

REPORT TO: COUNCIL

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**1. ITEM NUMBER**

**2. SUBJECT**

**QUARTERLY FINANCIAL REPORT: MARCH 2022**

**ONDERWERP**

**KWARTAALLIKSE FINANSIËLE VERSLAG: MAART 2022**

**ISIHLOKO**

**INGXELO YEMALI YARHOQO NGEKOTA: EYOKWINDLA 2022**

(LSUA1980)

**3. DELEGATED AUTHORITY**

In terms of delegation

This report is for NOTING BY

☐ **Committee name :**

☐ The Executive Mayor together with the Mayoral Committee (MAYCO)

☒ Council

**4. DISCUSSION**

The Municipal Finance Management Act (MFMA) requires municipalities to submit regular reports on matters related to the municipality's financial performance.

The quarterly financial report is submitted in accordance with Section 52 of the MFMA and provides an overview of the City's budget implementation status and its financial viability and sustainability.

**This report presents the financial position of the abovementioned indicators as at 31 March 2022.**

Financial Implications      ☒ None    ☐ Opex    ☐ Capex  
☐ Capex: New Projects  
☐ Capex: Existing projects requiring additional funding  
☐ Capex: Existing projects with no Additional funding requirements

Policy and Strategy ☐ Yes ☒ No

Legislative Vetting ☐ Yes ☒ No

Legal Implications ☒ Yes ☐ No

Municipal Finance Management Act, 2003 (Act 56 of 2003), Section 52

Staff Implications ☐ Yes ☒ No

Risk Implications      ☐ Yes    The risks for approving and/or not approving the recommendations are listed below:

☐ No Report is for decision and has no risk implications.

☒ No Report is for noting only and has no risk implications.

POPIA Compliance	<input checked="" type="checkbox"/> Yes	It is confirmed that this report has been checked and considered for POPIA compliance.
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## 5. RECOMMENDATIONS

- a) The quarterly financial report for the quarter ended 31 March 2022 is submitted for information and noting only.

## AANBEVELING

- a) Die kwartaallikse finansiële verslag vir die kwartaal geëindig 31 Maart 2022 word slegs ter inligting en kennisname voorgelê.

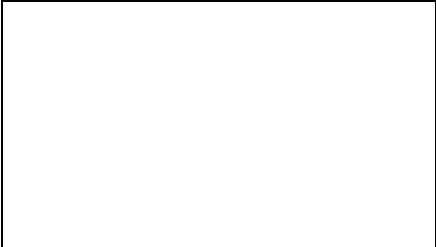
# ISINDULULO

- a) INgxelo yeMali yaRhoqo ngeKota yekota ephela ngowama- 31 eyoKwindla 2022 ingeniselwa iinjongo zolwazi nokugatshelwa kuphela.

## ANNEXURES

### Annexure A: Quarterly Financial Report (MFMA S52) – 31 March 2022

#### FOR FURTHER DETAILS CONTACT

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DIRECTORATE		FILE REF No	N/A
SIGNATURE : DIRECTOR			

#### EXECUTIVE DIRECTOR

NAME	KEVIN JACOBY	COMMENT:
DATE		
SIGNATURE		

The ED's signature represents support for report content and confirms POPIA compliance.

## MAYORAL COMMITTEE MEMBER

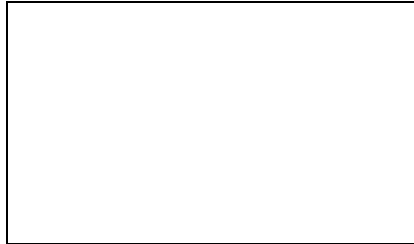
NAME

CLLR SISEKO MBANDEZI

COMMENT:

DATE

SIGNATURE



## LEGAL COMPLIANCE

☐ REPORT COMPLIANT WITH THE PROVISIONS OF COUNCIL'S DELEGATIONS, POLICIES, BY-LAWS AND ALL LEGISLATION RELATING TO THE MATTER UNDER CONSIDERATION.

☐ NON-COMPLIANT

NAME

COMMENT:

DATE

SIGNATURE



## EXECUTIVE MAYOR

NAME

GEORDIN HILL-LEWIS

COMMENT:

DATE

SIGNATURE



Making progress possible. Together.



CITY OF CAPE TOWN  
ISIXEKO SASEKAPA  
STAD KAAPSTAD

**ANNEXURE A**

# **QUARTERLY FINANCIAL REPORT (MFMA S52)**

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**MARCH 2022 (2022 Q3)**

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## **EXECUTIVE SUMMARY**

### **BACKGROUND**

Section 52 of the MFMA states:

*"The mayor of a municipality must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality;"*

Regulation 31 of the MBRR states:

*"The S52 Mayor's Report must be in the format specified as per Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Municipal Management Finance Act; and must be consistent with the monthly budget statements for September, December, March and June as applicable;..."*

### **MAYOR'S QUARTERLY REPORT FOR THE PERIOD ENDING 31 MARCH 2022**

The Mayor's Quarterly Report is prepared in compliance to Section 52 of the MFMA and sets out financial particulars in the format prescribed by the MFMA and the MBRR.

It provides a high level overview of the organisation's financial viability and sustainability.

## **KEY DATA (PAGE 4 - 30)**

This section of the report includes certain Key Financial Performance Indicators for the City.

## **IN YEAR BUDGET STATEMENT TABLES (PAGE 31 – 37)**

This section provides the City's key tables in the format prescribed by the MBRR.

- **Table C1 (Page 31)** provides a high level summation of the operating and capital budgets, actuals to date, financial position and cash flow.
- **Table C2 (Pages 32)** is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification.
- **Table C3 (Pages 33)** shows budgeted financial performance in relation to the revenue and expenditure as well as the operating surplus or deficit.
- **Table C4 (Page 34)** is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type.
- **Table C5 (Pages 35)** reflects the capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and funding sources required to fund the capital budget, including information on capital transfers from national and provincial departments.
- **Table C6 (Page 36)** reflects the performance to date in relation to the financial position of the municipality.
- **Table C7 (Page 37)** indicates the cash flow position and cash/cash equivalents.

## **IN YEAR BUDGET STATEMENT SUPPORTING TABLES (PAGE 38 – 86)**

This section provides the City's supporting tables in the format prescribed by the MBRR.

## **MUNICIPAL COST CONTAINMENT REGULATIONS (MCCR) (PAGE 88 – 94)**



**KEY DATA****OPERATING BUDGET**

Operating Budget	Budget 2021/22	YearTD budget 2021/22	YearTD actual 2021/22	YTD variance	Full Year Forecast
Total Revenue <sup>1</sup> (R'Thousands)	50 524 904	38 931 707	38 471 688	(460 019)	50 502 148
Total Expenditure <sup>1</sup> (R'Thousands)	51 237 836	34 853 568	34 037 983	(815 585)	50 926 583
<b>Surplus/(Deficit)</b> <sup>1</sup> (excl. capital transfers and contributions)	<b>(712 931)</b>	<b>4 078 139</b>	<b>4 433 706</b>	<b>355 567</b>	<b>(424 436)</b>

**CAPITAL BUDGET**

Capital Budget	Budget 2021/22	YearTD budget 2021/22	YearTD actual 2021/22	YTD variance	Full Year Forecast
Total Capital Expenditure (R'Thousands)	6 095 115	3 221 352	2 926 204	(295 148)	5 699 216

**FINANCIAL POSITION**

Working Capital	Audited Outcome 2020/21	Original Budget 2021/22	Adjusted budget 2021/22	YearTD actual
<b>Cost coverage ratio<sup>3</sup></b> Cash and investments at period end less restricted cash/Monthly operating Expenditure	1.8:1	-	-	2.4:1
<b>Liquidity</b> Current Ratio (Current assets/current liabilities) <sup>4</sup>	1.8	1.4	1.7	2.5
<b>Borrowing</b> Capital Charges to Operating Expenditure (Interest & principal paid/Operating Expenditure) <sup>5</sup>	1.1%	2.4%	2.3%	2.5%
Borrowed funding of 'own' capital expenditure (Borrowings/Capital expenditure excl. transfers and grants) <sup>6</sup>	0.0%	48.3%	27.9%	24.7%
<b>Financial Position (R'Thousands)<sup>7</sup></b> Total Assets	78 680 064	83 193 449	79 569 000	80 971 863
Total Liabilities	23 564 986	27 147 023	23 222 884	20 369 291
<b>Cash Flow (R'Thousands)</b> Cash/cash equivalents at month/year end	8 126 100	7 517 656	7 143 195	10 488 073

- **Cost coverage ratio<sup>3</sup>**

This ratio indicates a municipality's ability to meet at least its monthly fixed operating commitments from cash and short-term investment without collecting any additional revenue during that period.

The ratio outcome for the period under review is 2.4 and falls within the norm of 1-3 months (MFMA Circular 71).

- **Current Ratio<sup>4</sup>**

This ratio is used to assess a municipality's ability to pay back its short-term liabilities (debt and payables) with its short-term assets (cash, inventory and receivables).

The year-to-date ratio outcome of 2.5 shows that the City has sufficient cash to meet its short-term financial obligations and is above the norm of 1.5 to 2.1 (MFMA Circular 71). However, the expected annual budgeted outcome of 1.7 falls within the norm.

- **Capital Charges to Operating Expenditure<sup>5</sup>**

This ratio indicates the cost required to service the borrowing of a municipality. It assesses the borrowing or payment obligation expressed as a percentage of total operating expenditure.

The year-to-date ratio of 2.5% is below the National Treasury norm of 6% to 8% (MFMA Circular 71). This ratio is budgeted at 2.3% for the current financial year.

- **Borrowed funding of 'own' Capital Expenditure<sup>6</sup>**

The ratio indicates the extent of capital expenditure being financed from borrowed funding compared to own and other funding sources, excluding transfers and grant funded expenditure.

The year-to-date outcome is 24.7%, and is budgeted at 27.9% for the current financial year.

- **Financial Position<sup>7</sup>**

Movements on the operating- and capital budget will impact on the financial position. Underspending on the capital budget will, for instance, lead to the property, plant and equipment result being less than budget. As such the outcome and related reasons for variances in the operating- and capital budget forms a critical link in determining the variance on the financial position of a municipality. The final outcomes for the financial position will only be known once year-end transactions have been finalised.

- **Cash Flow**

Cash and cash equivalents amount to R10 488 million as at 31 March 2022. This positive cash position has been maintained since the start of the financial year. The total includes all reserves and commitments required to be backed by cash. The funds are invested in compliance with the MFMA and City's Cash Management and Investment policy.

## Debtors

Debt management is carried out in terms of the City's Credit Control and Debt Collection Bylaw and Policy. Outstanding debtors per category are reflected in the table below.

Debtors	Current - 0 to 30 days	31-60 Days	61 days and over	TOTAL
<b>R Thousands</b>				
Water	392 272	92 382	1 939 466	2 424 121
Electricity	858 245	61 892	421 742	1 341 878
Rates	671 491	134 053	1 394 185	2 199 729
Sewerage	191 233	42 181	737 493	970 907
Refuse	102 512	26 476	515 640	644 628

The 12-months moving average YTD collection ratio (reflected in the table below) is for the period April 2021 to March 2022 and therefore reflects a more favourable 12-months position.

The monthly collection ratio per service (reflected in the table below) is a more accurate reflection of the City's current collection ratio for property rates, electricity, water, sewerage and refuse, bearing in mind that this calculation is based on MFMA Circular 71, which takes the opening and closing balances, billing, write offs etc. into account.

Debtors Collection Rate % <sup>8</sup>	Previous year 2020/21	Current year 2021/22 (Interim ratios)	12 Months moving average YTD collection ratio (Interim ratios)	Monthly Collection Ratio per Service
Electricity	101.94%	97.17%	99.97%	99.86%
Water	92.06%	90.19%	93.02%	96.68%
Sewerage	93.17%	95.08%	95.77%	104.79%
Refuse	91.14%	93.12%	94.06%	98.33%
Rates	95.60%	97.71%	97.89%	106.21%
Other	96.29%	98.37%	100.73%	96.96%

<sup>8</sup>12 Months Collection Ratio. Calculated in to National Treasury Circular 71.

The overall collection ratio results for March 2022 are reflected in the table below:

Monthly Collection Rate	
Period	Current year
12 Months	97.00%
6 Months	96.95%
3 Months	94.24%
Monthly	100.88%

The 12 Months Moving Average Payment Ratio for the period ended 31 March 2022 is 97.00%.

**Human Resources**

Human Resources	Audited Outcome 2020/21	Original Budget 2021/22	Adjusted Budget 2021/22	YearTD actual 2021/22
Employee and Councillor remuneration (R'Thousands)	15 274 440	15 792 336	16 031 016	11 351 869
Employee Costs (Employee costs/Total Revenue - capital revenue)	35.0%	32.9%	31.4%	29.2%
Total Cost of Overtime (R'Thousands)	942 386	838 145	948 708	611 475

Employee related costs are influenced by ongoing terminations, the turnaround time of filling vacancies and the internal filling of vacancies.

Details on senior managers' remuneration and the remuneration of other municipal staff can be found in *Councillor and staff benefits* on page 76.

**Staff Complement**

Municipal Employees (numbers)	As at 30 June 2021	Original Budget 2021/22	March 2022
Filled posts - Permanent	27 721	27 729	27 596
Filled posts - Temporary	1 663	1 941	1 928
Vacant posts - Permanent	3 088	2 932	3 789
	<b>32 472</b>	<b>32 602</b>	<b>33 313</b>

Municipal Councillors (numbers)	As at 30 June 2021	Original Budget 2021/22	March 2022
Municipal Councillors	228	231	231
Municipal Councillors - Vacancies	3	-	-
	<b>231</b>	<b>231</b>	<b>231</b>

The City had 3789 vacancies as at 31 March 2022; 3191 positions were filled (1342 internal, 578 external, 1271 rehire), with 1412 terminations processed since the start of the financial year. Filling of vacancies is ongoing and seasonal staff are appointed as and when required.

The table below shows the number and value of vacancies per directorate for the period under review.

DIRECTORATE	VACANT POSTS (Permanent positions)		% of Posts Filled	Vacancy Rate
	Number of Posts	Value		
Community Services and Health	448	R137 335 304	93.04%	6.96%
Corporate Services	316	R136 943 301	87.89%	12.11%
Economic Growth	48	R23 729 814	88.44%	11.56%
Energy	273	R89 316 291	90.96%	9.04%
Finance	204	R65 669 915	90.61%	9.39%
Future Planning and Resilience	55	R29 251 278	86.86%	13.14%
Human Settlements	137	R50 416 841	89.97%	10.03%
Office of the City Manager	32	R14 035 055	94.91%	5.09%
Safety and Security	612	R175 936 921	90.60%	9.40%
Spatial Planning and Environment	93	R37 593 594	91.24%	8.76%
Urban Mobility	334	R102 111 721	85.65%	14.35%
Urban Waste management	235	R68 705 070	93.58%	6.42%
Water and Sanitation	1 002	R302 361 246	82.29%	17.71%
<b>TOTAL</b>	<b>3 789</b>	<b>R1 233 406 350</b>	<b>89.56%</b>	<b>10.44%</b>

The table below provides an age analysis of vacancies per directorate.

DIRECTORATE	Less Than 6 Months	6 to 12 Months	1 to 2 Years	More Than 2 Years	Grand Total
Community Services and Health	252	106	90	-	448
Corporate Services	227	59	26	4	316
Economic Growth	26	13	3	6	48
Energy	103	74	84	12	273
Finance	96	44	49	15	204
Future Planning and Resilience	26	28	1	-	55
Human Settlements	79	35	14	9	137
Office of the City Manager	23	6	2	1	32
Safety and Security	178	318	61	55	612
Spatial Planning and Environment	39	30	12	12	93
Urban Mobility	142	68	44	80	334
Urban Waste management	102	53	46	34	235
Water and Sanitation	351	266	190	195	1 002
<b>Grand Total</b>	<b>1 644</b>	<b>1 100</b>	<b>622</b>	<b>423</b>	<b>3 789</b>

**BUDGET PERFORMANCE ANALYSIS****Summary Statement of Financial Performance**

Description	Original Budget 2021/22	Adjusted Budget 2021/22	YearTD actual 2021/22	YearTD budget 2021/22	YTD variance
<b>R'Thousands</b>					
Total Revenue (excluding capital transfers and contributions)	47 509 600	50 524 904	38 471 688	38 931 707	(460 019)
Total Expenditure	48 274 839	51 237 836	34 037 983	34 853 568	(815 585)
Surplus/(Deficit)	(765 240)	(712 931)	4 433 706	4 078 139	355 567

Continuous identification of under-/over expenditure is taking place and communicated to line thereby affording line the opportunity to redirect potential savings to other needy/priority areas in their areas of responsibility.

Virementation of funds to prevent unauthorised expenditure are done on a regular basis.

Any instances of apparent non-compliance are addressed by the relevant finance officials.

**REVENUE****Main revenue sources for 2021/22**

Description	Budget Year 2021/22						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>							
<b>Revenue By Source</b>							
Property rates	10 984 132	10 983 815	7 887 497	8 237 730	(350 234)	-4.3%	10 983 815
Service charges - electricity revenue	15 734 566	15 734 566	12 175 071	11 972 436	202 636	1.7%	15 734 566
Service charges - water revenue	3 556 345	3 549 249	2 706 431	2 697 368	9 063	0.3%	3 523 363
Service charges - sanitation revenue	1 775 113	1 791 914	1 345 056	1 366 040	(20 984)	-1.5%	1 763 205
Service charges - refuse revenue	1 330 442	1 267 313	925 275	946 485	(21 210)	-2.2%	1 256 475
Rental of facilities and equipment	350 647	368 900	280 951	280 943	8	0.0%	411 336
Interest earned - external investments	855 119	895 923	695 731	671 262	24 468	3.6%	1 087 927
Interest earned - outstanding debtors	449 452	361 774	277 901	272 898	5 003	1.8%	163 983
Dividends received	—	—	—	—	—	—	—
Fines, penalties and forfeits	1 247 015	1 250 376	1 424 907	1 167 777	257 130	22.0%	1 262 098
Licences and permits	67 110	70 030	32 677	34 585	(1 908)	-5.5%	70 030
Agency services	261 614	269 491	200 691	194 878	5 813	3.0%	269 491
Transfers and subsidies	5 650 364	6 070 243	4 750 762	4 911 238	(160 477)	-3.3%	6 065 243
Other revenue	3 194 622	3 200 322	3 130 989	3 046 164	84 826	2.8%	3 198 258
Gains	2 053 058	4 710 989	2 637 750	3 131 903	(494 154)	-15.8%	4 712 358
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>47 509 600</b>	<b>50 524 904</b>	<b>38 471 688</b>	<b>38 931 707</b>	<b>(460 019)</b>	<b>-1.2%</b>	<b>50 502 148</b>

## **Reasons for major over-/under-recovery per revenue source**

- **Property Rates (R350.2 million under)**

The majority of the rates income accrual under-recovery is due to appeal decisions. The Appeal Board has been fast-tracking outstanding appeals for the 2018 General Valuation roll (GV2018). Appeal decisions that do not uphold the City objection outcomes will result in the municipal accounts being reversed and recalculated from 1 July 2019, the implementation date of GV2018. Further adjustments in the accrued income are being made as the City processes applications from property owners to move from one property category to another. The new property categories implemented by the City, as a strategy to support not-for-profit organisations providing essential support to those suffering the effects of the pandemic and other social ills, resulted in property rates being lowered significantly due to the different rate-in-the-Rand applied.

