	-	-	-	-	-
Inventory consumed	15 644	15 644	-	-	-	14 674	14 674	30 318	21 541	26 231
Contracted services	41 462	41 462	-	-	-	10 737	10 737	52 199	43 668	45 883
Transfers and subsidies	2 124	2 124	-	-	-	-	-	2 124	2 124	2 124
Other expenditure	54 694	54 694	-	-	-	9 781	9 781	64 475	56 261	59 711
Losses	-	-	-	-	-	41	41	41	-	-
<b>Total Expenditure</b>	<b>220 871</b>	<b>220 871</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>44 478</b>	<b>44 478</b>	<b>265 348</b>	<b>236 298</b>	<b>251 410</b>
<b>Surplus/(Deficit)</b>	<b>(94 385)</b>	<b>(94 385)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>40 172</b>	<b>40 172</b>	<b>(54 213)</b>	<b>(48 225)</b>	<b>(36 557)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) before taxation</b>	<b>(94 385)</b>	<b>(94 385)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>40 172</b>	<b>40 172</b>	<b>(54 213)</b>	<b>(48 225)</b>	<b>(36 557)</b>
Taxation	(25 484)	(25 484)	-	-	-	11 736	11 736	(13 748)	(13 337)	(10 110)
<b>Surplus/ (Deficit) for the year</b>	<b>(68 901)</b>	<b>(68 901)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>28 436</b>	<b>28 436</b>	<b>(40 465)</b>	<b>(34 887)</b>	<b>(26 446)</b>

## **Explanatory notes to MBRR Table E2 – Financial Performance (revenue and expenditure) - CTICC**

### **Revenue by source**

#### **1. Rental of facilities and equipment**

Venue rental has been forecast at R101,6 million, an increase of R28,2 million. This includes the actual results for the first four months of the year and the bullish forecast for the remaining eight months based on contracted events and events booked at short notice.

#### **2. Other revenue**

Other revenue, which includes food and beverage income, parking revenue, turnover rental from the Westin Hotel and sub-contractor commission have been forecast at R106,3 million, an increase of R53,9 million. This category is projected higher due to the increase in events to be hosted.

#### **3. Interest earned – external investments**

Interest received is forecast to be R3,3 million higher than the original budget of R0,7 million due to an increase in events and advanced deposits received from clients for future events that will be invested until the event takes place or are refunded.

### **Expenditure by type**

#### **1. Employee related costs**

Total personnel costs have been forecast to increase by R12,3 million as vacancies are filled due to the increased business levels. Related costs such as training, transport, overtime, night shift allowance and public holiday pay will also increase.

#### **2. Contracted services**

Total costs relating to contracted services has been forecast to increase by R10,7 million to R52,2 million. This is mainly due to costs related to hosting events, which includes security, cleaning and waste removal.

#### **3. Inventory consumed**

The costs are forecast to increase by R14,7 million to R30,3 million as it relates directly to revenue generating activities with additional events being budgeted.

#### **4. Other expenditure**

Costs are forecast to increase by R9,8 million to R64,5 million as a result of utilising more electricity, water, office costs, IT-related costs, marketing costs etc. with increased business levels.

#### **5. Depreciation and asset impairment**

Depreciation and amortisation are forecast to be R3,0 million below the original budget due to the sweating of existing assets beyond their originally estimated useful lives.

#### **6. Impairment of the cash generating unit is not expected in this financial year.**

### **Net deficit before taxation for the year**

Net deficit before taxation for the 2022/23 adjustments budget is forecast at R54,2 million, down from the original budgeted loss of R94,4 million.