- **Service charges - electricity revenue (R202.6 million over)**

The over-recovery is due to the lifting of COVID-19 lockdown restrictions and the impact of the subsequent economic recovery on electricity sales.

- **Fines, penalties and forfeits (R257.1 million over)**

The over-recovery is mainly on Traffic Fines as a result of more traffic fines issued than planned to date.

- **Transfers and subsidies (R160.5 million under)**

Under-recovery reflects in the following directorates:

- Community Services & Health, due to grant invoices outstanding from the Western Cape Government (WCG).
- Human Settlements, due to delays in signing the MOA between the City and the WCG who is implementing projects (i.e. Delft The Hague, Valhalla Park, Gugulethu Infill) on behalf of the City. Work can only be invoiced once the MOA is signed by both parties.
- Urban Mobility, mainly due to:
  - Slower than anticipated progress on the Integrated Public Transport Network, Automated Fare Collection, Industry Transitional requirements, Dial-a-Ride and Public Transport Interchanges projects;
  - No corporate tender in place for Marketing & Communication; and
  - Funding for the Public Transport Safety project from WCG not secured for this financial year.
- Urban Waste Management, where revenue-recognition has not taken place due to the ongoing process to transfer expenditure from the cost centre to the newly created grant-funded projects.
- Economic Growth, where ongoing compliance checks has resulted in the National Skills Fund tranche payment not being received yet.

- **Other Revenue (R84.8 million over)**

Over-recovery reflects against the following categories:

- Cash Recoveries Claims, due to the recovery of various SASRIA claims in respect of riot/protest damage to several MyCiTi bus stations;
- Skills Development Levy, where revenue received to date is higher than planned as claims are unpredictable and difficult to plan accurately;
- Burial Fees, due to a higher demand for services linked to COVID-19 related burials;
- Discounts, due to an unplanned payment from the Cape Municipal Pension Fund relating to an amount due to the City from the City's Employer Surplus Account; and
- Admission/Entrance Fees, due to higher than planned demand after the relaxation of COVID-19 regulations.

- **Gains (R494.2 million under)**

The under-recovery reflects on Inventory Consumed: Gains and Inventory Consumed: Price adjustments (bulk and raw) water, due to delays in receipt of updated accounts from the Department of Water and Sanitation as a result of system malfunctions on their part.

Reasons for variances on revenue can be found in *Material variance explanations for operating revenue by source and by vote* on page 38.

## EXPENDITURE

### Main expenditure types for 2021/22

Description R thousands	Budget Year 2021/22						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>Expenditure By Type</b>							
Employee related costs	15 612 510	15 851 190	11 232 687	11 419 848	(187 161)	-1.6%	15 755 432
Remuneration of councillors	179 826	179 826	119 182	131 370	(12 188)	-9.3%	179 876
Debt impairment	2 716 859	2 371 700	1 633 553	1 633 545	8	0.0%	2 371 700
Depreciation & asset impairment	3 013 855	3 073 473	2 256 731	2 287 218	(30 487)	-1.3%	3 069 719
Finance charges	794 747	788 704	552 550	548 042	4 508	0.8%	790 114
Bulk purchases - electricity	11 182 400	11 218 900	7 814 435	7 584 045	230 390	3.0%	11 218 900
Inventory consumed	3 703 850	5 638 896	3 426 826	3 805 671	(378 844)	-10.0%	5 628 363
Contracted services	7 960 363	8 146 984	4 704 978	4 955 698	(250 720)	-5.1%	7 913 237
Transfers and subsidies	464 263	559 099	260 090	328 854	(68 764)	-20.9%	556 434
Other expenditure	2 632 043	2 761 306	1 774 327	1 764 611	9 716	0.6%	2 794 704
Losses	14 124	647 759	262 624	394 668	(132 044)	-33.5%	648 104
<b>Total Expenditure</b>	<b>48 274 839</b>	<b>51 237 836</b>	<b>34 037 983</b>	<b>34 853 568</b>	<b>(815 585)</b>	<b>-2.3%</b>	<b>50 926 583</b>

### Reasons for major over-/under expenditure per type

- **Employee related costs (R187.2 million under)**

Under expenditure is mainly due to:

- The turnaround time in filling vacancies;
- The internal filling of vacancies;
- Slower than planned implementation of job creation projects (EPWP); and
- The hold placed on identified vacancies.



- **Bulk purchases – electricity (R230.4 million over)**

Under expenditure is largely due to:

- Rectification of the Eskom main account for underbilling of the previous financial year;
- An increase in purchases as a result of the partial lifting of COVID-19 lockdown restrictions and the subsequent economic recovery; and
- The increase in small-scale embedded generating customers feeding in more energy to the grid.

- **Inventory Consumed (R378.8 million under)**

Under expenditure reflects against the following subcategories:

- Pharmaceutical supplies, G&D Pharmaceutical supplies and G&D Vaccines, due to outstanding invoices;
- Printing Stationery & Photographic, due to less stationery required as a result of staff working from home;
- Inventory Consumed: Water, due to delays in receipt of updated accounts from the Department of Water and Sanitation as a result of a system malfunction on their part; and
- R&M Material General & Consumables, due to delays in the award of the Public Lighting Maintenance contract as well as the reduced number of standby teams responding to C3 "no water complaints".

- **Contracted Services (R250.7 million under)**

Under expenditure reflects against the following subcategories:

- Advisory Services - Research and Advisory, where a number of works project packages for various initiatives were finalised later than anticipated.
- R&M Contracted Services Buildings, due to the continuous monitoring and review of required standby requirements based on operational needs and in response to the change in the metering strategy.
- R&M Maintenance Equipment, due to delays in receipt of invoices from service providers, and lower than planned demand for maintenance of equipment.
- Recreation, Sport, Tourism Development Programmes, due to lower than planned implementation of ward allocation projects and departmental development programmes.
- R&M Contracted Services electrical, due to a decrease of electrical repairs and maintenance at waste water plants.
- Sewerage Services, due to a number of outstanding invoices that must still be processed.
- Relief Drivers, where challenges relating to the hiring of vehicles resulted in fewer drivers being appointed.
- Administrative and Support Staff, where fewer Labour Broker staff were appointed to date.
- G&D Transportation Services People, where MyCiTi and PTI invoices for the period still need to be finalised before processing.
- Cleaning Costs, where costs relating to COVID-19 requirements are lower than anticipated.

- Meter Management, due to some projects within the Customer Services branch not being fully operational yet.

- **Transfers and subsidies (R68.8 million under)**

Under expenditure reflects against the following directorates:

- Human Settlements, due to outstanding invoices (PHP Payments).
- Finance, mainly on Grants/Sponsorships, as a result of the Cape Town Stadium entity generating sufficient revenue to cover its operational expenditure.
- Water & Sanitation, due to the slow start of the alien vegetation project, which has since gained momentum.
- Community Services & Health, where the payment to Khulisa Solutions has not taken place due to outstanding paperwork from the NGO.
- Corporate Services, where the Mayoral fund and disbursement thereof is currently under review by the new political Term of Office.

- **Losses (R132.0 million under)**

The variance is mainly on Inventory consumed: Water, due to misalignment of the period budget provision and actuals to date.

### Expenditure per vote (directorate)

Vote Description R thousands	Budget Year 2021/22						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>Expenditure by Vote</b>							
Vote 1 - Community Services & Health	4 203 855	4 364 284	2 946 696	3 152 487	(205 790)	-6.5%	4 364 284
Vote 2 - Corporate Services	3 219 552	3 178 267	2 234 151	2 136 554	97 596	4.6%	3 177 792
Vote 3 - Economic Growth	761 637	790 507	431 985	464 917	(32 932)	-7.1%	775 067
Vote 4 - Energy	13 826 537	13 885 266	9 676 556	9 501 654	174 902	1.8%	13 885 266
Vote 5 - Finance	3 222 505	3 329 145	2 283 197	2 295 641	(12 444)	-0.5%	3 329 145
Vote 6 - Future Planning & Resilience	503 141	519 573	282 941	286 557	(3 616)	-1.3%	519 623
Vote 7 - Human Settlements	1 446 865	1 467 828	964 418	984 410	(19 992)	-2.0%	1 467 828
Vote 8 - Office of the City Manager	336 605	361 819	278 849	277 544	1 306	0.5%	361 819
Vote 9 - Safety & Security	4 707 856	4 614 791	3 094 949	3 067 020	27 929	0.9%	4 614 791
Vote 10 - Spatial Planning & Environment	1 171 915	1 178 500	822 783	836 589	(13 806)	-1.7%	1 178 500
Vote 11 - Urban Mobility	3 669 117	3 727 691	2 387 664	2 349 116	38 548	1.6%	3 727 691
Vote 12 - Urban Waste Management	3 138 571	3 215 107	2 097 472	2 186 716	(89 244)	-4.1%	3 070 635
Vote 13 - Water & Sanitation	8 066 681	10 605 059	6 536 320	7 314 362	(778 042)	-10.6%	10 454 143
<b>Total Expenditure by Vote</b>	<b>48 274 838</b>	<b>51 237 836</b>	<b>34 037 983</b>	<b>34 853 568</b>	<b>(815 585)</b>	<b>-2.3%</b>	<b>50 926 583</b>

### Reasons for over expenditure per vote (directorate)

The narrative below provides details of over expenditure within directorates with bottom-line year-to-date over expenditure.

- **Corporate Services (R97.6 million over)**

Over expenditure reflects against the following categories:

- Employee related costs, mainly due to higher than planned expenditure on the Mayor's Job Creation Programme (MJCP) as well as on leave payments to date.

- Inventory consumed, mainly on:
  - Fuel, due to an increase in demand, and in the price of fuel as well as increased generator fuel usage during periods of load shedding; and
  - Materials Consumables Tools & Equipment, due to higher demand for PPE materials for departmental use.
- Contracted Services, mainly on:
  - Building Contractors, due to the incorrect posting of expenditure;
  - R&M Maintenance of Equipment, mainly due to the acceleration of work on backlogs;
  - R&M Electrical, due to reactive/unanticipated electrical repairs and assessments being higher than planned;
  - Security Services: Municipal Facilities, due to an increase in security services required to avoid illegal occupation and damage to vacant City properties;
  - Food & Beverages, due to the impact of more staff returning to office after working remotely; and
  - R&M Clearing & Grass Cut Services, due to higher demand for services at City leased residential areas.
- Other Expenditure, mainly on:
  - Software License - Upgrade/Protection, as a result of the prepayment of SAP Licenses and Palo Alto Renewal Security services for software;
  - Telecomm Cell Phone additional Call Charges, where actual expenditure to date is higher than planned; and
  - Training, due to staff attending more online training than anticipated.
- **Energy (R174.9 million over)**

Over expenditure reflects against Bulk Purchases, due to:

  - Rectification of the Eskom main account of underbilling in the previous financial year;
  - An increase in purchases due to the partial lifting of COVID-19 lockdown restrictions and the subsequent economic recovery; and
  - An increase in small scale embedded generating customers feeding in more energy to the grid.
- **Office of the City Manager (R1.3 million over)**

Over expenditure reflects against Contracted Services, due to:

  - A significant increase in legal requests to date, especially litigation matters of which a significant number was High Court matters; and
  - The need for a 24-hour security service at the Lentegour Court as well as a change in security service providers.
- **Safety & Security (R27.9 million over)**

Over expenditure reflects against the following categories:

  - Employee related costs, mainly on:
    - MJCP Wages, due to movement of funds in order to assist with the shortage of funds on the training and bursaries category; and
    - Leave Pay, due to higher than anticipated leave encashment of long service awards, contract terminations as well as staff retirements.

- Inventory Consumed, mainly on fuel, due to the increase in kilometres travelled in respect of additional overtime operations as well as more vehicles being used as a result of the increase in the staff compliment in Law Enforcement Services department.
  - Contracted Services, mainly on:
    - Security Services, due to an increase in security services needed at municipal facilities as a result of vandalism;
    - Fire Services, due to an increase in aerial support required; and
    - Repairs and Maintenance, due to the increased demand for maintenance of CCTV cameras.
  - Other Expenditure, mainly on Skills Development Levy, where newly appointed staff are required to undertake ESS training within the Law Enforcement Services department. Most of the staff are linked to the LEAP project and the expenditure will be journalised.
- **Urban Mobility (R38.5 million over)**

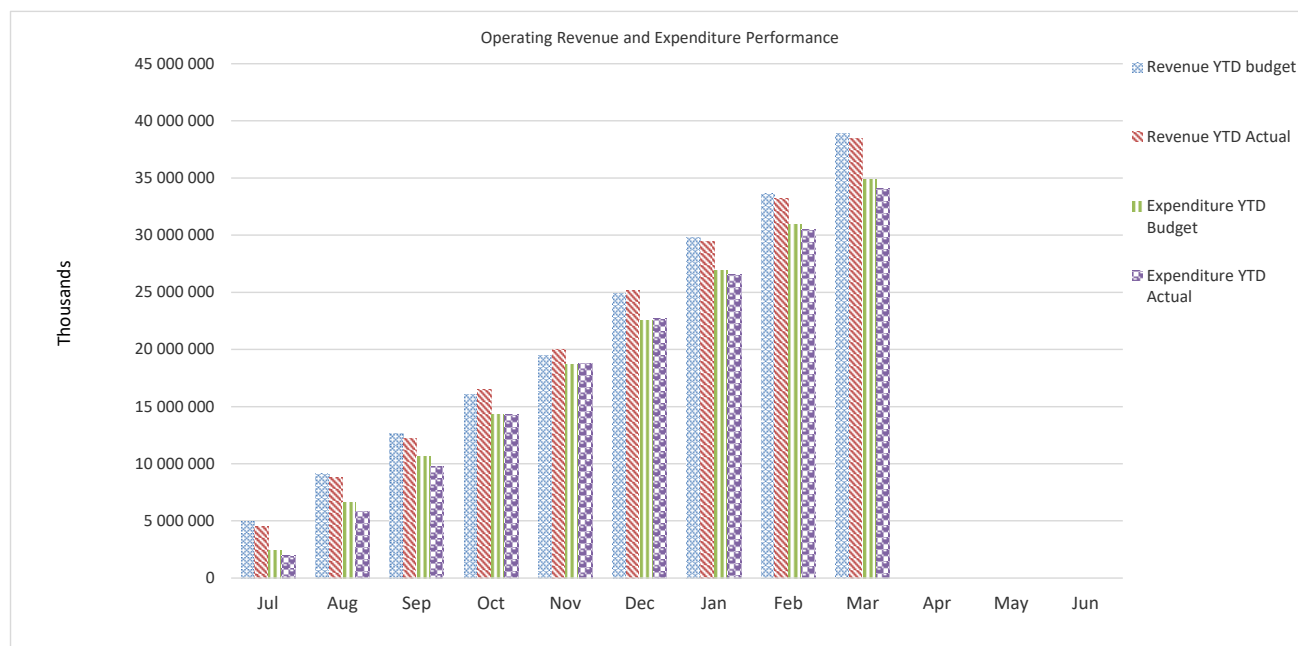
Over expenditure reflects against the following categories:

    - Employee related costs, due to the natural staff attrition target provision, differentiated vacancy provisions, the filling of vacancies, overtime requirements and leave pay.
    - Depreciation, due to assets being capitalised earlier than anticipated.
    - Contracted Services, mainly on:
      - R&M Contracted Services Building, due to faster than expected progress on major road resurfacing projects;
      - Transportation Service People, due to actual expenditure to date being slightly higher than estimated for VOCs; and
      - Security Services: Municipal Facilities, due to additional security at various depots as a result of the increased risk of vandalism.
    - Losses, due to loss on sale of auctioned assets.

Details on variances for operating expenditure can be found in *Material variance explanations for operating expenditure by vote and by type* on page 46.

## Monthly Operating Revenue and Expenditure Performance

The graph below shows the monthly actual operating revenue and expenditure against budget.



## CAPITAL EXPENDITURE AND FUNDING

### Summary Statement of Capital Budget Performance

Vote Description	Budget Year 2021/22						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>							
<b>Total Capital Expenditure</b>	<b>8 314 767</b>	<b>6 095 115</b>	<b>2 926 204</b>	<b>3 221 352</b>	<b>(295 148)</b>	<b>-9.2%</b>	<b>5 699 216</b>
<b>Funded by:</b>							
National Government	3 050 778	1 705 493	964 800	1 062 130	(97 330)	-9.2%	1 636 535
Provincial Government	15 866	27 760	9 386	4 006	5 379	134.3%	27 602
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	72 198	59 336	32 631	34 339	(1 708)	-5.0%	50 161
<b>Transfers recognised - capital</b>	<b>3 138 842</b>	<b>1 792 589</b>	<b>1 006 816</b>	<b>1 100 476</b>	<b>(93 659)</b>	<b>-8.5%</b>	<b>1 714 298</b>
<b>Borrowing</b>	<b>2 500 000</b>	<b>1 200 000</b>	<b>473 825</b>	<b>520 673</b>	<b>(46 848)</b>	<b>-9.0%</b>	<b>1 087 692</b>
<b>Internally generated funds</b>	<b>2 675 925</b>	<b>3 102 526</b>	<b>1 445 562</b>	<b>1 600 203</b>	<b>(154 641)</b>	<b>-9.7%</b>	<b>2 897 226</b>
<b>Total Capital Funding</b>	<b>8 314 767</b>	<b>6 095 115</b>	<b>2 926 204</b>	<b>3 221 352</b>	<b>(295 148)</b>	<b>-9.2%</b>	<b>5 699 216</b>

The summary statement of capital budget performance indicates actual capital expenditure of R2 926 million or 48.01% of the current budget. The year-to-date spend represents 44.61% (R1 919 million) on internally-funded projects and 56.17% (R1 007 million) on externally-funded projects.

**Capital budget by municipal vote for 2021/22**

Vote Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
Vote 1 - Community Services & Health	294 831	299 732	298 971	136 451	143 108	(6 657)	-4.7%	285 354
Vote 2 - Corporate Services	438 453	418 663	435 081	193 843	189 506	4 337	2.3%	420 112
Vote 3 - Economic Growth	90 132	57 073	51 116	12 850	24 004	(11 154)	-46.5%	49 715
Vote 4 - Energy	732 741	952 575	863 527	430 871	467 046	(36 175)	-7.7%	751 023
Vote 5 - Finance	248 489	25 515	16 542	8 041	5 967	2 075	34.8%	16 386
Vote 6 - Future Planning & Resilience	51 741	79 452	46 623	18 961	28 193	(9 232)	-32.7%	41 982
Vote 7 - Human Settlements	737 971	827 201	928 826	531 624	605 109	(73 485)	-12.1%	917 107
Vote 8 - Office of the City Manager	6 002	6 175	6 343	2 657	1 798	859	47.7%	6 305
Vote 9 - Safety & Security	367 879	258 298	199 062	96 648	99 218	(2 570)	-2.6%	198 293
Vote 10 - Spatial Planning & Environment	114 093	154 142	112 056	46 649	64 245	(17 597)	-27.4%	108 838
Vote 11 - Urban Mobility	776 446	2 191 855	722 772	332 036	412 756	(80 720)	-19.6%	690 755
Vote 12 - Urban Waste Management	528 035	661 993	388 298	153 903	206 053	(52 150)	-25.3%	351 214
Vote 13 - Water & Sanitation	2 141 660	2 382 091	2 025 899	961 670	974 349	(12 679)	-1.3%	1 862 131
<b>Total Capital Expenditure</b>	<b>6 528 474</b>	<b>8 314 767</b>	<b>6 095 115</b>	<b>2 926 204</b>	<b>3 221 352</b>	<b>(295 148)</b>	<b>-9.2%</b>	<b>5 699 216</b>

**Reasons for major over/under expenditure (YTD) on the capital budget**

- Human Settlements directorate (R73.5 million under)**

The negative variance reflects against the following projects/programmes:

- COVID-19 - informal Settlements Upgrade: Du Noon, where there were delays in planning approval due to appeals received as well as dependency of the completion of the upgrades to the Potsdam WWTW, which is implemented by the Water & Sanitation directorate.
- ACSA Symphony Housing Project Construct, which is delayed due to the late appointment of contractors.
- Asset Upgrade Routine Programmes, due to the protracted process of appointing contractors for various scope of works linked to the upgrades of the City Rental Units.
- Fleet Replacements FY22, where orders were placed but delivery is delayed due to unavailability of stock as well as the price refresh on tender 096G/2019/20.

99% spend is forecasted for the projects currently on the budget.

- Urban Mobility directorate (R80.7 million under)**

The directorate has a net negative variance, which is an accumulation of slower than anticipated expenditure on a number of projects/programmes, the most significant of which are:

- Grassy Park Non-Motorised Transport, where the contractor is progressing slower than anticipated.
- Green Point Precinct Road Upgrades project, where the event organiser's PSP has done a lot of work that was originally anticipated to be done by the City's PSP resulting in the budget not being used. Delayed target value increases on the PSP contract, which resulted in no orders being raised in December 2021 and January 2022, further contributed to the variance.

- IRT Phase 2 A programme, due to:
  - Numerous properties at various stages of the acquisition process;
  - Delays in the approval process for the appointment of a new contractor on the Project Management project. The replacement tender was approved at BAC and is currently in the Section 33 process. A Section 116 time expansion has been approved by BAC in order to allow the existing contractor to continue providing the service until the new contractor agreement has been signed;
  - A lower than anticipated final invoice submitted for the close-out of the previous PSP appointment on the IRT phase 2A: West project; and
  - Initial delays on the IRT Phase 2A: East project, due to expiration of the professional services tender.
- IRT: Control Centre, due to initial delays in the approval of the MFMA Section 116(3) process, which is required before any amendments to capital works can commence.
- Small Plant: Additional FY22 and Heavy Duty Vehicles: Additional FY22 projects, due to the unavailability of some stock items.
- PTSM: Intelligent Facility Management Project, due to delays in identifying the needs during an audit of the various facilities. Design for modernisation of PA systems has been submitted and construction of video wall for PTIs completed.
- Public Transport Interchange Programme, due to:
  - Re-advertisement of tenders for the Public Transport Facility - Makhaza: M Bus Taxi project after the original construction tender was terminated;
  - Delays in the detail designs for remaining interventions on the Bellville - Public Transport Hub pending the need for further surveys; and
  - Slower than anticipated progress on the MyCiTi Maitland BRT Station project, due to the longer than anticipated approval process of the rail authority and delays caused by consultant handover.
- Public Transport Systems Management Programme, due to:
  - Late commencement of the PTSM: Electronic Enablement of TOC (Taxi Operating Companies) project as a result of delays in finalising stakeholder engagement;
  - Initial delayed on the PTSM: Movable Assets Management and PTSM: MyCiTi Mobile Payment Gateway projects as a result of the uncertainty of the availability of the PTNG-BFI and the PTNG funding; and
  - Further delays on the PTSM: MyCiTi Mobile Payment Gateway project, due to the vendor being blocked on SAP.

96% spend is forecasted for the projects currently on the budget.

- **Urban Waste Management directorate (R52.2 million over)**

The negative variance reflects on the following projects/programmes:

- Vehicle and Plant replacement programme, where orders have been placed for vehicles but delivery has been delayed due to supplier constraints as well as invoices that were received late.
- Coastal park: design and develop (MRF): Initial delays as a result of tender 301Q/2020/21 and 107Q/2020/21 not being submitted to the BAC in January 2022 as anticipated.

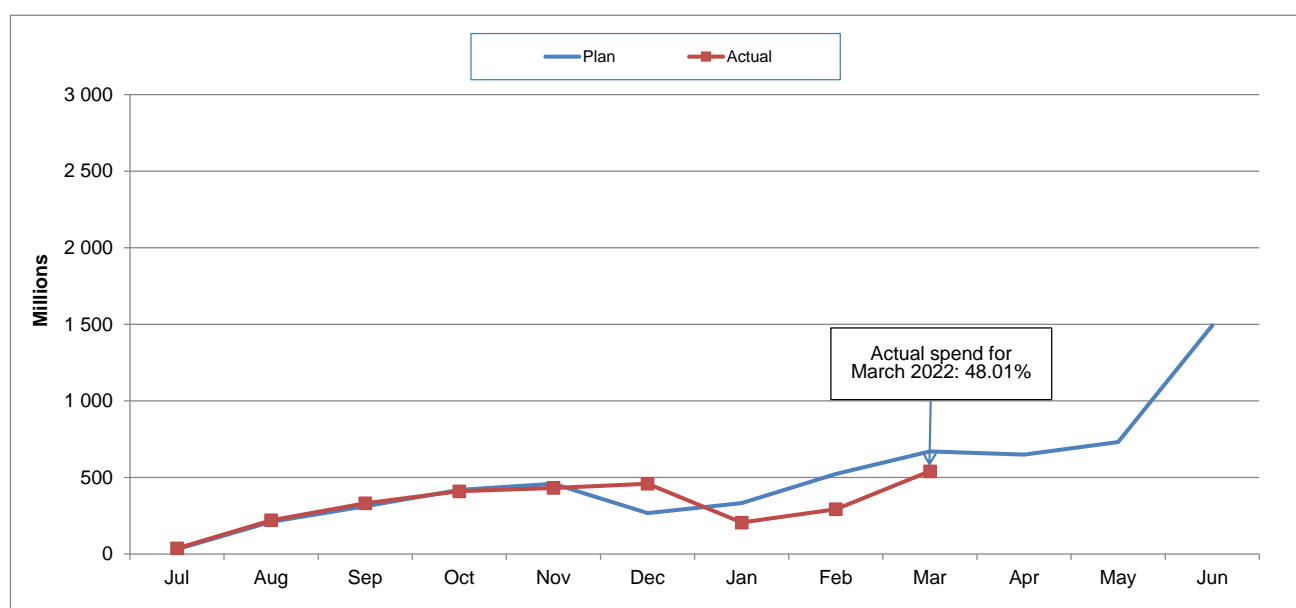
- New Prince George Drop-off: Tender 310Q/2018/19 for construction is underway, however, a number of clarifications were sought from the PSP during the vetting process of the payment certificate, which is causing the current delay.

90% spend is forecasted for the projects currently on the budget.

Detailed explanations and remedial action on variances on the capital budget can be found in *Material variance explanations for capital expenditure by vote* on page 61.

### Monthly capital expenditure

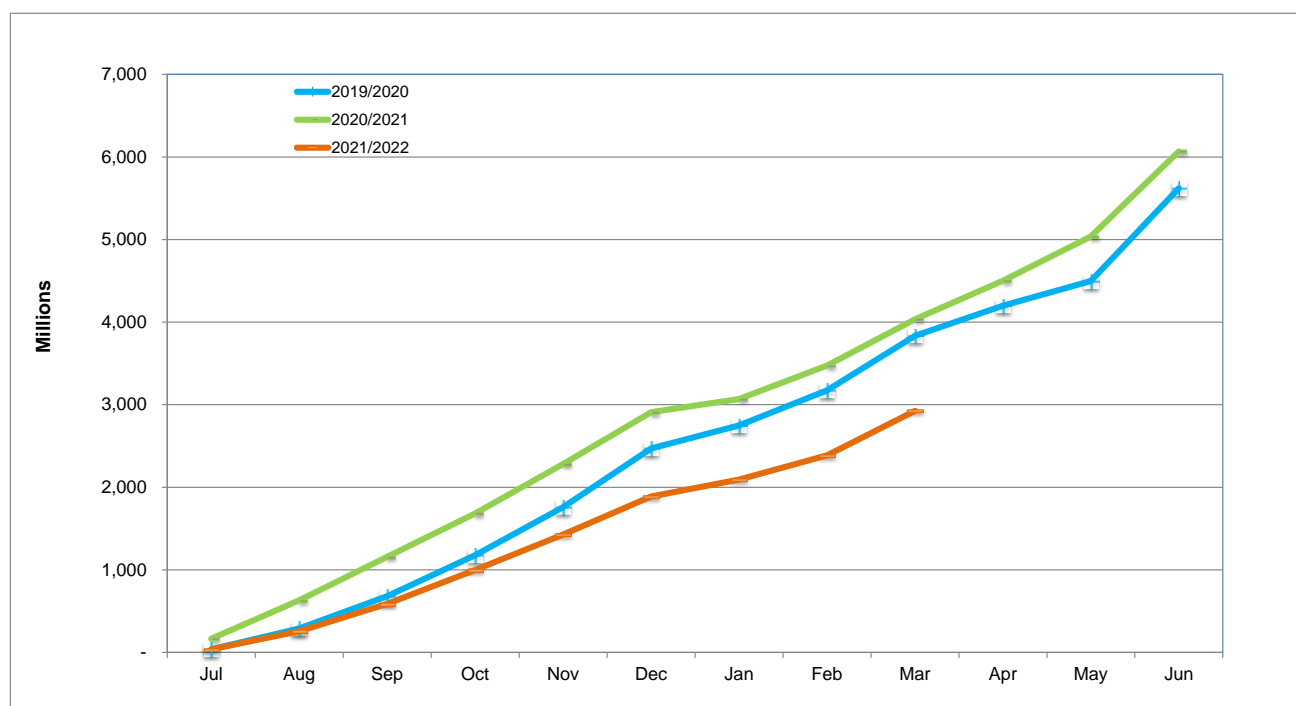
The graph below reflects the City's monthly capital expenditure to date measured against the 2021/22 current budget.



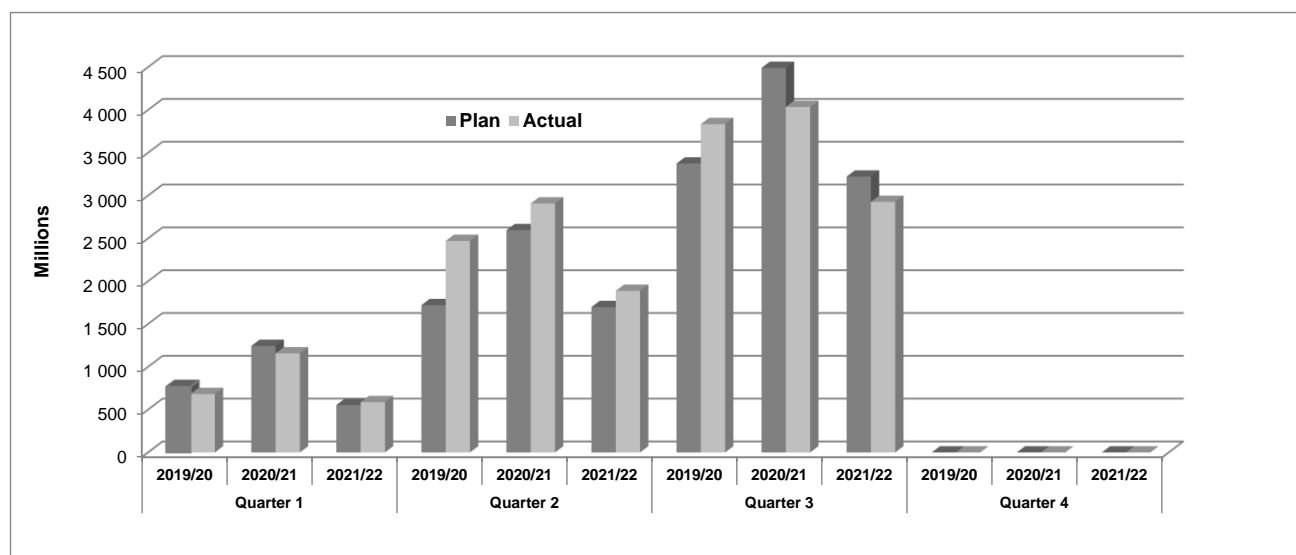


## Capital expenditure trend over the current- and past two years

The graph below shows the City's capital expenditure trend for 2019/20, 2020/21 and 2021/22.



The capital expenditure quarterly trend for the 2019/20, 2020/21 and 2021/22 financial years is graphically illustrated below.



**Status of major capital programmes/projects**

<b>Programme/Major Project</b>	<b>Current Budget</b>	<b>YTD Planned Spend</b>	<b>YTD Actual Spend</b>	<b>YTD Variance</b>	<b>Comments</b>
Zandvliet WWTW-Extension	374 435 312	208 992 101	230 148 447	21 156 346	The project is progressing ahead of plan due to good contractor performance and project management.
System Equipment Replacement: East	195 924 429	97 244 805	115 313 571	18 068 766	The project is progressing ahead of schedule due to satisfactory contractor performance.
Plant & Vehicles: Replacement	187 532 477	96 607 982	75 882 995	-20 724 987	Some vehicles have been delivered, however, the invoices were received late and will only be processed in the next reporting period after the vetting process has been concluded. Further orders have been placed; awaiting delivery.
Cape Flats Rehabilitation	131 443 291	82 114 885	80 667 568	-1 447 317	The March 2022 payment certificate was received after month-end and is in the process of being verified. The payment will be processed in April 2022. Professional services tender 70C/2017/18 is in place for the design. Tender 176Q/2018/19 (Rehabilitation of Cape Flats 1 and 2 Bulk Sewers) has been awarded with the contractor on site although additional funding is required. Work is generally progressing well and in accordance with the revised implementation programme with the contractors having the capacity to execute further works projects. Bringing works projects planned and budgeted for in the outer years to the current financial year will assist in expediting the project.
FS Replacement Vehicles	130 604 366	56 373 338	75 940 523	19 567 185	All tenders are in place. Some vehicle items were delivered earlier than anticipated, due to availability of stock. Further orders have been placed; awaiting delivery.
Athlone WWTW-Capacity Extension-phase 1	128 420 401	86 462 770	58 145 865	-28 316 905	The Section 33 report has been submitted for approval although the process of obtaining signatures is causing delays.
Land Acquisition (USDG)	118 137 670	115 394 918	114 584 903	-810 015	Final Marikana land acquisition completed. The acquisition report for Erf 34473 Strand and Erf 2843 Hout Bay is in the process of being submitted to MayCo.
Cape Flats Aquifer Recharge	117 129 405	36 117 647	27 808 990	-8 308 657	Construction of the civil works component (348Q/2018/19) of the Cape Flats Aquifer Managed Recharge Project is in progress. However, some delays to construction are being experienced, due to threats and intimidation from a sector of the community. This has resulted in the contractor being slightly behind programme. It is envisaged that the contractor will not be able to recover to the predicted cash flows, which has resulted in a portion of the project being rephased to the 2022/23 financial year.
Contermanskloof Reservoir	115 694 097	55 927 772	79 141 244	23 213 472	The project is ahead of schedule due to good project management.

Table continues on next page.

Programme/Major Project	Current Budget	YTD Planned Spend	YTD Actual Spend	YTD Variance	Comments
IRT Phase 2 A	115 301 291	67 251 864	54 557 141	-12 694 723	The final invoice submitted for the close-out of the current Professional Service Provider (PSP) was lower than anticipated. Further work will be completed by a new PSP under a new contract, the award of which is imminent. The IRT phase 2A: West project funds the ongoing conceptual and detail design of the West works packages.
Urbanisation: Backyards/Infrm Settl Upgr	106 548 429	98 654 269	97 632 665	-1 021 604	Construction work suspended until relocation of the community on site has been finalised.
Meter Replacement Programme	103 856 672	35 456 086	36 830 570	1 374 484	The installation of replacement meters is slightly ahead of schedule due to good service provider performance.
Replace & Upgrade Water Network	100 320 000	38 642 700	40 391 759	1 749 059	Project ahead of plan due to good project management and contractor performance. There are currently 31 works packages in the construction phase, however, there is a risk that the full budget will not be spent due to the complexity of the project.
Bulk Water Infrastructure Replacement	99 081 960	45 118 806	34 591 080	-10 527 726	Project consist of multiple active contracts to replace/refurbish infrastructure at bulk water plants. The project is in various stages of design/execution/completion and generally on programme. There are delays in the delivery of valves and flowmeters due to the impact of the pandemic on manufacturing and shipping.
Replace & Upgr Sewer City wide	88 678 000	46 227 846	32 549 359	-13 678 487	Project is behind schedule due to certain works projects not being accepted by the contractors. The request for works projects needs to be re-advertised.
Table Mountain Group Aquifer: Steenbras	85 541 896	10 000 000	40 944 679	30 944 679	Project is ahead of schedule due to good contract management and supplier performance.