**Table 23: MBRR Table E3 Adjustments Capital Expenditure Budget by asset class and funding - CTICC**

Description	Budget Year 2022/23								Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>										
<b><u>Capital expenditure by Asset Class/Sub-class</u></b>										
<b><u>Other assets</u></b>	13 880	13 880	–	–	–	9 150	9 150	23 030	24 051	31 820
Operational Buildings	13 880	13 880	–	–	–	9 150	9 150	23 030	24 051	31 820
Municipal Offices	13 880	13 880	–	–	–	9 150	9 150	23 030	24 051	31 820
<b><u>Computer Equipment</u></b>	4 650	4 650	–	–	–	2 530	2 530	7 180	11 483	8 226
Computer Equipment	4 650	4 650	–	–	–	2 530	2 530	7 180	11 483	8 226
<b><u>Furniture and Office Equipment</u></b>	1 820	1 820	–	–	–	500	500	2 320	5 965	2 095
Furniture and Office Equipment	1 820	1 820	–	–	–	500	500	2 320	5 965	2 095
<b><u>Machinery and Equipment</u></b>	122	122	–	–	–	–	–	122	1 772	3 486
Machinery and Equipment	122	122	–	–	–	–	–	122	1 772	3 486
<b>Total Capital Expenditure to be adjusted</b>	<b>20 472</b>	<b>20 472</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>12 180</b>	<b>12 180</b>	<b>32 652</b>	<b>43 270</b>	<b>45 627</b>
<b><u>Funded by:</u></b>										
National Government	–	–	–	–	–	–	–	–	–	–
Provincial Government	–	–	–	–	–	–	–	–	–	–
Parent Municipality	–	–	–	–	–	–	–	–	–	–
District Municipality	–	–	–	–	–	–	–	–	–	–
<b>Transfers recognised - capital</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Borrowing</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
<b>Internally generated funds</b>	<b>20 472</b>	<b>20 472</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>12 180</b>	<b>12 180</b>	<b>32 652</b>	<b>43 270</b>	<b>45 627</b>
<b>Total Capital Funding</b>	<b>20 472</b>	<b>20 472</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>12 180</b>	<b>12 180</b>	<b>32 652</b>	<b>43 270</b>	<b>45 627</b>

**Explanatory notes to MBRR Table E3 – Capital Expenditure Budget by asset class and funding - CTICC**

1. Total capital expenditure for 2022/23 is forecast at R32,7 million, an increase of R12,2 million to ensure that assets are replaced and acquired for increased business levels to be maintained.
2. Management has reviewed the capital program and re-prioritised projects to ensure that assets are maintained to the required standards without compromising on customer satisfaction and depleting limited cash resources.