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Programme/Major Project	Current Budget	YTD Planned Spend	YTD Actual Spend	YTD Variance	Comments
Cape Flats Aquifer	80 550 000	55 552 736	46 922 256	-8 630 480	Advertisement of tender DP6752Q/21/22 took longer than anticipated. Various works projects are underway.
Service Connections: Quote	72 750 000	34 819 392	42 724 069	7 904 677	This is customer demand driven. Applications for new- and upgraded supplies have been more than planned for the period under review.
Rd Rehab:Jakes Gerwel - N2 & N1	70 217 150	38 110 631	41 301 930	3 191 299	Project is ahead of schedule due to good contractor performance. Expenditure has accelerated now that roadworks have commenced.
Law Enforcement Advancement Plan	70 105 390	31 251 252	29 478 688	-1 772 564	Some items delivered. The delays in delivery of further orders placed are due to stock unavailability.
MV System Infrastructure	64 500 000	27 925 513	23 768 949	-4 156 564	The programme is behind schedule due to delays in the award of the building tender as well as issues with the EPWP workers on site. The programme has been updated to take into account these delays.
Inf Settlement Upgr: Kosovo	63 328 400	28 966 418	49 773 517	20 807 099	This project, administered by the Western Cape Government (WCG), is currently ahead of schedule due to good contractor performance.
Greenville Housing Project Phase 4	62 661 442	51 176 997	61 167 463	9 990 466	This project is managed by Garden Cities (developer) in partnership with the City and the WCG's Department of Human Settlements (DoHS). Implementation is currently underway. Project is ahead of schedule due to good contractor performance.
IT: CAR Infrastructure	60 239 018	32 591 467	44 517 010	11 925 543	Some servers were delivered earlier than anticipated, as a result of stock availability.
SCADA Master Station Upgrade	55 000 000	48 595 331	26 960 443	-21 634 888	There is a microchip manufacturing backlog due to the pandemic resulting in the hardware payment milestone being moved to May 2022. Installation approval and sign-off will be completed in the next financial year as a result of computer hardware delays. The Factory Acceptance Test (FAT) will be invoiced in the next reporting period after approval of the report. The Security Information and Event Management (SIEM) solution will be procured in the next reporting period.
	<b>2 798 001 096</b>	<b>1 525 577 526</b>	<b>1 561 745 688</b>	<b>36 168 162</b>	

## COMMITMENTS AGAINST CASH AND INVESTMENTS

### Cash and Investments

The cash and cash equivalents amount to R10 488 million for the month under review. This position is mainly due to the levels of cash realised in the 2020/21 financial year.

### Commitments against cash and investments on hand (current and non-current investments)

The table below shows that the City's cash and investments on hand is capable of funding the City's reserves with the residual balance used for working capital.

Item	Previous Month R Thousand	Current Month R Thousand
<b>Closing Cash and Investment Balance</b>	<b>18 052 684</b>	<b>19 945 078</b>
<b>Total Commitments</b>	<b>10 664 519</b>	<b>10 664 892</b>
Unspent Conditional Grants	2 157 027	2 353 491
Housing Development	331 640	325 338
MTAB	24 721	24 677
Trust Funds	948	951
Insurance reserves	601 019	605 981
CRR / Revenue	4 288 114	4 093 404
Other contractual commitments	3 261 050	3 261 050
<b>Uncommitted Funds</b>	<b>7 388 165</b>	<b>9 280 186</b>
<b>Closing Cash and Investment Balance</b>	<b>18 052 684</b>	<b>19 945 078</b>
Non Current Investments	3 613 106	3 641 855
Current Investments	5 843 899	5 815 150
Cash and Cash Equivalents as per Cash flow statement (Table C7)	8 595 679	10 488 073

Details on the cash flow can be found in *Cash Flow* on page 37.

The City's investment portfolio breakdown can be found in *Investment portfolio* on page 70.

The monthly actual and targets can be found in *Actual and revised targets for cash receipts and cash flows* on page 79.

**GRANT UTILISATION**

Description R thousands	Budget Year 2021/22						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Total operating expenditure of Transfers and Grants	5 646 931	6 070 243	1 320 261	1 457 478	(137 216)	-9.4%	6 070 243
Total capital expenditure of Transfers and Grants	3 138 842	1 792 589	1 006 816	1 100 476	(93 659)	-8.5%	1 714 298
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>8 785 773</b>	<b>7 862 831</b>	<b>2 327 078</b>	<b>2 557 953</b>	<b>(230 876)</b>	<b>-9.0%</b>	<b>7 784 540</b>

Detailed information on transfers and grants per funding source is reflected in *Transfers and grants expenditure* on page 74.

**CREDITORS****Creditors Analysis**

R thousands	Budget Year 2021/22								
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
Total Creditors	40	3	2	–	–	(5)	–	–	40

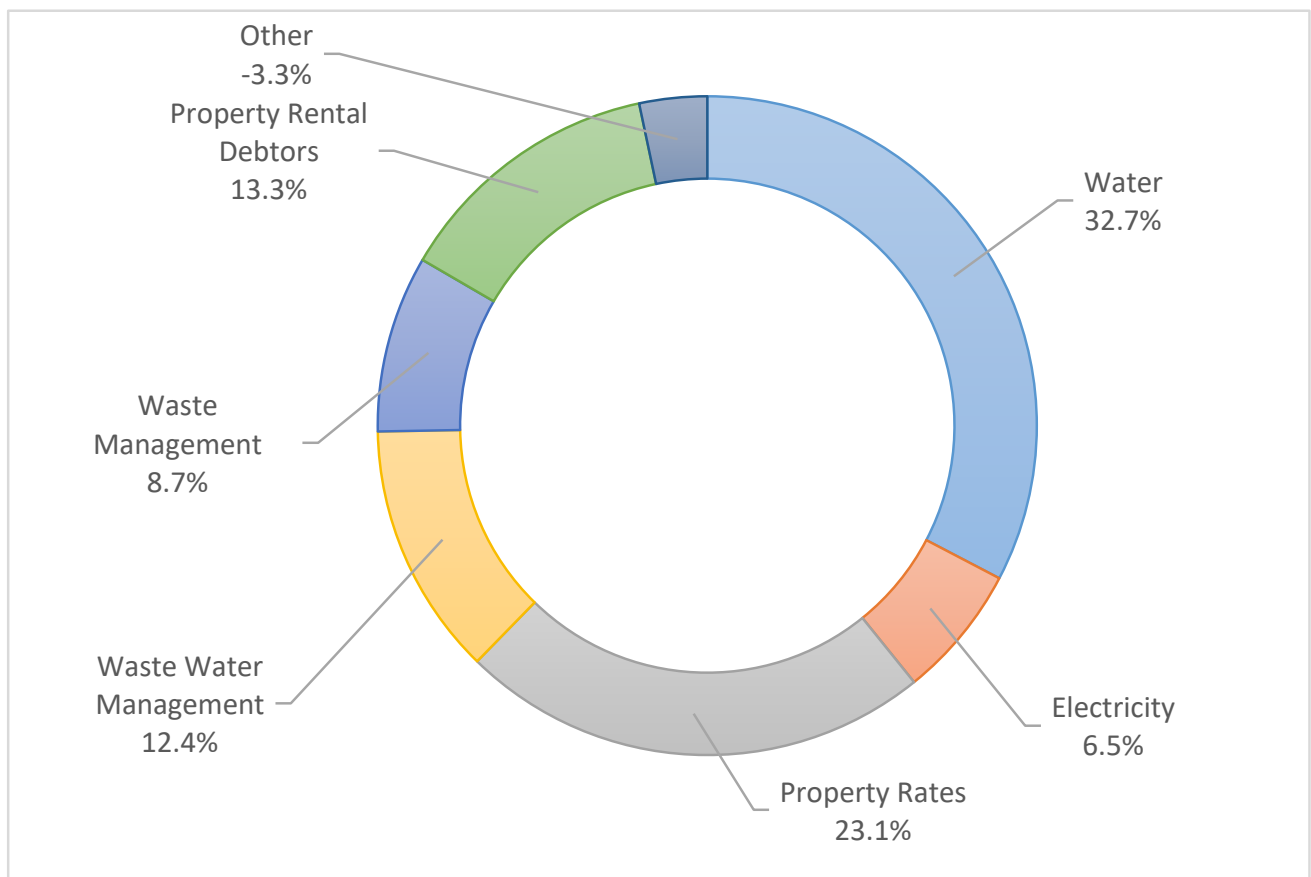
The City's creditors are paid within 30 days as stipulated in the MFMA. Creditors older than 31 days are due to debit balances to be deducted from next payment run and incorrect banking details.

The City has a continuous management follow-up control system in place to facilitate the ultimate payment of these invoices.

**DEBTORS****Debtors Age Analysis**

Description	Budget Year 2021/22								
	0-30 Days		31-60 Days		61-90 Days		Total over 90 days		Total
	R Thousands	%	R Thousands	%	R Thousands	%	R Thousands	%	R Thousands
Total By Income Source	2 253 940	27.5%	323 782	4.0%	210 210	2.6%	5 395 597	65.9%	8 183 530
2020/21 - totals only	1 959 332	21.2%	417 388	4.5%	218 213	2.4%	6 626 476	71.9%	9 221 409
Movement	294 608		(93 605)		(8 003)		(1 230 879)		(1 037 879)
% Increase/(Decrease) year on year		15.0%		-22.4%		-3.7%		-18.6%	-11.26%

### Graphical Analysis of debtors older than 90 days



**Top 10 Commercial debtors - Age Analysis**

Account Owner Name	Total	Current	30 days	60 days	90 days	120 days	150 days	150><365	365 days	Comments
Basfour 2295 (Pty) Ltd	R30 125 731.57	R3 242 661.93	R3 530 217.49	R0.00	R0.00	R3 098 257.90	R2 554 124.43	R4 960 730.69	R12 739 739.13	There is an instalment plan arrangement in place and the last payment of R403 217.49 was received on 2 April 2022.
Basfour 2295 (Pty) Ltd	R27 107 974.58	R1 397 475.09	R1 468 245.18	R10 480.63	R0.00	R0.00	R0.00	R24 234 804.68	-R3 031.00	The interim instalment plan expires on 14 April 2022. The last payment of R2 million was received on 2 April 2022.
S A Rail Commuter Corporation	R22 416 074.92	R960 069.71	R982 913.51	R1 065 236.13	R1 029 807.31	R964 426.77	R1 047 334.02	R6 469 617.52	R9 896 669.95	In the previous meetings held with PRASA they reported that they have no budget to pay most of their accounts. The last payment of R854 374.30 was made in October 2021.
Transnet Ltd	R17 205 355.04	R3 322 191.40	R3 443 013.36	R3 680 565.70	R3 610 972.93	R3 170 940.65	R0.00	R0.00	-R22 329.00	A payment of R7.2 million was made in April 2022 leaving the account with a balance of R10 million, which will reflect in the next reporting period.
The Business Manager	R16 289 512.42	R484 270.19	R550 450.57	R512 590.86	R553 312.82	R522 230.06	R461 492.96	R3 307 886.56	R9 897 278.40	The Water & Sanitation directorate is in the process of replacing some of the PRASA water metered services, which have been estimated for a long time.
UCT Graduate School of Business	R16 220 644.23	R106 586.63	R546 677.17	R1 195 767.62	R105 228.68	R626 458.71	R1 169 204.56	R3 497 867.68	R8 972 853.18	The client made a payment of R493 267.22 on 31 March 2022 and is currently in conversation with its Treasury department to action settlement in April 2022.
Transnet Limited	R14 893 710.05	R58 989.79	R4 592 641.62	R1 434 527.87	R2 084 869.02	R43 951.15	R3 129 384.04	R3 549 346.56	R0.00	The Water & Sanitation directorate has scheduled water meter replacement for April/May 2022 as Transnet is committed to pay what is due by them.

Table continues on next page.



## City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Account Owner Name	Total	Current	30 days	60 days	90 days	120 days	150 days	150><365	365 days	Comments
Cornucopia Trust	R 13 677 279.75	R 1 399 290.82	R 0.00	R 1 413 000.66	R 1 508 193.54	R 0.00	R 1 534 253.56	R 5 433 077.91	R 2 389 463.26	The interim instalment arrangement expires in June 2022. A payment of R1 649 290.82 was received on 1 April 2022.
Mitchells Plain Foundation	R 11 654 174.67	R 213 526.58	R 211 766.40	R 345 854.12	R 2 585.80	R 107 360.08	R 213 762.08	R 999 777.26	R 9 559 542.35	The property is a frail care PBO. The client has been requested to make payment arrangements or apply for debt write-off on many occasions. However, no arrangements have been made to date. The account has an active valuation lock until 30 April 2022.
Transnet Ltd	R 11 631 709.01	R 298 583.00	R 227 923.77	R 2 603 748.95	R 107 356.89	R 106 985.67	R 104 875.59	R 2 092 112.96	R 6 090 122.18	The Water & Sanitation directorate conducted an investigation of the water meter on 07 April 2022. The location of the meter still needs to be established by performing a shut off to verify which erf the meter serves.
<b>TOTALS</b>	<b>R 181 222 166.24</b>	<b>R 11 483 645.14</b>	<b>R 15 553 849.07</b>	<b>R 12 261 772.54</b>	<b>R 9 002 326.99</b>	<b>R 8 640 610.99</b>	<b>R 10 214 431.24</b>	<b>R 54 545 221.82</b>	<b>R 59 520 308.45</b>	

### Top 10 Commercial debtors service charges breakdown

Account Owner Name	Other	Electricity	Water	Sewerage	Refuse	Rates	CIDS	Security deposit	Sundries	TOTAL
Basfour 2295 (Pty) Ltd	R 0.00	R 30 349 731.57	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	-R 224 000.00	R 0.00	R 30 125 731.57
Basfour 2295 (Pty) Ltd	R 0.00	R 0.00	R 101 496.75	R 73 922.16	R 0.00	R 20 125 438.21	R 6 809 124.27	-R 3 031.00	R 1 024.19	R 27 107 974.58
S A Rail Commuter Corporation	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 22 416 074.92	R 0.00	R 0.00	R 0.00	R 22 416 074.92
Transnet Ltd	R 0.00	R 1 375 521.53	R 0.00	R 0.00	R 0.00	R 15 852 162.51	R 0.00	-R 22 329.00	R 0.00	R 17 205 355.04
The Business Manager	R 10.02	R 0.00	R 16 289 502.40	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 16 289 512.42
UCT Graduate School of Business	R 12.06	R 0.00	R 0.00	R 0.00	R 0.00	R 16 220 632.17	R 0.00	R 0.00	R 0.00	R 16 220 644.23
Transnet Limited	R 0.00	R 0.00	R 14 893 710.05	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 14 893 710.05
Cornucopia Trust	R 0.00	R 13 677 279.75	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 13 677 279.75
Mitchells Plain Foundation	R 29 424.01	R 5 427 138.33	R 2 436 217.85	R 1 740 633.03	R 397 541.61	R 1 620 920.08	R 0.00	R 0.00	R 2 299.76	R 11 654 174.67
Transnet Ltd	R 0.00	R 0.00	R 6 326 511.50	R 5 305 736.72	R 0.00	R 0.00	R 0.00	-R 539.21	R 0.00	R 11 631 709.01

**Top 10 Residential debtors - Age Analysis**

Account Owner Name	Total	Current	30 days	60 days	90 days	120 days	150 days	150><365	365 days	Comments
Ndabeni Communal Property	R8 061 024.83	R127 212.49	R141 495.23	R126 708.33	R125 915.84	R130 861.90	R121 167.97	R734 229.21	R6 553 433.86	The independent trustees attended a meeting with the Regional Land Claims Commission on 1 March 2022. It appears that headway is being made to secure funding.
Body Corp Sandpiper Mansions	R5 803 570.52	R103 065.81	R95 135.50	R105 588.94	R93 931.34	R100 544.67	R89 905.27	R532 445.32	R4 682 953.67	The client has agreed to make arrangements but needs to satisfy the outstanding documentation and the upfront deposit.
Silvermist Mountain Lodge Body Cor	R5 073 394.64	R102 896.50	R95 096.15	R109 074.88	R90 209.87	R766 173.17	R0.00	R185 891.11	R3 724 052.96	There is a dunning lock on the account until 30 June 2022. The client does not qualify for the Debt Remission Benefit plan. A payment of R95 096.15 was made on 11 March 2022. Their detailed statement disputing the City's invoices is awaiting resolution.
The Bain Family Trust	R2 586 051.10	R119 329.79	R129 986.02	R121 746.58	R131 058.39	R249 129.22	R273 914.18	R478 273.31	R1 082 613.61	This is a consolidated erf. A request with a notification was logged on 7 April 2022 for the Water & Sanitation directorate to urgently confirm the meter(s) on the erf.
Sibeko	R2 150 928.17	R12 060.26	R68 659.94	R0.00	R0.00	R170.80	R0.00	R36 232.48	R2 033 804.69	The property is zero-valued as it is located in an indigent area of Nyanga and is ready for debt write-off.
Kimbili	R2 127 372.31	R24 746.92	R23 801.62	R26 015.61	R24 616.13	R23 940.85	R25 551.51	R125 305.09	R1 853 394.58	The property has no WMD installed although a "piggy-backing" electricity prepaid meter has a 51% debt recovery action. The tenants are refusing entry to officials for disconnection of services. A service order to replace the water meter was created and sent to a contracted service provider on 5 November 2021.
Pedro	R1 998 493.81	R23 865.90	R24 209.85	R24 104.45	R19 346.11	R23 557.31	R24 022.73	R119 014.74	R1 740 372.72	This is an Estate Late property, which is currently vacant and damaged. One payment of R500 was made on 1 February 2010. An ITC letter of demand was sent on 13 December 2021.