**Table 24: MBRR Table E4 Adjustments Budget - Financial Position - CTICC**

Description	Budget Year 2022/23								Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted A1	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>										
<b>ASSETS</b>										
<b>Current assets</b>										
Cash	–	–	–	–	–	–	–	–	–	–
Call investment deposits	40 307	40 307	–	–	–	2 436	2 436	42 743	16 741	6 772
Consumer debtors	–	–	–	–	–	–	–	–	–	–
Other debtors	13 532	13 532	–	–	–	(3 584)	(3 584)	9 949	10 980	11 800
Current portion of long-term receivables	2 124	2 124	–	–	–	–	–	2 124	2 124	2 124
Inventory	1 725	1 725	–	–	–	351	351	2 076	2 393	2 422
<b>Total current assets</b>	<b>57 687</b>	<b>57 687</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(796)</b>	<b>(796)</b>	<b>56 891</b>	<b>32 238</b>	<b>23 118</b>
<b>Non current assets</b>										
Long-term receivables	166 555	166 555	–	–	–	–	–	166 555	164 431	162 307
Investments	0	0	–	–	–	(0)	(0)	–	–	–
Investment property	–	–	–	–	–	–	–	–	–	–
Investment in Associate	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	280 915	280 915	–	–	–	146 901	146 901	427 815	426 785	428 142
Biological	–	–	–	–	–	–	–	–	–	–
Intangible	–	–	–	–	–	–	–	–	–	–
Other non-current assets	239 937	239 937	–	–	–	(103 648)	(103 648)	136 289	149 626	159 736
<b>Total non current assets</b>	<b>687 407</b>	<b>687 407</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>43 252</b>	<b>43 252</b>	<b>730 659</b>	<b>740 842</b>	<b>750 185</b>
<b>TOTAL ASSETS</b>	<b>745 094</b>	<b>745 094</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>42 456</b>	<b>42 456</b>	<b>787 550</b>	<b>773 080</b>	<b>773 303</b>
<b>LIABILITIES</b>										
<b>Current liabilities</b>										
Bank overdraft	–	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–	–
Consumer deposits	57 522	57 522	–	–	–	(13 901)	(13 901)	43 621	50 164	62 673
Trade and other payables	31 440	31 440	–	–	–	17 048	17 048	48 488	61 563	75 432
Provisions	–	–	–	–	–	2 094	2 094	2 094	2 958	3 165
<b>Total current liabilities</b>	<b>88 962</b>	<b>88 962</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>5 242</b>	<b>5 242</b>	<b>94 204</b>	<b>114 685</b>	<b>141 269</b>
<b>Non current liabilities</b>										
Borrowing	–	–	–	–	–	–	–	–	–	–
Provisions	231	231	–	–	–	206	206	438	374	459
<b>Total non current liabilities</b>	<b>231</b>	<b>231</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>206</b>	<b>206</b>	<b>438</b>	<b>374</b>	<b>459</b>
<b>TOTAL LIABILITIES</b>	<b>89 193</b>	<b>89 193</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>5 449</b>	<b>5 449</b>	<b>94 642</b>	<b>115 059</b>	<b>141 728</b>
<b>NET ASSETS</b>	<b>655 901</b>	<b>655 901</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>37 007</b>	<b>37 007</b>	<b>692 909</b>	<b>658 021</b>	<b>631 575</b>
<b>COMMUNITY WEALTH/EQUITY</b>										
Accumulated Surplus/(Deficit)	(764 526)	(764 526)	–	–	–	129 007	129 007	(635 519)	(670 407)	(696 853)
Reserves	1 420 428	1 420 428	–	–	–	(92 000)	(92 000)	1 328 428	1 328 428	1 328 428
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>655 901</b>	<b>655 901</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>37 007</b>	<b>37 007</b>	<b>692 909</b>	<b>658 021</b>	<b>631 575</b>

**Table 25: MBRR Table E5 Adjustments Budget - Cash Flows - CTICC**

Description	Budget Year 2022/23								Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates	-	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-	-
Other revenue	125 748	125 748	-	-	-	82 117	82 117	207 865	187 248	213 945
Transfers and Subsidies - Operational	-	-	-	-	-	-	-	-	-	-
Transfers and Subsidies - Capital	-	-	-	-	-	-	-	-	-	-
Interest	738	738	-	-	-	2 532	2 532	3 270	826	909
Dividends	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees	(143 186)	(143 186)	-	-	-	(17 033)	(17 033)	(160 219)	(170 805)	(179 196)
Finance charges	-	-	-	-	-	-	-	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	-	-
Transfers and Grants	-	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>(16 700)</b>	<b>(16 700)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>67 616</b>	<b>67 616</b>	<b>50 916</b>	<b>17 269</b>	<b>35 658</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables	53 000	53 000	-	-	-	(53 000)	(53 000)	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets	(20 472)	(20 472)	-	-	-	(12 180)	(12 180)	(32 652)	(43 270)	(45 627)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>32 528</b>	<b>32 528</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(65 180)</b>	<b>(65 180)</b>	<b>(32 652)</b>	<b>(43 270)</b>	<b>(45 627)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>15 828</b>	<b>15 828</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 436</b>	<b>2 436</b>	<b>18 264</b>	<b>(26 002)</b>	<b>(9 969)</b>
Cash/cash equivalents at the year begin:	24 479	24 479	-	-	-	24 479	24 479	24 479	42 743	16 741
Cash/cash equivalents at the year end:	40 307	40 307	-	-	-	26 916	26 916	42 743	16 741	6 772



## **PART 4 - ADJUSTMENTS BUDGET: MUNICIPAL ENTITY - CAPE TOWN STADIUM (CTS)**

An adjustment budget has been prepared in an environment where COVID-19 restrictions have been lifted and includes the actual results reported for the first five months of the financial year, with the remaining seven months forecasted.