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Account Owner Name	Total	Current	30 days	60 days	90 days	120 days	150 days	150><365	365 days	Comments
Strawberry Place Body Corporate	R2 174 474.90	R62 797.92	R57 455.55	R151 907.83	R130 684.41	R107 870.20	R80 859.40	R380 339.08	R1 202 560.51	The client intends to make arrangements to settle the accounts although they have applied for a water rebate. The last payment of R60 681.08 was made on 27 January 2022.
Rawna Investments CC	R1 891 259.93	R0.00	R0.00	-R132.80	R0.00	R0.00	R0.00	R20 491.73	R1 870 901.00	An instalment plan is in place and up to date as at March 2022.
Dede	R1 945 471.98	R14 369.31	R18 467.48	R36 123.37	R14 386.97	R25 182.55	R22 516.18	R112 242.54	R1 702 183.58	This is a vacant land with no rates charges and high water consumption. The Water & Sanitation directorate has been requested to investigate.
<b>TOTALS</b>	<b>R 33 812 042.19</b>	<b>R 590 344.90</b>	<b>R 654 307.34</b>	<b>R 701 137.19</b>	<b>R 630 149.06</b>	<b>R 1 427 430.67</b>	<b>R 637 937.24</b>	<b>R 2 724 464.61</b>	<b>R 26 446 271.18</b>	

### Top 10 Residential debtors service charges breakdown

Account Owner Name	Other	Electricity	Water	Sewerage	Refuse	Rates	Sundries	Security deposit	TOTAL
Ndabeni Communal Property	R 31 019.37	R 0.00	R 8 364.95	R 8 364.95	R 7 963.32	R 7 328 549.22	R 676 763.02	R 0.00	R 8 061 024.83
Body Corp Sandpiper Mansions	R 380.04	R 0.00	R 2 718 836.60	R 2 608 008.40	R 476 345.48	R 0.00	R 0.00	R 0.00	R 5 803 570.52
Silvermist Mountain Lodge Body Cor	R 18.24	R 4 496 719.14	R 524 656.17	R 0.00	R 52 001.09	R 0.00	R 0.00	R 0.00	R 5 073 394.64
The Bain Family Trust	R 273.34	R 0.00	R 2 399 202.68	R 186 575.08	R 0.00	R 0.00	R 0.00	R 0.00	R 2 586 051.10
Sibeko	R 1 751.76	R 0.00	R 2 063 911.02	R 75 971.86	R 9 293.53	R 0.00	R 0.00	R 0.00	R 2 150 928.17
Kimbili	R 1 761.66	R 0.00	R 1 999 389.00	R 96 947.66	R 9 394.06	R 19 879.93	R 0.00	R 0.00	R 2 127 372.31
Pedro	R 112 752.95	R 0.00	R 1 711 774.87	R 129 039.57	R 17 484.33	R 27 442.09	R 0.00	R 0.00	R 1 998 493.81
Strawberry Place Body Corporate	R 1 612.80	R 8 026.56	R 1 236 637.66	R 854 574.45	R 73 623.43	R 0.00	R 0.00	R 0.00	R 2 174 474.90
Rawna Investments CC	R 1 646 662.39	R 6 179.98	R 48 337.30	R 129 991.19	R 10 935.90	R 49 153.17	R 0.00	R 0.00	R 1 891 259.93
Dede	R 2 991.62	R 0.00	R 1 817 056.30	R 112 647.57	R 12 776.49	R 0.00	R 0.00	R 0.00	R 1 945 471.98

## IN YEAR BUDGET STATEMENT TABLES

### Budget Statement Summary

The table below provides a high-level summation of the City's operating- and capital budget, actuals to date, financial position and cash flow.

Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b>Financial Performance</b>								
Property rates	10 275 271	10 984 132	10 983 815	7 887 497	8 237 730	(350 234)	-4.3%	10 983 815
Service charges	20 275 960	22 396 466	22 343 043	17 151 833	16 982 329	169 505	1.0%	22 277 610
Investment revenue	896 540	855 119	895 923	695 731	671 262	24 468	3.6%	1 087 927
Transfers and subsidies	5 793 196	5 650 364	6 070 243	4 750 762	4 911 238	(160 477)	-3.3%	6 065 243
Other own revenue	5 917 410	7 623 518	10 231 880	7 985 866	8 129 147	(143 281)	-1.8%	10 087 553
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>43 158 377</b>	<b>47 509 600</b>	<b>50 524 904</b>	<b>38 471 688</b>	<b>38 931 707</b>	<b>(460 019)</b>	<b>-1.2%</b>	<b>50 502 148</b>
Employee costs	15 108 022	15 612 510	15 851 190	11 232 687	11 419 848	(187 161)	-1.6%	15 755 432
Remuneration of Councillors	166 417	179 826	179 826	119 182	131 370	(12 188)	-9.3%	179 876
Depreciation & asset impairment	2 863 255	3 013 855	3 073 473	2 256 731	2 287 218	(30 487)	-1.3%	3 069 719
Finance charges	831 478	794 747	788 704	552 550	548 042	4 508	0.8%	790 114
Inventory consumed and bulk purchases	11 463 610	14 886 250	16 857 796	11 241 261	11 389 716	(148 455)	-1.3%	16 847 263
Transfers and subsidies	401 555	464 263	559 099	260 090	328 854	(68 764)	-20.9%	556 434
Other expenditure	12 325 923	13 323 388	13 927 748	8 375 482	8 748 521	(373 039)	-4.3%	13 727 744
<b>Total Expenditure</b>	<b>43 160 260</b>	<b>48 274 839</b>	<b>51 237 836</b>	<b>34 037 983</b>	<b>34 853 568</b>	<b>(815 585)</b>	<b>-2.3%</b>	<b>50 926 583</b>
<b>Surplus/(Deficit)</b>	<b>(1 883)</b>	<b>(765 240)</b>	<b>(712 931)</b>	<b>4 433 706</b>	<b>4 078 139</b>	<b>355 567</b>	<b>8.7%</b>	<b>(424 436)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1 616 023	3 066 644	1 733 253	976 121	1 071 099	(94 978)	-8.9%	1 763 716
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)	440 280	206 182	210 717	176 761	148 220	28 541	19.3%	164 884
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>2 054 420</b>	<b>2 507 586</b>	<b>1 231 038</b>	<b>5 586 588</b>	<b>5 297 459</b>	<b>289 129</b>	<b>5.5%</b>	<b>1 504 165</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>2 054 420</b>	<b>2 507 586</b>	<b>1 231 038</b>	<b>5 586 588</b>	<b>5 297 459</b>	<b>289 129</b>	<b>5.5%</b>	<b>1 504 165</b>
<b>Capital expenditure &amp; funds sources</b>								
<b>Capital expenditure</b>	<b>6 528 474</b>	<b>8 314 767</b>	<b>6 095 115</b>	<b>2 926 204</b>	<b>3 221 352</b>	<b>(295 148)</b>	<b>-9.2%</b>	<b>5 699 216</b>
Capital transfers recognised	1 676 001	3 138 842	1 792 589	1 006 816	1 100 476	(93 659)	-8.5%	1 714 298
Borrowing	(1 281)	2 500 000	1 200 000	473 825	520 673	(46 848)	-9.00%	1 087 692
Internally generated funds	<b>4 853 753</b>	<b>2 675 925</b>	<b>3 102 526</b>	<b>1 445 562</b>	<b>1 600 203</b>	<b>(154 641)</b>	<b>-9.7%</b>	<b>2 897 226</b>
<b>Total sources of capital funds</b>	<b>6 528 474</b>	<b>8 314 767</b>	<b>6 095 115</b>	<b>2 926 204</b>	<b>3 221 352</b>	<b>(295 148)</b>	<b>-9.2%</b>	<b>5 699 216</b>
<b>Financial position</b>								
Total current assets	18 044 543	16 853 068	16 244 681	17 288 819				16 244 681
Total non current assets	60 635 521	66 340 381	63 324 319	63 683 044				63 324 319
Total current liabilities	9 902 651	11 660 078	9 432 885	6 999 508				9 432 885
Total non current liabilities	13 662 335	15 486 945	13 789 999	13 369 783				13 789 999
<b>Community wealth/Equity</b>	<b>55 115 078</b>	<b>56 046 426</b>	<b>56 346 117</b>	<b>60 602 572</b>				<b>56 346 117</b>
<b>Cash flows</b>								
Net cash from (used) operating	6 427 873	5 769 282	4 473 874	5 751 927	6 510 316	758 389	11.6%	4 473 874
Net cash from (used) investing	(7 317 202)	(8 523 340)	(6 372 955)	(3 074 726)	(3 500 911)	(426 185)	12.2%	(6 372 955)
Net cash from (used) financing	(351 140)	2 145 615	916 175	(315 228)	(315 228)	–	–	916 175
<b>Cash/cash equivalents at the month/year end</b>	<b>8 126 100</b>	<b>7 517 656</b>	<b>7 143 195</b>	<b>10 488 073</b>	<b>10 820 277</b>	<b>332 204</b>	<b>3.1%</b>	<b>7 143 195</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>								
Total By Income Source	2 253 940	323 782	210 210	168 404	172 741	768 362	4 087 650	8 183 530
<b>Creditors Age Analysis</b>								
Total Creditors	40	3	2	–	(5)	–	–	40

**Financial Performance (standard classification)**

The table below is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification.

Description R thousands	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>Revenue - Functional</b>								
<b>Governance and administration</b>	<b>16 364 564</b>	<b>16 555 169</b>	<b>16 747 429</b>	<b>13 165 427</b>	<b>13 406 262</b>	<b>(240 835)</b>	<b>-1.8%</b>	<b>16 788 661</b>
Executive and council	1 307	1 325	17 336	15 171	14 608	562	3.8%	17 336
Finance and administration	16 363 257	16 553 841	16 730 089	13 150 256	13 391 652	(241 396)	-1.8%	16 771 321
Internal audit	1	3	3	1	2	(1)	-64.8%	3
<b>Community and public safety</b>	<b>3 424 098</b>	<b>3 768 707</b>	<b>3 932 058</b>	<b>3 147 575</b>	<b>2 970 726</b>	<b>176 849</b>	<b>6.0%</b>	<b>3 932 058</b>
Community and social services	102 164	110 743	107 692	75 067	76 453	(1 386)	-1.8%	107 692
Sport and recreation	49 376	44 660	42 419	30 940	31 387	(446)	-1.4%	42 419
Public safety	1 605 703	1 662 159	1 640 349	1 647 626	1 355 822	291 804	21.5%	1 640 349
Housing	1 203 248	1 426 546	1 650 311	1 087 121	1 165 194	(78 074)	-6.7%	1 650 311
Health	463 607	524 600	491 288	306 821	341 870	(35 050)	-10.3%	491 288
<b>Economic and environmental services</b>	<b>2 374 868</b>	<b>3 323 940</b>	<b>1 995 163</b>	<b>1 153 975</b>	<b>1 275 717</b>	<b>(121 742)</b>	<b>-9.5%</b>	<b>1 994 463</b>
Planning and development	433 171	530 303	570 600	347 971	377 132	(29 161)	-7.7%	569 900
Road transport	1 892 477	2 742 355	1 373 509	781 311	875 396	(94 085)	-10.7%	1 373 509
Environmental protection	49 220	51 281	51 053	24 693	23 188	1 505	6.5%	51 053
<b>Trading services</b>	<b>23 050 397</b>	<b>27 129 505</b>	<b>29 789 119</b>	<b>22 157 166</b>	<b>22 494 528</b>	<b>(337 362)</b>	<b>-1.5%</b>	<b>29 710 460</b>
Energy sources	14 689 026	16 224 903	16 204 165	12 543 043	12 373 224	169 819	1.4%	16 204 163
Water management	4 569 126	6 907 736	9 540 612	6 564 732	7 027 079	(462 347)	-6.6%	9 538 302
Waste water management	2 086 936	2 160 243	2 172 101	1 611 986	1 616 028	(4 043)	-0.3%	2 112 743
Waste management	1 705 309	1 836 622	1 872 241	1 437 406	1 478 197	(40 791)	-2.8%	1 855 253
<b>Other</b>	<b>753</b>	<b>5 105</b>	<b>5 105</b>	<b>428</b>	<b>3 793</b>	<b>(3 365)</b>	<b>-88.7%</b>	<b>5 105</b>
<b>Total Revenue - Functional</b>	<b>45 214 680</b>	<b>50 782 426</b>	<b>52 468 873</b>	<b>39 624 571</b>	<b>40 151 027</b>	<b>(526 456)</b>	<b>-1.3%</b>	<b>52 430 747</b>
<b>Expenditure - Functional</b>								
<b>Governance and administration</b>	<b>9 158 064</b>	<b>9 828 627</b>	<b>9 728 953</b>	<b>6 395 689</b>	<b>6 551 992</b>	<b>(156 303)</b>	<b>-2.4%</b>	<b>9 685 225</b>
Executive and council	548 399	664 033	662 822	458 571	468 656	(10 085)	-2.2%	662 820
Finance and administration	8 559 137	9 114 249	9 013 073	5 898 459	6 044 210	(145 751)	-2.4%	8 969 347
Internal audit	50 528	50 346	53 058	38 659	39 126	(467)	-1.2%	53 058
<b>Community and public safety</b>	<b>8 889 478</b>	<b>9 036 851</b>	<b>9 151 538</b>	<b>6 367 313</b>	<b>6 365 920</b>	<b>1 393</b>	<b>0.0%</b>	<b>9 100 148</b>
Community and social services	1 026 947	970 743	1 013 837	732 133	744 538	(12 405)	-1.7%	1 007 851
Sport and recreation	1 320 836	1 159 619	1 233 359	884 981	894 978	(9 996)	-1.1%	1 224 517
Public safety	3 584 092	3 972 218	3 937 517	2 675 941	2 644 342	31 599	1.2%	3 903 925
Housing	1 457 421	1 534 627	1 497 259	981 002	999 760	(18 758)	-1.9%	1 494 288
Health	1 500 182	1 399 645	1 469 567	1 093 256	1 082 302	10 954	1.0%	1 469 567
<b>Economic and environmental services</b>	<b>5 205 563</b>	<b>5 282 640</b>	<b>5 456 692</b>	<b>3 542 482</b>	<b>3 551 337</b>	<b>(8 856)</b>	<b>-0.2%</b>	<b>5 483 830</b>
Planning and development	1 355 201	1 433 576	1 507 491	971 288	1 022 920	(51 631)	-5.0%	1 499 353
Road transport	3 615 195	3 609 570	3 688 220	2 408 634	2 365 205	43 429	1.8%	3 723 485
Environmental protection	235 167	239 495	260 981	162 559	163 213	(654)	-0.4%	260 992
<b>Trading services</b>	<b>19 767 213</b>	<b>23 921 216</b>	<b>26 678 765</b>	<b>17 592 039</b>	<b>18 243 008</b>	<b>(650 969)</b>	<b>-3.6%</b>	<b>26 435 493</b>
Energy sources	11 826 795	13 555 616	13 621 801	9 516 963	9 325 740	191 223	2.1%	13 621 851
Water management	3 332 820	5 286 244	7 805 799	4 730 519	5 332 659	(602 140)	-11.3%	7 806 841
Waste water management	2 161 929	2 569 535	2 630 050	1 671 376	1 825 671	(154 296)	-8.5%	2 500 978
Waste management	2 445 669	2 509 821	2 621 116	1 673 182	1 758 937	(85 756)	-4.9%	2 505 824
<b>Other</b>	<b>139 942</b>	<b>205 505</b>	<b>221 887</b>	<b>140 460</b>	<b>141 311</b>	<b>(851)</b>	<b>-0.6%</b>	<b>221 887</b>
<b>Total Expenditure - Functional</b>	<b>43 160 260</b>	<b>48 274 839</b>	<b>51 237 836</b>	<b>34 037 983</b>	<b>34 853 568</b>	<b>(815 585)</b>	<b>-2.3%</b>	<b>50 926 583</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2 054 420</b>	<b>2 507 586</b>	<b>1 231 038</b>	<b>5 586 588</b>	<b>5 297 459</b>	<b>289 129</b>	<b>5.5%</b>	<b>1 504 164</b>

Note: As per GFS classification, Trading Services expenditure above excludes Street Lighting provisions (included with Community and public safety).

**Financial Performance (revenue and expenditure by municipal vote)**

The table below shows budgeted financial performance in relation to the revenue and expenditure by vote as well as the operating surplus or deficit.

Vote Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b>Revenue by Vote</b>								
Vote 1 - Community Services & Health	1 219 915	1 006 695	1 128 776	729 768	784 590	(54 823)	-7.0%	1 128 776
Vote 2 - Corporate Services	71 582	68 146	84 382	83 222	64 056	19 166	29.9%	84 382
Vote 3 - Economic Growth	269 474	322 342	328 079	191 069	215 988	(24 920)	-11.5%	370 966
Vote 4 - Energy	14 472 434	15 976 619	15 956 166	12 295 884	12 125 189	170 695	1.4%	15 956 164
Vote 5 - Finance	16 823 143	17 564 399	17 895 000	14 580 625	14 824 533	(243 908)	-1.6%	17 895 000
Vote 6 - Future Planning & Resilience	6 414	38 311	44 361	5 681	8 095	(2 414)	-29.8%	44 361
Vote 7 - Human Settlements	1 071 872	1 165 767	1 389 531	825 961	904 418	(78 456)	-8.7%	1 389 531
Vote 8 - Office of the City Manager	3 878	788	788	2 428	591	1 837	310.8%	788
Vote 9 - Safety & Security	1 967 592	1 717 141	1 707 498	1 677 424	1 389 602	287 822	20.7%	1 707 498
Vote 10 - Spatial Planning & Environment	425 301	474 291	474 735	337 144	331 885	5 259	1.6%	474 735
Vote 11 - Urban Mobility	1 612 650	2 700 909	1 334 063	766 223	860 531	(94 308)	-11.0%	1 334 063
Vote 12 - Urban Waste Management	1 607 666	1 699 585	1 442 972	991 348	1 035 128	(43 781)	-4.2%	1 423 761
Vote 13 - Water & Sanitation	5 662 757	8 047 433	10 682 521	7 137 795	7 606 419	(468 625)	-6.2%	10 620 722
<b>Total Revenue by Vote</b>	<b>45 214 679</b>	<b>50 782 426</b>	<b>52 468 873</b>	<b>39 624 571</b>	<b>40 151 027</b>	<b>(526 456)</b>	<b>-1.3%</b>	<b>52 430 748</b>
<b>Expenditure by Vote</b>								
Vote 1 - Community Services & Health	4 220 408	4 203 855	4 364 284	2 946 696	3 152 487	(205 790)	-6.5%	4 364 284
Vote 2 - Corporate Services	3 461 186	3 219 552	3 178 267	2 234 151	2 136 554	97 596	4.6%	3 177 792
Vote 3 - Economic Growth	665 563	761 637	790 507	431 985	464 917	(32 932)	-7.1%	775 067
Vote 4 - Energy	12 121 799	13 826 537	13 885 266	9 676 556	9 501 654	174 902	1.8%	13 885 266
Vote 5 - Finance	3 074 201	3 222 505	3 329 145	2 283 197	2 295 641	(12 444)	-0.5%	3 329 145
Vote 6 - Future Planning & Resilience	398 811	503 141	519 573	282 941	286 557	(3 616)	-1.3%	519 623
Vote 7 - Human Settlements	1 400 320	1 446 865	1 467 828	964 418	984 410	(19 992)	-2.0%	1 467 828
Vote 8 - Office of the City Manager	346 079	336 605	361 819	278 849	277 544	1 306	0.5%	361 819
Vote 9 - Safety & Security	4 461 150	4 707 856	4 614 791	3 094 949	3 067 020	27 929	0.9%	4 614 791
Vote 10 - Spatial Planning & Environment	1 176 252	1 171 915	1 178 500	822 783	836 589	(13 806)	-1.7%	1 178 500
Vote 11 - Urban Mobility	3 198 844	3 669 117	3 727 691	2 387 664	2 349 116	38 548	1.6%	3 727 691
Vote 12 - Urban Waste Management	2 889 088	3 138 571	3 215 107	2 097 472	2 186 716	(89 244)	-4.1%	3 070 635
Vote 13 - Water & Sanitation	5 746 558	8 066 681	10 605 059	6 536 320	7 314 362	(778 042)	-10.6%	10 454 143
<b>Total Expenditure by Vote</b>	<b>43 160 260</b>	<b>48 274 838</b>	<b>51 237 836</b>	<b>34 037 983</b>	<b>34 853 568</b>	<b>(815 585)</b>	<b>-2.3%</b>	<b>50 926 583</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2 054 419</b>	<b>2 507 588</b>	<b>1 231 038</b>	<b>5 586 588</b>	<b>5 297 459</b>	<b>289 129</b>	<b>5.5%</b>	<b>1 504 165</b>

Note: the above table includes capital grant and donations (CGD).