As certain envisaged income streams will be realised lower than initially anticipated due to changes in the revenue models utilised during the original budget process, as well as the entity disclosing the event revenue on a net basis, the CTS has had to reduce its total revenue budget by R27,4 million resulting in a 21.89% reduction. The operating expenditure had to be reduced as well, as less expenditure will be incurred if there is a reduction in income being generated.

The CTS's primary budget tables, as required in terms of Part 4 of the MBRR, are presented on page 69 to page 73.

**Table 26: MBRR Table E1 Adjustments Budget Summary - CTS**

Description	Budget Year 2022/23								Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>										
<b><u>Financial Performance</u></b>										
Property rates	–	–	–	–	–	–	–	–	–	–
Service charges	–	–	–	–	–	–	–	–	–	–
Investment revenue	–	–	–	–	–	–	–	–	–	–
Transfers recognised - operational	33 196	33 196	–	–	–	–	–	33 196	29 955	25 050
Other own revenue	92 037	92 037	–	–	–	(27 410)	(27 410)	64 626	83 387	92 722
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>125 233</b>	<b>125 233</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(27 410)</b>	<b>(27 410)</b>	<b>97 822</b>	<b>113 342</b>	<b>117 772</b>
Employee costs	2 795	2 795	–	–	–	(987)	(987)	1 808	2 921	3 053
Remuneration of Board Members	479	479	–	–	–	–	–	479	498	518
Depreciation and debt impairment	–	–	–	–	–	–	–	–	–	–
Finance charges	–	–	–	–	–	–	–	–	–	–
Inventory consumed and bulk purchases	661	661	–	–	–	1 442	1 442	2 103	688	715
Transfers and grants	7 003	7 003	–	–	–	–	–	7 003	7 283	7 575
Other expenditure	114 294	114 294	–	–	–	(27 865)	(27 865)	86 429	101 951	105 912
<b>Total Expenditure</b>	<b>125 233</b>	<b>125 233</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(27 410)</b>	<b>(27 410)</b>	<b>97 822</b>	<b>113 342</b>	<b>117 772</b>
<b>Surplus/(Deficit)</b>	<b>(0)</b>	<b>(0)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(0)</b>	<b>(0)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>
Taxation	–	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>(0)</b>	<b>(0)</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>
<b><u>Financial position</u></b>										
Total current assets	6 755	6 755	–	–	–	–	–	6 755	6 945	7 142
Total non current assets	–	–	–	–	–	–	–	–	–	–
Total current liabilities	4 745	4 745	–	–	–	–	–	4 745	4 935	5 132
Total non current liabilities	–	–	–	–	–	–	–	–	–	–
Community wealth/Equity	2 010	2 010	–	–	–	–	–	2 010	2 010	2 010
<b><u>Cash flows</u></b>										
Net cash from (used) operating	0	0	–	–	–	–	–	0	(0)	(0)
Net cash from (used) investing	–	–	–	–	–	–	–	–	–	–
Net cash from (used) financing	–	–	–	–	–	–	–	–	–	–
<b>Cash/cash equivalents at the year end</b>	<b>3</b>	<b>3</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>3</b>	<b>3</b>	<b>3</b>

**Table 27: MBRR Table E2 Adjustments Budget - Financial Performance (revenue and expenditure) - CTS**

Description	Budget Year 2022/23								Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	69 969	69 969	-	-	-	(31 225)	(31 225)	38 744	63 138	70 664
Interest earned - external investments	-	-	-	-	-	-	-	-	-	-
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-	-
Licences and permits	-	-	-	-	-	-	-	-	-	-
Agency services	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies	33 196	33 196	-	-	-	-	-	33 196	29 955	25 050
Other revenue	22 068	22 068	-	-	-	3 815	3 815	25 883	20 249	22 059
Gains	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>125 233</b>	<b>125 233</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(27 410)</b>	<b>(27 410)</b>	<b>97 822</b>	<b>113 342</b>	<b>117 772</b>
<b>Expenditure By Type</b>										
Employee related costs	2 795	2 795	-	-	-	(987)	(987)	1 808	2 921	3 053
Remuneration of Directors	479	479	-	-	-	-	-	479	498	518
Debt impairment	-	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	-	-	-	-	-	-	-	-	-	-
Finance charges	-	-	-	-	-	-	-	-	-	-
Bulk purchases - electricity	-	-	-	-	-	-	-	-	-	-
Inventory consumed	661	661	-	-	-	1 442	1 442	2 103	688	715
Contracted services	86 174	86 174	-	-	-	(21 220)	(21 220)	64 954	80 154	83 242
Transfers and subsidies	7 003	7 003	-	-	-	-	-	7 003	7 283	7 575
Other expenditure	28 120	28 120	-	-	-	(6 645)	(6 645)	21 475	21 797	22 669
Losses	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	<b>125 233</b>	<b>125 233</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(27 410)</b>	<b>(27 410)</b>	<b>97 822</b>	<b>113 342</b>	<b>117 772</b>
<b>Surplus/(Deficit)</b>	<b>(0)</b>	<b>(0)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) before taxation</b>	<b>(0)</b>	<b>(0)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>
Taxation	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>(0)</b>	<b>(0)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>	<b>(0)</b>

## **Explanatory notes to MBRR Table E2 – Financial Performance (revenue and expenditure) - CTS**

### **Revenue by Source**

#### **1. Rental of facilities and equipment**

The decrease from R69,9 million to R38,7 million is due to changes in the actual revenue models utilised from the original budget process. Furthermore, as event revenue is adjusted to be disclosed on a net basis, there is a R31,2 million reduction in revenue comprising mainly of the recoverable events direct costs and Western Province Rugby (WPR) revenue share, as revenue is disclosed on a net basis.

#### **2. Other Revenue**

##### **a) Advertising Fees (naming rights)**

Naming rights income of R9,2 million includes WPR revenue share of R3,2 million, which has been set-off as revenue and is disclosed on a net basis.

##### **b) Rebates from events**

There has been a re-allocation of the commercial commission turnover income of R7 million from the rental of facilities category to the rebates category.

##### **c) Tours income**

Tours income will commence in the last two quarters of the current financial year and an amount of R15 000 for this has been included in the adjustments budget.

### **Expenditure by Type**

#### **1. Employee related costs**

This expenditure category decreased from R2,8 million to R1,8 million, which is primarily due to certain vacancies that will not be filled in the current financial year.

#### **2. Inventory consumed**

The R1,4 million increase is mainly attributable to the increased fuel usage due to on-going extended load shedding as well as the increase in diesel costs.

#### **3. Contracted services**

The reduction of R21,2 million in this category is attributable to the reduction in the cleaning budget (R1 million), operations security budget (R1 million), marketing budget (R1 million) and the repairs and maintenance budget (R3 million). The remaining R15,2 million is due to offsetting of event-related direct costs.

#### **4. Other expenditure**

The reduction of R6,6 million in this category is mainly attributable to the set-off costs of R6,9 million associated with the revenue share of WPR. Furthermore, the utilities budget, particularly electricity and water were also increased by R2,8 million. The marketing commercial promotions budget was reduced by R500 000, internet charge and wireless network reduced by R400 000 and hire charges reduced by R250 000.