Annexure B reflects actual operating expenditure per vote including internal costs incurred across votes. (Refer to charge-in and -out columns.)

**Financial Performance (revenue by source and expenditure by type)**

The table below is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type.

Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b>Revenue By Source</b>								
Property rates	10 275 271	10 984 132	10 983 815	7 887 497	8 237 730	(350 234)	-4.3%	10 983 815
Service charges - electricity revenue	14 241 794	15 734 566	15 734 566	12 175 071	11 972 436	202 636	1.7%	15 734 566
Service charges - water revenue	3 226 406	3 556 345	3 549 249	2 706 431	2 697 368	9 063	0.3%	3 523 363
Service charges - sanitation revenue	1 604 014	1 775 113	1 791 914	1 345 056	1 366 040	(20 984)	-1.5%	1 763 205
Service charges - refuse revenue	1 203 747	1 330 442	1 267 313	925 275	946 485	(21 210)	-2.2%	1 256 475
Rental of facilities and equipment	329 574	350 647	368 900	280 951	280 943	8	0.0%	411 336
Interest earned - external investments	896 540	855 119	895 923	695 731	671 262	24 468	3.6%	1 087 927
Interest earned - outstanding debtors	454 919	449 452	361 774	277 901	272 898	5 003	1.8%	163 983
Dividends received	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	1 571 762	1 247 015	1 250 376	1 424 907	1 167 777	257 130	22.0%	1 262 098
Licences and permits	44 655	67 110	70 030	32 677	34 585	(1 908)	-5.5%	70 030
Agency services	270 810	261 614	269 491	200 691	194 878	5 813	3.0%	269 491
Transfers and subsidies	5 793 196	5 650 364	6 070 243	4 750 762	4 911 238	(160 477)	-3.3%	6 065 243
Other revenue	3 174 093	3 194 622	3 200 322	3 130 989	3 046 164	84 826	2.8%	3 198 258
Gains	71 597	2 053 058	4 710 989	2 637 750	3 131 903	(494 154)	-15.8%	4 712 358
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>43 158 377</b>	<b>47 509 600</b>	<b>50 524 904</b>	<b>38 471 688</b>	<b>38 931 707</b>	<b>(460 019)</b>	<b>-1.2%</b>	<b>50 502 148</b>
<b>Expenditure By Type</b>								
Employee related costs	15 108 022	15 612 510	15 851 190	11 232 687	11 419 848	(187 161)	-1.6%	15 755 432
Remuneration of councillors	166 417	179 826	179 826	119 182	131 370	(12 188)	-9.3%	179 876
Debt impairment	2 854 651	2 716 859	2 371 700	1 633 553	1 633 545	8	0.0%	2 371 700
Depreciation & asset impairment	2 863 255	3 013 855	3 073 473	2 256 731	2 287 218	(30 487)	-1.3%	3 069 719
Finance charges	831 478	794 747	788 704	552 550	548 042	4 508	0.8%	790 114
Bulk purchases - electricity	10 130 965	11 182 400	11 218 900	7 814 435	7 584 045	230 390	3.0%	11 218 900
Inventory consumed	1 332 645	3 703 850	5 638 896	3 426 826	3 805 671	(378 844)	-10.0%	5 628 363
Contracted services	7 195 014	7 960 363	8 146 984	4 704 978	4 955 698	(250 720)	-5.1%	7 913 237
Transfers and subsidies	401 555	464 263	559 099	260 090	328 854	(68 764)	-20.9%	556 434
Other expenditure	2 179 010	2 632 043	2 761 306	1 774 327	1 764 611	9 716	0.6%	2 794 704
Losses	97 246	14 124	647 759	262 624	394 668	(132 044)	-33.5%	648 104
<b>Total Expenditure</b>	<b>43 160 260</b>	<b>48 274 839</b>	<b>51 237 836</b>	<b>34 037 983</b>	<b>34 853 568</b>	<b>(815 585)</b>	<b>-2.3%</b>	<b>50 926 583</b>
<b>Surplus/(Deficit)</b>	<b>(1 883)</b>	<b>(765 240)</b>	<b>(712 931)</b>	<b>4 433 706</b>	<b>4 078 139</b>	<b>355 567</b>	<b>8.7%</b>	<b>(424 436)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1 616 023	3 066 644	1 733 253	976 121	1 071 099	(94 978)	-8.9%	1 763 716
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	315 069	206 182	210 717	176 761	148 220	28 541	19.3%	164 884
Transfers and subsidies - capital (in-kind - all)	125 211	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>2 054 420</b>	<b>2 507 586</b>	<b>1 231 038</b>	<b>5 586 588</b>	<b>5 297 459</b>			<b>1 504 165</b>
Taxation	–	–	–	–	–			–
<b>Surplus/(Deficit) after taxation</b>	<b>2 054 420</b>	<b>2 507 586</b>	<b>1 231 038</b>	<b>5 586 588</b>	<b>5 297 459</b>			<b>1 504 165</b>
Attributable to minorities	–	–	–	–	–			–
<b>Surplus/(Deficit) attributable to municipality</b>	<b>2 054 420</b>	<b>2 507 586</b>	<b>1 231 038</b>	<b>5 586 588</b>	<b>5 297 459</b>			<b>1 504 165</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–			–
<b>Surplus/ (Deficit) for the year</b>	<b>2 054 420</b>	<b>2 507 586</b>	<b>1 231 038</b>	<b>5 586 588</b>	<b>5 297 459</b>			<b>1 504 165</b>

**Capital Expenditure (municipal vote, standard classification and funding)**

The table below reflects the City's capital programme in relation to capital expenditure by municipal vote; capital expenditure by standard classification; and funding sources required to fund the capital budget, including information on capital transfers from National and Provincial departments.

Vote Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b><u>Multi-Year expenditure appropriation</u></b>								
Vote 1 - Community Services & Health	294 831	299 732	298 971	136 451	143 108	(6 657)	-4.7%	285 354
Vote 2 - Corporate Services	438 453	418 663	435 081	193 843	189 506	4 337	2.3%	420 112
Vote 3 - Economic Growth	90 132	57 073	51 116	12 850	24 004	(11 154)	-46.5%	49 715
Vote 4 - Energy	732 741	952 575	863 527	430 871	467 046	(36 175)	-7.7%	751 023
Vote 5 - Finance	248 489	25 515	16 542	8 041	5 967	2 075	34.8%	16 386
Vote 6 - Future Planning & Resilience	51 741	79 452	46 623	18 961	28 193	(9 232)	-32.7%	41 982
Vote 7 - Human Settlements	737 971	827 201	928 826	531 624	605 109	(73 485)	-12.1%	917 107
Vote 8 - Office of the City Manager	6 002	6 175	6 343	2 657	1 798	859	47.7%	6 305
Vote 9 - Safety & Security	367 879	258 298	199 062	96 648	99 218	(2 570)	-2.6%	198 293
Vote 10 - Spatial Planning & Environment	114 093	154 142	112 056	46 649	64 245	(17 597)	-27.4%	108 838
Vote 11 - Urban Mobility	776 446	2 191 855	722 772	332 036	412 756	(80 720)	-19.6%	690 755
Vote 12 - Urban Waste Management	528 035	661 993	388 298	153 903	206 053	(52 150)	-25.3%	351 214
Vote 13 - Water & Sanitation	2 141 660	2 382 091	2 025 899	961 670	974 349	(12 679)	-1.3%	1 862 131
<b>Total Capital Expenditure</b>	<b>6 528 474</b>	<b>8 314 767</b>	<b>6 095 115</b>	<b>2 926 204</b>	<b>3 221 352</b>	<b>(295 148)</b>	<b>-9.2%</b>	<b>5 699 216</b>
<b><u>Capital Expenditure - Functional Classification</u></b>								
<b><i>Governance and administration</i></b>	<b>996 767</b>	<b>893 761</b>	<b>923 051</b>	<b>380 650</b>	<b>418 039</b>	<b>(37 389)</b>	<b>-8.9%</b>	<b>891 511</b>
Executive and council	14 904	5 052	8 078	1 930	6 457	(4 527)	-70.1%	7 339
Finance and administration	981 766	888 469	914 704	378 720	411 334	(32 614)	-7.9%	883 903
Internal audit	98	240	269	—	247	(247)	-100.0%	269
<b><i>Community and public safety</i></b>	<b>1 446 713</b>	<b>1 211 834</b>	<b>1 267 968</b>	<b>695 604</b>	<b>765 589</b>	<b>(69 984)</b>	<b>-9.1%</b>	<b>1 247 938</b>
Community and social services	87 604	74 151	76 840	27 848	35 735	(7 887)	-22.1%	72 018
Sport and recreation	300 069	98 585	76 285	41 920	29 493	12 426	42.1%	76 167
Public safety	264 183	154 854	131 394	63 923	61 226	2 698	4.4%	130 844
Housing	737 971	827 201	928 826	531 624	605 109	(73 485)	-12.1%	917 107
Health	56 885	57 042	54 624	30 290	34 026	(3 736)	-11.0%	51 802
<b><i>Economic and environmental services</i></b>	<b>918 709</b>	<b>2 367 117</b>	<b>857 484</b>	<b>383 256</b>	<b>486 805</b>	<b>(103 550)</b>	<b>-21.3%</b>	<b>822 449</b>
Planning and development	77 284	89 433	90 200	28 130	49 649	(21 519)	-43.3%	87 026
Road transport	777 047	2 190 255	719 779	331 536	411 658	(80 122)	-19.5%	687 962
Environmental protection	64 377	87 428	47 505	23 589	25 498	(1 909)	-7.5%	47 461
<b><i>Trading services</i></b>	<b>3 154 273</b>	<b>3 831 805</b>	<b>3 036 062</b>	<b>1 462 689</b>	<b>1 545 511</b>	<b>(82 822)</b>	<b>-5.4%</b>	<b>2 726 808</b>
Energy sources	734 756	1 012 157	891 685	442 740	485 703	(42 963)	-8.8%	775 313
Water management	1 109 478	966 786	1 000 939	436 438	422 812	13 627	3.2%	866 566
Waste water management	969 082	1 350 020	953 261	507 346	530 342	(22 996)	-4.3%	927 059
Waste management	340 956	502 843	190 176	76 165	106 654	(30 489)	-28.6%	157 871
<b><i>Other</i></b>	<b>12 012</b>	<b>10 250</b>	<b>10 550</b>	<b>4 005</b>	<b>5 409</b>	<b>(1 404)</b>	<b>-25.96%</b>	<b>10 510</b>
<b>Total Capital Expenditure - Functional Classification</b>	<b>6 528 474</b>	<b>8 314 767</b>	<b>6 095 115</b>	<b>2 926 204</b>	<b>3 221 352</b>	<b>(295 148)</b>	<b>-9.2%</b>	<b>5 699 216</b>
<b><u>Funded by:</u></b>								
National Government	1 602 827	3 050 778	1 705 493	964 800	1 062 130	(97 330)	-9.2%	1 636 535
Provincial Government	13 195	15 866	27 760	9 386	4 006	5 379	134.3%	27 602
District Municipality	—	—	—	—	—	—	—	—
Other transfers and grants	59 979	72 198	59 336	32 631	34 339	(1 708)	-5.0%	50 161
<b>Transfers recognised - capital</b>	<b>1 676 001</b>	<b>3 138 842</b>	<b>1 792 589</b>	<b>1 006 816</b>	<b>1 100 476</b>	<b>(93 659)</b>	<b>-8.5%</b>	<b>1 714 298</b>
<b>Borrowing</b>	<b>(1 281)</b>	<b>2 500 000</b>	<b>1 200 000</b>	<b>473 825</b>	<b>520 673</b>	<b>(46 848)</b>	<b>-9.00%</b>	<b>1 087 692</b>
<b>Internally generated funds</b>	<b>4 853 753</b>	<b>2 675 925</b>	<b>3 102 526</b>	<b>1 445 562</b>	<b>1 600 203</b>	<b>(154 641)</b>	<b>-9.7%</b>	<b>2 897 226</b>
<b>Total Capital Funding</b>	<b>6 528 474</b>	<b>8 314 767</b>	<b>6 095 115</b>	<b>2 926 204</b>	<b>3 221 352</b>	<b>(295 148)</b>	<b>-9.2%</b>	<b>5 699 216</b>



**Financial Position**

The table below reflects the performance to date in relation to the financial position of the City.

Description	2020/21	Budget Year 2021/22			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b><u>ASSETS</u></b>					
<b>Current assets</b>					
Cash	215 607	134 904	134 903	168 982	134 903
Call investment deposits	10 794 362	6 686 030	8 641 706	10 794 362	8 641 706
Consumer debtors	5 256 966	7 940 433	6 228 608	4 318 154	6 228 608
Other debtors	1 302 943	1 616 220	749 236	1 475 398	749 236
Current portion of long-term receivables	7 600	4 889	4 311	7 600	4 311
Inventory	467 065	470 592	485 917	524 324	485 917
<b>Total current assets</b>	<b>18 044 543</b>	<b>16 853 068</b>	<b>16 244 681</b>	<b>17 288 819</b>	<b>16 244 681</b>
<b>Non current assets</b>					
Long-term receivables	1 397	212	215	728	215
Investments	6 573 136	6 240 856	6 241 472	8 951 855	6 241 472
Investment property	582 962	577 820	577 861	582 962	577 861
Investments in Associate	–	–	–	–	–
Property, plant and equipment	52 770 368	58 952 744	55 951 008	53 439 840	55 951 008
Biological	–	–	–	–	–
Intangible	697 380	524 765	542 589	697 380	542 589
Other non-current assets	10 280	43 983	11 173	10 280	11 173
<b>Total non current assets</b>	<b>60 635 521</b>	<b>66 340 381</b>	<b>63 324 319</b>	<b>63 683 044</b>	<b>63 324 319</b>
<b>TOTAL ASSETS</b>	<b>78 680 064</b>	<b>83 193 449</b>	<b>79 569 000</b>	<b>80 971 863</b>	<b>79 569 000</b>
<b><u>LIABILITIES</u></b>					
<b>Current liabilities</b>					
Bank overdraft	–	–	–	–	–
Borrowing	440 239	1 565 429	1 486 784	440 239	1 486 784
Consumer deposits	439 775	455 824	543 494	482 245	543 494
Trade and other payables	7 449 967	7 497 681	5 717 652	4 515 889	5 717 652
Provisions	1 572 671	2 141 143	1 684 955	1 561 134	1 684 955
<b>Total current liabilities</b>	<b>9 902 651</b>	<b>11 660 078</b>	<b>9 432 885</b>	<b>6 999 508</b>	<b>9 432 885</b>
<b>Non current liabilities</b>					
Borrowing	6 547 823	7 589 127	6 360 401	6 255 271	6 360 401
Provisions	7 114 512	7 897 818	7 429 598	7 114 512	7 429 598
<b>Total non current liabilities</b>	<b>13 662 335</b>	<b>15 486 945</b>	<b>13 789 999</b>	<b>13 369 783</b>	<b>13 789 999</b>
<b>TOTAL LIABILITIES</b>	<b>23 564 986</b>	<b>27 147 023</b>	<b>23 222 884</b>	<b>20 369 291</b>	<b>23 222 884</b>
<b>NET ASSETS</b>	<b>55 115 078</b>	<b>56 046 426</b>	<b>56 346 116</b>	<b>60 602 572</b>	<b>56 346 116</b>
<b><u>COMMUNITY WEALTH/EQUITY</u></b>					
Accumulated Surplus/(Deficit)	49 616 547	51 800 220	50 915 099	55 613 705	50 915 099
Reserves	5 498 532	4 246 206	5 431 017	4 988 868	5 431 017
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>55 115 078</b>	<b>56 046 426</b>	<b>56 346 117</b>	<b>60 602 572</b>	<b>56 346 117</b>

**Cash Flow**

The City's cash flow position and cash/cash equivalent outcome is shown in the table below.

Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>								
<b>Receipts</b>								
Property rates	10 005 031	10 544 767	10 544 463	7 663 593	7 887 029	(223 436)	-2.8%	10 544 463
Service charges	21 101 782	21 640 699	21 610 703	16 776 695	16 584 023	192 672	1.2%	21 610 703
Other revenue	2 747 064	4 049 121	4 060 272	4 270 122	4 059 920	210 202	5.2%	4 060 272
Transfers and Subsidies - Operational	5 781 742	5 650 364	6 070 243	5 692 026	6 070 243	(378 217)	-6.2%	6 070 243
Transfers and Subsidies - Capital	1 616 702	3 200 628	1 943 969	1 680 147	1 943 969	(263 822)	-13.6%	1 943 969
Interest	1 304 749	855 119	895 923	713 925	687 196	26 729	3.9%	895 923
Dividends	–	–	–	–	–	–	–	–
<b>Payments</b>								
Suppliers and employees	(35 397 699)	(39 430 834)	(39 949 353)	(30 517 487)	(30 194 977)	322 510	1.1%	(39 949 353)
Finance charges	(731 498)	(740 582)	(702 345)	(527 094)	(527 088)	6	0.0%	(702 345)
Transfers and Grants	–	–	–	–	–	–	–	–
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>6 427 873</b>	<b>5 769 282</b>	<b>4 473 874</b>	<b>5 751 927</b>	<b>6 510 316</b>	<b>758 389</b>	<b>11.6%</b>	<b>4 473 874</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>								
<b>Receipts</b>								
Proceeds on disposal of PPE	84 028	124 139	54 741	–	–	–	–	54 741
Decrease (increase) in non-current receivables	(32 484)	(751)	(3)	–	–	–	–	(3)
Decrease (increase) in non-current investments	(840 273)	(331 962)	(332 578)	–	–	–	–	(332 578)
<b>Payments</b>								
Capital assets	(6 528 473)	(8 314 767)	(6 095 115)	(3 074 726)	(3 500 911)	(426 185)	-12.2%	(6 095 115)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(7 317 202)</b>	<b>(8 523 340)</b>	<b>(6 372 955)</b>	<b>(3 074 726)</b>	<b>(3 500 911)</b>	<b>(426 185)</b>	<b>-12.2%</b>	<b>(6 372 955)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>								
<b>Receipts</b>								
Short term loans	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	2 500 000	1 200 000	–	–	–	–	1 200 000
Increase (decrease) in consumer deposits	20 354	17 110	87 669	–	–	–	–	87 669
<b>Payments</b>								
Repayment of borrowing	(371 494)	(371 495)	(371 495)	(315 228)	(315 228)	–	–	(371 495)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>(351 140)</b>	<b>2 145 615</b>	<b>916 175</b>	<b>(315 228)</b>	<b>(315 228)</b>	<b>–</b>	<b>–</b>	<b>916 175</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>(1 240 469)</b>	<b>(608 444)</b>	<b>(982 906)</b>	<b>2 361 973</b>	<b>2 694 176</b>			<b>(982 906)</b>
Cash/cash equivalents at beginning:	9 366 569	8 126 100	8 126 100	8 126 100	8 126 100			8 126 100
Cash/cash equivalents at month/year end:	8 126 100	7 517 656	7 143 195	10 488 073	10 820 277			7 143 195

## SUPPORTING DOCUMENTATION

### *Material variance explanations for operating revenue by source and by vote*

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Revenue By Source</u></b>				
Property rates	(350 234)	-4.3%	The majority of the Rates income accrual under-recovery is due to appeal decisions. The Appeal Board has been fast-tracking outstanding appeals for the 2018 General Valuation roll (GV2018). The major contributors are three major commercial property adjustments and one major residential adjustment. Further adjustments in the accrued income are being made as the City processes applications from property owners to move from one property category to another. The new property categories implemented by the City, as a strategy to support not-for-profit organisations providing essential support to those suffering the effects of the pandemic and other social ills, resulted in property rates being lowered significantly due to the different rate-in-the-Rand applied.	Currently 99,97% of the appeals received for the GV and subsequent Supplementary Valuation (SV) rolls are complete and the accrual under-recovery will be monitored, with lessons learnt implemented in future budgeting processes so no immediate corrective action is required. The Valuations department is undertaking various projects to ensure that income not yet identified through the standard Property Value Chain is identified and billed.
Service charges - electricity revenue	202 636	1.7%	The variance is due to the lifting of COVID-19 lockdown restrictions and the impact of subsequent economic recovery on electricity sales.	No corrective action required.
Service charges - water revenue	9 063	0.3%	Immaterial variance.	-
Service charges - sanitation revenue	(20 984)	-1.5%	Immaterial variance.	-
Service charges - refuse revenue	(21 210)	-2.2%	Immaterial variance.	-
Rental of facilities and equipment	8	0.0%	Immaterial variance.	-
Interest earned - external investments	24 468	3.6%	Immaterial variance.	-
Interest earned - outstanding debtors	5 003	1.8%	Immaterial variance.	-
Fines, penalties and forfeits	257 130	22.0%	The variance is mainly on Traffic Fines and is due to more traffic fines issued than planned to date.	No immediate corrective action required.
Licences and permits	(1 908)	-5.5%	Immaterial variance.	-
Agency services	5 813	3.0%	Immaterial variance.	-

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Revenue By Source</u></b>				
Transfers and subsidies	(160 477)	-3.27%	The variance is a combination of over-/under-recovery and reflects mainly in the following directorates: 1. Community Services & Health (under), due to outstanding grant invoices from the Western Cape Government (WCG). 2. Human Settlements (under), due to delays in signing the MOA between the City and the WCG who is implementing projects (i.e. Delft The Hague, Valhalla Park, Gugulethu Infill) on behalf of the City. Work can only be invoiced once the MOA is signed by both parties. 3. Urban Mobility (under), mainly due to: a) Slower than anticipated progress on the Integrated Public Transport Network, Automated Fare Collection, Industry Transitional requirements, Dial-a-Ride and Public Transport Interchanges projects; b) No corporate tender in place for Marketing & Communication; and c) Funding for the Public Transport Safety project from WCG not secured for this financial year. 4. Urban Waste Management (under), where revenue-recognition has not taken place due to the ongoing process to transfer expenditure from the cost centre to the newly created grant-funded projects. 5. Economic Growth (under), where ongoing compliance checks has resulted in the National Skills Fund tranche payment not being received yet. 6. Safety & Security (over), where the increased processing of LEAP recoveries has resulted in the actual recoveries exceeding the year-to-date plan.	Period budget provisions to be reviewed.  Community Services & Health: Measures are being put in place to follow up on outstanding invoices.  Human Settlements: The directorate is in discussion with the WCG to expedite the signing of the MOA.  Urban Waste Management: Corrective postings are being processed.
Other revenue	84 826	2.78%	The over-recovery reflects in the following subcategories: 1. Cash Recoveries Claims, due to the recovery of various SASRIA claims in respect of riot/protest damage to several MyCiTi bus stations. 2. Skills Development Levy, where revenue received to date is higher than planned as claims are unpredictable and difficult to plan accurately. 3. Burial Fees, due to a higher demand for services linked to COVID-19 related burials. 4. Discounts, due to the unplanned payment from the Cape Municipal Pension Fund relating to an amount due to the City from the City's Employer Surplus Account. 5. Admission/Entrance Fees, due to higher than planned demand after the relaxation of COVID-19 regulations.	No immediate corrective action required.
Gains	(494 154)	-15.78%	The variance reflects on Inventory Consumed: Gains and Inventory Consumed: Price adjustments (bulk and raw) water, due to delays in receipt of updated accounts from the Department of Water and Sanitation (DWS) as a result of system malfunctions on their part.	Gains for the current reporting period will be recorded in the next reporting period.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue by Vote</b> Vote 1 - Community Services & Health	(54 823)	-7.0%	The variance is a combination of over-/under-recovery and reflects mainly in the following categories: 1. Rental of facilities and equipment (under), where the year-to-date demand for facility rental is less than anticipated largely due to the impact of lockdown restrictions. 2. Fines, Penalties and Forfeits (under), mainly on overdue book fines as a direct result of COVID-19 lockdown restrictions. 3. Transfers and Subsidies (under), due to outstanding invoices. 4. Other Revenue (over), mainly on: a) Admission/Entry fees and Camp/Resort fees, due to higher than planned demand after the relaxation of COVID-19 lockdown restrictions; and b) Burial fees, due to a higher demand for services linked to COVID-19 related burials. 5. Transfers and subsidies - capital (under), mainly due to slower than planned implementation of integrated recreational facilities/grant-funded projects in Khayelitsha, Bloekombos, Pelican Park and Regional Recreation Hubs.	Transfers and Subsidies: Outstanding invoices to be processed on receipt thereof.  Transfers and subsidies - capital: Implementation is currently underway with project managers regularly following up on payment claims.
Vote 2 - Corporate Services	19 166	29.9%	The over-recovery reflects mainly in the following categories: 1. Other revenue, mainly on Skills Development Levy, where revenue received to date is higher than planned as claims are unpredictable and difficult to plan accurately. 2. Gains, where profit on sale of assets is higher than planned due to market-related variants that make it difficult to plan accurately. 3. Transfers and Subsidies (capital-in-kind), due to an unanticipated donation of radio transmission equipment from the WCG's Health Department.	No immediate corrective action required.

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue by Vote</b>				
Vote 3 - Economic Growth	(24 920)	-11.5%	<p>The variance is a combination of over-/under-recovery on:</p> <ol style="list-style-type: none"> <li>1. Rental of facilities and equipment (over), combination of over-/under-recovery, mainly on: <ol style="list-style-type: none"> <li>a) Rental Fixed assets: Non-market related (under), due to the cancellation and expiration of non-market related rental contracts and COVID-19 lockdown restrictions, which negatively affected the usage/hiring of facilities;</li> <li>b) Rental Fixed assets: Market related (over), where more than planned rental agreements were concluded in preceding months; and</li> <li>c) Rental Fixed assets: Market related: Other (over), mainly due to bulk amounts for back-billing and beneficial occupation rental combined with unexpected conclusion of leases that bolstered the billings initially projected.</li> </ol> </li> <li>2. Transfers and Subsidies : National (Conditional) (under), where ongoing compliance checks has resulted in the National Skills Fund tranche payment not being received yet.</li> <li>3. Profit on Sale of Assets (under), where the actuals is lower than planned as land sale write-off schedules are still in the process of being approved by Corporate Assets for processing.</li> </ol>	Profit on Sale of Assets: Land sale write-offs to be processed in the next reporting period.
Vote 4 - Energy	170 695	1.4%	<p>The variance is a combination of over-/under-recovery mainly on:</p> <ol style="list-style-type: none"> <li>1. Service charges - electricity revenue (over), due to the lifting of COVID-19 lockdown restrictions and the impact of the subsequent economic recovery.</li> <li>2. Other revenue (under), on: <ol style="list-style-type: none"> <li>a) Recoveries of Infrastructure Maintenance, due to lower than planned customer demand for maintenance-related work; and</li> <li>b) Salvaged Items, where less field work was performed due to COVID-19 lockdown restrictions resulting in less material and redundant items being salvaged and sold.</li> </ol> </li> <li>3. Interest Earned on Arrears - Electricity (under), as a result of the impact of indigent debtors written off in the previous financial year.</li> <li>4. Revenue: Capital (under), on: <ol style="list-style-type: none"> <li>a) Development Contribution/Levy &amp; BICL, which is dependent on developer requirements and is currently lower than anticipated.</li> <li>b) Capital GGR - National, due to material shortages affecting a number of electrification projects.</li> </ol> </li> </ol>	No immediate corrective action required.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue by Vote</b>				
Vote 5 - Finance	(243 908)	-1.6%	<p>The variance is a combination of over-/under-recovery mainly on:</p> <ol style="list-style-type: none"> <li>Property rates (under), against the following subcategories: <ol style="list-style-type: none"> <li>Property Rates, due to the fast-tracking of the resolution of GV2018 appeals resulting in the municipal accounts being reversed. Further adjustments in the accrued income are being made as the City processes applications from property owners to move from one property category to another where the tax rate (rate-in-the-Rand) is significantly lower; and</li> <li>Rates Revenue Forgone (under), due to fewer approved rebate applications for the year-to-date.</li> </ol> </li> <li>Interest earned - external investments (over), mainly on: <ol style="list-style-type: none"> <li>Interest Received: Short Term and Call Accounts, due to improved investment returns as a result of higher than expected interest rates and investment balances; and</li> <li>Interest Received - Allocation to Donors, due to higher than expected unspent grant balances and higher interest rate returns than originally budgeted for.</li> </ol> </li> <li>Interest earned - outstanding debtors (over), due to higher than anticipated interest earned on outstanding property rates accounts.</li> <li>Agency services (over), due to an increase in motor vehicle registrations and licence renewals, which is largely attributable to the extension granted for registrations and renewals.</li> <li>Transfers and subsidies (under), due to misalignment of the period budget provision on income realised on the VAT portion of grant-funded projects currently in progress.</li> <li>Other Revenue (over), mainly on: <ol style="list-style-type: none"> <li>Collection Charges Recovered, due to an increase in the number of customers handed over to lawyers for outstanding debt;</li> <li>Discounts, due to an unplanned payment from the Cape Municipal Pension Fund relating to an amount due to the City; and</li> <li>Cash Recoveries Claims, due to the recovery of various SASRIA claims in respect of riot/protest damage to several MyCiTi bus stations.</li> </ol> </li> <li>Gains (over), mainly due to the valuation of financial instruments, which is not budgeted for but is done from time to time to reflect market valuation movements.</li> </ol>	<p>The Valuations department is undertaking various projects to ensure that income not yet identified through the standard Property Value Chain is identified and billed.</p> <p>Period budget provisions will be reviewed, where necessary.</p>
Vote 6 - Future Planning & Resilience	(2 414)	-29.8%	<p>The under-recovery reflects mainly against the following categories:</p> <ol style="list-style-type: none"> <li>Grants and Subsidies: National (Conditional), (under), due to delays in the filling of two positions funded from the PTI grant in the Policy &amp; Strategy department.</li> <li>Capital GGR - National (under), due to initial delays experienced in the loading of the contract, and delays in the HVAC installation project at the Hillstar complex.</li> </ol>	<p>Grants and Subsidies: National (Conditional): The two positions will be filled in the next two reporting periods with the period budgets updated accordingly.</p> <p>Capital GGR – National: The contractor is increasing efforts to meet project deadlines. Period budgets will be updated where so identified.</p>

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue by Vote</b>				
Vote 7 - Human Settlements	(78 456)	-8.7%	<p>The variance is a combination of over-/under-recovery against the following categories:</p> <ol style="list-style-type: none"> <li>1. Rental of facilities and Equipment (under), mainly within the following subcategories: <ol style="list-style-type: none"> <li>a) Indigent relief, which is demand driven and dependent on eligibility of tenants for assistance; and</li> <li>b) Rental Fixed Assets: Non Market Related, due to the reversal of historical billings as a result of the regularisation of rental contracts and more rental units being transferred to owners.</li> </ol> </li> <li>2. Grant and Subsidies: Provincial (under), mainly due to: <ol style="list-style-type: none"> <li>a) Delays in signing the MOA between the City and the WCG who is implementing the projects on behalf of the City;</li> <li>b) Delays with Top Structures, which can only commence on finalisation of the civil portion of the contract;</li> <li>c) Contractor dispute; and</li> <li>d) Outstanding invoices.</li> </ol> </li> <li>3. Revenue - Capital (under), on the following projects: <ol style="list-style-type: none"> <li>a) Conradie Housing Development (WCG), due to delays with the external bulk road infrastructure as the land acquisition is taking longer than anticipated;</li> <li>b) COVID-19 - IS Upgrade: Du Noon, where delays were experienced with planning approval due to appeals received; and</li> <li>c) ACSA Symphony Housing Project Construction, due to the late appointment of two civil contractors.</li> </ol> </li> </ol>	<p>There is an Indigent Relief Campaign Drive being done throughout the Urban Management directorate to increase the number of residents receiving rates and services relief by encouraging residents to register and apply for indigent relief.</p> <p>Projects are being expedited and project managers are following up on outstanding invoices.</p> <p>Grant and Subsidies: Provincial - COVID-19 - IS Upgrade: Du Noon: The issues have been resolved and final notification and approval received.</p>
Vote 8 - Office of the City Manager	1 837	310.8%	The over-recovery reflects mainly against Recoveries of Operational Expenditure, due to the recovery of legal costs where court rulings were in favour of the City.	No remedial action required
Vote 9 - Safety & Security	287 822	20.7%	<p>The variance is a combination of over-/under-recovery in the following categories:</p> <ol style="list-style-type: none"> <li>1. Traffic Fines (over), due to more traffic fines issued than planned to date.</li> <li>2. Transfers &amp; Subsidies (over), due to amplified processing of LEAP recoveries resulting in the actual recoveries exceeding the year-to-date plan.</li> <li>3. Other Revenue (under), mainly due to lower than planned demand for hiring of municipal staff for external events.</li> </ol>	The period budget will be corrected in the next reporting period.

Table continues on next page.



Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue by Vote</b>				
Vote 10 - Spatial Planning & Environment	5 259	1.6%	Immaterial variance.	-
Vote 11 - Urban Mobility	(94 308)	-11.0%	<p>The variance is a combination of over-/under-recovery in the following categories:</p> <p>1. Transfers &amp; Subsidises (under), mainly due to:</p> <p>a) Slower than anticipated progress on the Integrated Public Transport Network, Automated Fare Collection, Industry Transitional requirements, Dial-a-Ride and Public Transport Interchanges projects;</p> <p>b) No corporate tender in place for Marketing &amp; Communication, and</p> <p>c) Funding for the Public Transport Safety project from WCG not secured for this financial year.</p> <p>2. Revenue - Capital (under), a combination of over-/under-recovery, on:</p> <p>a) Public Transport Facility: Makhaza Mini Bus Taxi (under), due to the re-advertising of tenders;</p> <p>b) IRT: Control Centre (under), due to slower than anticipated progress on the Advanced Public Transport Management System (APTMS);</p> <p>c) Bellville: Public Transport Hub: Area 2 (under), due to the project still being in the Conceptual Design phase; and</p> <p>d) Development Contribution/BICL (over), where revenue is dependent on property development applications, which is unpredictable in nature and currently higher than anticipated.</p>	<p>Revenue – Capital: Outstanding matters on tenders and agreements to be resolved.</p> <p>Period budget provisions to be reviewed and adjusted as identified.</p>

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Revenue by Vote</u></b>				
Vote 12 - Urban Waste Management	(43 781)	-4.2%	The variance is a combination of over-/under-recovery in the following categories: 1. Service charges - refuse revenue (under), mainly on Refuse Charges, due to fewer than anticipated new properties being serviced. 2. Transfers and subsidies (under), where revenue-recognition has not taken place due to the ongoing process to transfer expenditure from the cost centre to the newly created grant-funded projects. 3. Gains (over), due to the profit on the sale of assets being higher than anticipated.	Transfers and subsidies: Expenditure transfer to be completed in the future reporting periods.
Vote 13 - Water & Sanitation	(468 625)	-6.2%	The variance is a combination of over-/under-recovery in the following categories: 1. Service charges - water revenue (over), which is largely attributed to an increase in water sales for the Industrial/Commercial sector. 2. Service charges - sanitation revenue (under), due to usage fluctuations according to seasonal trends within the Domestic Full and Cluster. 3. Fines and Penalties (over), mainly due to a performance guarantee for the Contermanskloof project, which was called upon because of the contractors inability to complete the project. 4. Other revenue (over), mainly as a result of over-recovery on collection charges recovered and on treated effluent sales. 5. Revenue: Capital (over) mainly on: a) Transfers & subsidies capital NT & PT, due to good contractor performance on certain projects; and b) Development Contribution/Levy & BICL, which is dependent on developer requirements and is currently higher than anticipated. 6. Gains (under), mainly on Inventory Consumed: Gains and Inventory Consumed: Price adjustments (bulk and raw) water, due to delays in receipt of updated accounts from the DWS as a result of system malfunctions on their part.	Service charges - sanitation revenue: The variance is still within a reasonable range and will be closely monitored in future months.  Gains: Gains for the current reporting period will be recorded in the next reporting period.