**Table 28: MBRR Table E4 Adjustments Budget - Financial Position - CTS**

Description	Budget Year 2022/23								Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>										
<b>ASSETS</b>										
<b>Current assets</b>										
Cash	3	3	-	-	-	-	-	3	3	3
Call investment deposits	-	-	-	-	-	-	-	-	-	-
Consumer debtors	-	-	-	-	-	-	-	-	-	-
Other debtors	4 742	4 742	-	-	-	-	-	4 742	4 932	5 129
Current portion of long-term receivables	2 010	2 010	-	-	-	-	-	2 010	2 010	2 010
Inventory	-	-	-	-	-	-	-	-	-	-
<b>Total current assets</b>	<b>6 755</b>	<b>6 755</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 755</b>	<b>6 945</b>	<b>7 142</b>
<b>Non current assets</b>										
Long-term receivables	-	-	-	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-	-	-	-
Investment property	-	-	-	-	-	-	-	-	-	-
Investment in Associate	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	-	-	-	-	-	-	-	-	-	-
Biological	-	-	-	-	-	-	-	-	-	-
Intangible	-	-	-	-	-	-	-	-	-	-
Other non-current assets	-	-	-	-	-	-	-	-	-	-
<b>Total non current assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL ASSETS</b>	<b>6 755</b>	<b>6 755</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 755</b>	<b>6 945</b>	<b>7 142</b>
<b>LIABILITIES</b>										
<b>Current liabilities</b>										
Bank overdraft	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-
Consumer deposits	-	-	-	-	-	-	-	-	-	-
Trade and other payables	4 745	4 745	-	-	-	-	-	4 745	4 935	5 132
Provisions	-	-	-	-	-	-	-	-	-	-
<b>Total current liabilities</b>	<b>4 745</b>	<b>4 745</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 745</b>	<b>4 935</b>	<b>5 132</b>
<b>Non current liabilities</b>										
Borrowing	-	-	-	-	-	-	-	-	-	-
Provisions	-	-	-	-	-	-	-	-	-	-
<b>Total non current liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	<b>4 745</b>	<b>4 745</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4 745</b>	<b>4 935</b>	<b>5 132</b>
<b>NET ASSETS</b>	<b>2 010</b>	<b>2 010</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 010</b>	<b>2 010</b>	<b>2 010</b>
<b>COMMUNITY WEALTH/EQUITY</b>										
Accumulated Surplus/(Deficit)	2 010	2 010	-	-	-	-	-	2 010	2 010	2 010
Reserves	-	-	-	-	-	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2 010</b>	<b>2 010</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 010</b>	<b>2 010</b>	<b>2 010</b>

**Table 29: MBRR Table E5 Adjustments Budget - Cash Flows - CTS**

Description	Budget Year 2022/23								Budget Year +1 2023/24	Budget Year +2 2024/25
	Original Budget	Prior Adjusted	Downward adjusts	Parent muni.	Unfore. Unavoid.	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
<b>R thousands</b>										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates	-	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-	-
Other revenue	85 034	85 034	-	-	-	(27 410)	(27 410)	57 623	76 103	85 148
Government - operating	33 196	33 196	-	-	-	-	-	33 196	29 955	25 050
Government - capital	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees	(118 230)	(118 230)	-	-	-	27 410	27 410	(90 819)	(106 059)	(110 198)
Finance charges	-	-	-	-	-	-	-	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	-	-
Transfers and Grants	-	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0</b>	<b>(0)</b>	<b>(0)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets	-	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0</b>	<b>(0)</b>	<b>(0)</b>
Cash/cash equivalents at the year begin:	3	3						3	3	3
Cash/cash equivalents at the year end:	3	3						3	3	3

## MUNICIPAL MANAGER'S QUALITY CERTIFICATION

I, **Lungelo Mbandazayo**, municipal manager of the **City of Cape Town**, hereby certify that the 2022/23 adjustments budget (**January 2023**) and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the adjustments budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Print Name \_\_\_\_\_  
**Municipal Manager of City of Cape Town (CPT)**

Signature \_\_\_\_\_

Date \_\_\_\_\_