**Material variance explanations for operating expenditure by vote and by type**

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure by Vote</u></b> Vote 1 - Community Services & Health	(205 790)	-6.5%	The variance reflects against the following categories: 1. Employee related costs, due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies as well as the delayed start of MJCP projects. 2. Inventory Consumed, mainly on: a) Materials, consumables, tools and equipment, due to lower than planned requirements for the period under review; and b) Pharmaceutical, G&D Pharmaceutical supplies, and G&D Vaccines, due to outstanding invoices. 3. Contracted Services, mainly on: a) Security Services: Municipal Facilities, due to outstanding plant maintenance orders and invoices, and underspending against the land invasion provision; b) Recreation, Sport, Tourism & Social development, due to lower than planned implementation of ward allocation projects and departmental development programmes; c) R&M Contracted Services Buildings, due to slower than planned implementation on maintenance programmes; and d) Medical Staff, due to lower than anticipated demand for Labour Broker services. 4. Transfers and Subsidies, where the payment to Khulisa Solutions is pending due to outstanding paperwork from the NGO. 5. Other Expenditure, mainly on: a) Hire charges, due to lower than planned implementation of ward allocation projects and departmental development programmes; b) Telecommunication: Cell Phone Subscriptions, due to lower than planned year-to-date demand for services; c) Electricity, due to outstanding ESKOM invoices; d) Hire of LDV, due to fewer than planned community-related programmes implemented as a result of COVID-19 restriction levels; and e) Training, due to delays experienced from Corporate HR, and challenges experienced with the procurement of service providers.	The directorate has 448 vacancies at various stages of the recruitment and selection process; 825 posts were filled while 376 positions were terminated since the beginning of the financial year.  Realignments/virements to be processed to address variances where so identified.  Outstanding invoices to be processed on receipt thereof.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Expenditure by Vote</b> Vote 2 - Corporate Services	97 596	4.6%	<p>The variance is a combination of over-/under expenditure against the following categories:</p> <ol style="list-style-type: none"> <li>1. Employee related costs (over), mainly due to higher than planned expenditure on the Mayor's Job Creation Programme (MJCP) as well as on leave payments to date.</li> <li>2. Councillor Remuneration (under), as a result of unfilled vacancies and no increases implemented on Councillor Remuneration.</li> <li>3. Depreciation and Asset Impairment (under), due to delays in project completion as a result of supplier constraints and lead time of orders, which impacted on the capitalisation of assets.</li> <li>4. Inventory consumed (over), mainly on: <ol style="list-style-type: none"> <li>a) Fuel, due to the increase in demand and in the price of fuel as well as increased generator fuel usage during periods of load shedding; and</li> <li>b) Materials Consumables Tools &amp; Equipment, due to higher demand for PPE materials for departmental use.</li> </ol> </li> <li>5. Contracted Services (over), a combination of over-/under expenditure, mainly on: <ol style="list-style-type: none"> <li>a) Building Contractors (over), due to the incorrect posting of expenditure, which is still in the process of being corrected;</li> <li>b) R&amp;M Maintenance of Equipment (over), mainly due to the acceleration of work on R&amp;M backlogs in order to fully spend the budget by year-end;</li> <li>c) R&amp;M Contracted Services Building (under), due to delays with maintenance of buildings;</li> </ol> </li> </ol> <p><i>Continued on next page.</i></p>	<p>The main reason for the over expenditure relates to the prepayment for SAP software maintenance costs for the 2022 calendar year. The full costs for the period 1 January to 31 December 2022 has already been paid as per contract with SITA. This situation will be corrected via recognition of prepayment adjustment at the end of the financial year.</p> <p>The directorate has 316 vacancies at various stages of the recruitment and selection process; 288 positions were filled and 261 terminations processed since the start of the financial year.</p> <p>Period budget provisions will be reviewed against actual trends and adjusted where so identified.</p>

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure by Vote</u></b> Vote 2 - Corporate Services	<i>See previous page</i>	<i>See previous page</i>	<p>d) R&amp;M Electrical (over), where expenditure is higher than planned, due to reactive/unanticipated electrical repairs and assessments being higher than planned;</p> <p>e) Security Services: Municipal Facilities (over), due to an increase in security services required to avoid illegal occupation and damage to vacant City properties;</p> <p>f) Cleaning Cost (under), due to procurement delays;</p> <p>g) Food &amp; Beverages (over), due to the impact of more staff returning to office after working remotely; and</p> <p>h) R&amp;M Clearing &amp; Grass Cut Service (over), due to more than anticipated demand for services at City leased residential areas.</p> <p>6. Transfers and Subsidies - Relief Charitable Contributions (under), where the Mayoral fund and disbursement thereof is currently under review by the new political Term of Office.</p> <p>7. Other Expenditure (over), mainly on:</p> <p>a) Software License - Upgrade/Protection, as a result of the prepayment of SAP Licenses and Palo Alto Renewal Security services for software;</p> <p>b) Telecomm Cell Phone additional Call Charges, where actual expenditure to date is higher than planned. The City received a credit note from the service provider which will be processed in the upcoming period; and</p> <p>c) Training, due to staff attending more online training than anticipated.</p>	<i>See previous page.</i>

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City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure by Vote</u></b> Vote 3 - Economic Growth	(32 932)	-7.1%	The variance is a combination of over-/under expenditure against the following categories: 1. Employee related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies. 2. Contracted Services (under), combination of over-/under expenditure, mainly on: a) Advisory Services - Project Management (under), due to lower than planned demand for project management services; b) Professional Services - Architectural (under), due to lower than planned demand for architectural services for projects implemented; c) Event Promoters (over), where expenditure relating to the Cape Town Summer Market event was higher than planned; d) G&D Professional Services - Town Planner (under), due to lower than planned demand for town planners for projects implemented; and e) Administrative and Support Staff (under), where fewer Labour Broker staff was appointed in line with measures implemented by the City to minimise the spread of the COVID-19 virus.	The directorate has 48 vacancies in various stages of the recruitment and selection process; 11 positions were filled and 14 terminations processed since the beginning of the financial year.
Vote 4 - Energy	174 902	1.8%	The variance is a combination of over-/under expenditure mainly on: 1. Employee related costs (under), due to a) The turnaround time in filling vacancies and the impact of the internal filling of vacancies; b) Erroneous booking of Long Service Award expenditure to the incorrect cost element; and c) Only 130 out of 198 apprentices (Non-Permanent Staff), being appointed as a result of COVID-19 social distancing requirements. 2. Bulk Purchases (over), due to: a) Rectification of Eskom main account as a result of underbilling in the previous financial year; b) An increase in purchases due to the partial lifting of COVID-19 lockdown restrictions and the subsequent economic recovery; and c) An increase in small scale embedded generating customers feeding in more energy to the grid. 3. Inventory Consumed (under), mainly on: a) R&M Mat General & Consumables, where the award of the Public Lighting Maintenance contract is delayed; and b) Printing Stationery & Photographic, due to staff working remotely resulting in less printing and stationery being required.  <i>Continued on next page</i>	The overall over expenditure is due to Eskom bulk electricity purchases being marginally over (3%). This is due to the smaller than anticipated negative growth in sales.  The directorate has 273 vacancies in various stages of the recruitment and selection process; 118 positions were filled and 76 terminations processed since the beginning of the financial year.  Period budget provisions will be reviewed, where necessary.

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure by Vote</u></b>				
Vote 4 - Energy	See previous page	See previous page	<p>4. Contracted services (under), combination of over/under expenditure, mainly on:</p> <p>a) Advisory Services - Project Management (under), due to the expiration and non-renewal of a project management tender as well as delays in the Athlone Power Station decommissioning project as a result of a heritage site consideration appeal;</p> <p>b) R&amp;M Contracted Serv Building (over), due to more than planned building maintenance required to date;</p> <p>c) R&amp;M Maintenance of Equipment (under), due to delays in invoicing from service providers;</p> <p>d) Cleaning Costs (under), where the appeal in respect of the cleaning services tender led to delays in award of the tender, which is currently being addressed by the appeals authority;</p> <p>e) Meter Management (under), due to reduced meter management services performed at the start of the financial year as a result of COVID-19 lockdown regulations;</p> <p>f) Transportation Services: People (under), where shift workers are not making use of staff transportation when working night shift and overtime as a result of precautionary measures being implemented to prevent the spread of the COVID-19 virus; and</p> <p>g) R&amp;M Electrical (under), due to delays in award of the Public Lighting Maintenance contract.</p> <p>5. Other Expenditure - Telecommunication: Cell Phone Subscription (under), where the IS&amp;T department has stopped all payments to MTN since January 2021, due to discrepancies in billings received, which has still not been resolved.</p>	See previous page

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure by Vote</u></b>				
Vote 5 - Finance	(12 444)	-0.5%	Immaterial variance.	The directorate has 204 vacancies in various stages of the recruitment and selection process; 78 vacancies were filled and 66 posts terminated since the start of the financial year.
Vote 6 - Future Planning & Resilience	(3 616)	-1.3%	Immaterial variance.	The directorate has 55 vacancies in various stages of the recruitment and selection process; 42 positions were filled while 22 were terminated since the beginning of the financial year. The filling of vacancies is ongoing.
Vote 7 - Human Settlements	(19 992)	-2.0%	Immaterial variance.	The directorate has 137 vacancies in various stages of the recruitment and selection process; 104 positions were filled while 34 were terminated since the beginning of the financial year. The filling of vacancies is ongoing.
Vote 8 - Office of the City Manager	1 306	0.5%	The variance is a combination of over-/under expenditure against the following categories: 1. Employee related costs (under), due to the turnaround time in filling vacancies. 2. Contracted Services (over), mainly on: a) Legal Cost - Legal Advice and Litigation, due to a significant increase in legal requests to date, especially litigation matters of which a significant number was High Court matters; and b) Security Services: Municipal Facilities, where a 24-hour security service is needed at the Lentegour Court as well as a change in security service providers, which added to the increased expenditure to date.	The overall over expenditure is due to Legal Costs and Security Costs being higher than planned to date. Corrective action will be taken to rectify the over expenditure.  The directorate has 32 vacancies in various stages of the recruitment and selection process; 40 positions were filled while 36 were terminated since the beginning of the financial year. The filling of vacancies is ongoing.

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure by Vote</u></b>				
Vote 9 - Safety & Security	27 929	0.9%	<p>The variance is a combination of over-/under expenditure and reflects against the following categories:</p> <p>1. Employee related costs (over), mainly on:</p> <p>a) MJCP Wages, due to the movement of funds in order to assist with the shortage of funds on the training and bursaries category; and</p> <p>b) Leave Pay, due to higher than anticipated leave encashment of long service awards, contract terminations as well as staff retirements.</p> <p>2. Depreciation (under), due to fewer assets being procured for the financial year, which impacted the capitalisation of assets.</p> <p>3. Inventory Consumed (over), mainly on fuel, due to the increase in kilometres travelled in respect of additional overtime operations as well as more vehicles being used as a result of the increase in the staff compliment in the Law Enforcement Services department.</p> <p>4. Contracted Services (over), mainly on:</p> <p>a) Security Services, due to the increase in security services needed at municipal facilities as a result of vandalism;</p> <p>b) Fire Services, due to an increase in aerial support required during this period; and</p> <p>c) Repairs and Maintenance, due to the increased demand for maintenance of CCTV cameras.</p> <p>5. Other Expenditure (over), mainly on Skills Development Levy, where newly appointed staff are required to undertake ESS training within the Law Enforcement Services department. Most of the staff are linked to the LEAP project and the expenditure will be journalised.</p>	<p>The overall over expenditure is mainly on MJCP Wages where budget was moved to bursaries in the January 2022 adjustments budget to assist with funds on training and bursaries. However, a larger than required amount was moved resulting in material over expenditure on the GL. A report to MayCo is in process to virement funds back to the MJCP cost element to correct the imbalance.</p> <p>The increased demand for security services at municipal facilities added to the overspend. Period budget amendments will be done to remedy the situation. Security is a mandatory requirement and further shortfalls will be offset with a virement.</p> <p>The directorate has 612 vacancies at various stages of the recruitment and selection process; 905 posts were filled while 164 were terminated since the beginning of the financial year.</p> <p>Period budget provision to be reviewed.</p> <p>Virements to be processed where so identified.</p>
Vote 10 - Spatial Planning & Environment	(13 806)	-1.7%	Immaterial variance.	<p>The directorate has 93 vacancies at various stages of the recruitment and selection process; 75 posts were filled and 27 positions terminated since the start of the financial year.</p>

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Expenditure by Vote</b>				
Vote 11 - Urban Mobility	38 548	1.6%	<p>The variance is a combination of over-/under expenditure against the following categories:</p> <ol style="list-style-type: none"> <li>1. Employee related costs (over), due to the natural staff attrition target provision, differentiated vacancy provisions, the filling of vacancies, overtime requirements and leave pay.</li> <li>2. Depreciation (over), due to assets being capitalised earlier than anticipated.</li> <li>3. Inventory Consumed (under), mainly on: <ol style="list-style-type: none"> <li>a) G&amp;D Mat General &amp; Consumables, due to lower than planned requirement for IRT Cards, which are purchased in batches of thousands when stock is required; and</li> <li>b) G&amp;D Labour to Operating, due to the withdrawal of the budget for posts for the Public Transport Safety project as the anticipated funding from WCG was not secured resulting in lower than planned expenditure to date.</li> </ol> </li> <li>4. Contracted Services (over), mainly on: <ol style="list-style-type: none"> <li>a) R&amp;M Contracted Services Building, due to faster than expected progress on major road resurfacing projects;</li> <li>b) Transportation Service People, due to actual expenditure to date being slightly higher than estimated for VOCs; and</li> <li>c) Security Services: Municipal Facilities, due to additional security at various depots as a result of the increased risk of vandalism.</li> </ol> </li> <li>5. Other expenditure (under), mainly on Motor Vehicle Licences and Registration, due to a credit that relates to the reversal of an accrual raised in 2020/21 for bus licences. The settlement order is being finalised by the Legal department.</li> <li>6. Losses (over), due to loss on sale of auctioned assets, which is difficult to predict.</li> </ol>	<p>The overall over expenditure to date is due to a number of reasons i.e. assets capitalised earlier than planned, faster than expected progress on the Major Road Resurfacing projects, faster than expected progress on services at PTIs, and increased security at the various depots. Corrective action will be taken to amend the period budget provisions.</p> <p>The directorate has 334 vacancies at various stages of the recruitment and selection process; 172 posts were filled while 74 terminations were processed since the beginning of the financial year.</p> <p>Period budget provisions will be reviewed against actual trends and adjusted where so identified.</p> <p>Virements to be processed where so identified.</p>

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Expenditure by Vote</b> Vote 12 - Urban Waste Management	(89 244)	-4.1%	<p>The variance reflects against the following categories:</p> <ol style="list-style-type: none"> <li>1. Employee related costs (under), due to the turnaround time in filling vacancies and the internal filling of vacancies.</li> <li>2. Depreciation &amp; asset impairment (under), due to delays currently being experienced on major projects including Vissershok Air Space Development, Coastal Park Material Recovery Facility as well as delays in delivery of vehicles.</li> <li>3. Inventory Consumed (over), combination of over-/under expenditure, mainly on: <ol style="list-style-type: none"> <li>a) Fuel (Petrol, Diesel and Fuel Oil) (over), due to the ongoing volatility of the petrol price;</li> <li>b) Cleansing Related Costs (over), where a portion of the expenditure relates to EPWP job creation, which will be journalised to the grant-funded projects;</li> <li>c) Pharmaceutical Supplies (under), due to actual expenditure relating to the COVID-19 provision being lower than anticipated;</li> <li>d) Chemicals (under), due to the Vissershok Leachate plant currently not being fully operational resulting in the amount of chemicals required being lower than anticipated; and</li> <li>e) Materials Consumables Tools &amp; Equipment (under), where fewer refuse containers were purchased as the rate at which the containers are stolen/damaged is lower than anticipated.</li> </ol> </li> <li>4. Contracted Services (under), combination of over-/under expenditure, mainly on: <ol style="list-style-type: none"> <li>a) Relief Drivers (under), due to challenges relating to the hire of vehicles, which resulted in fewer drivers being appointed;</li> <li>b) Administrative and Support Staff (under), due to fewer Labour Broker staff being appointed in place of permanent staff affected by the pandemic;</li> </ol> </li> </ol> <p><i>Continued on next page</i></p>	<p>The directorate has 235 vacancies at various stages of the recruitment and selection process; 165 posts were filled while 104 terminations were processed since the beginning of the financial year.</p> <p>Period budget provisions will be reviewed against actual trends and adjusted where so identified.</p> <p>Virements will be processed where so identified.</p> <p>Corrective entries to be processed in the next reporting period.</p>

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City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure by Vote</u></b> Vote 12 - Urban Waste Management	<i>See previous page</i>	<i>See previous page</i>	<p>c) R&amp;M Maintenance of Equipment (under), due to lower than planned expenditure relating to maintenance of equipment;</p> <p>d) G&amp;D Advisory Services - Project Management (under), where costs incurred are still being journalised into the newly created grant projects as grant funding was appropriated in the January 2022 adjustments budget;</p> <p>e) Refuse Removal (under), due to contractors being utilised to a lesser extent in the in-sourced areas as vehicle breakdowns were fewer than anticipated;</p> <p>f) Advisory Services - Research &amp; Advisory (under), where the extension of tender 26C 2017/18 is still in the process of being awarded;</p> <p>g) Cleaning Costs (under), due to costs relating to COVID-19 requirements currently being less than anticipated;</p> <p>h) R&amp;M Contracted Services Building (under), due to the majority of maintenance work being performed internally;</p> <p>i) Waste Minimisation (under), where the chipping of green waste is consumption driven and the amount of waste received has been less than anticipated to date; and</p> <p>j) Security Services: Municipal Facilities (over), where security requirements at facilities are higher than anticipated as a result of an increase in trespassing;</p> <p>5. Other expenditure (over), combination of over-/under expenditure, mainly on:</p> <p>a) Hire of LDV, P/Van, Bus, Special Vehicle (over), due to the ongoing process of transferring expenditure from the cost centre to the newly created grant-funded projects, which is only done after month-end closure; and</p> <p>b) Rehabilitation Costs Actual Expenditure (under), where costs relating to the rehabilitation of the Coastal Park Landfill Site were posted against the incorrect cost element.</p>	<i>See previous page</i>

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure by Vote</u></b> Vote 13 - Water & Sanitation	(778 042)	-10.6%	<p>The variance reflects against the following categories:</p> <ol style="list-style-type: none"> <li>1. Employee related costs (under), due to the turnaround time in filling vacancies and the internal filling of vacancies.</li> <li>2. Inventory Consumed (under), combination of over-/under expenditure, mainly on: <ol style="list-style-type: none"> <li>a) Inventory consumed: Reticulation Water (under), due to delays in receipt of updated accounts from the DWS, as a result of a system malfunction on their part;</li> <li>b) R&amp;M Mat General &amp; Consumables (under), due to a reduced number of standby teams responding to 'C3 no water complaints';</li> <li>c) Inventory consumed: Bulk Water (under), due to delays in receipt of the updated accounts from the DWS as a result of a system malfunction on their part;</li> <li>d) Printing Stationery &amp; Photographic (under), due to a decrease in stationery requirements as a number of staff are working remotely as well as non-availability of stock; and</li> <li>e) Chemicals (over), due to the non-availability and/or shortage of certain chemicals resulting in higher cost alternative chemicals being procured.</li> </ol> </li> <li>3. Contracted Services (under), combination of over-/under expenditure, mainly on: <ol style="list-style-type: none"> <li>a) R&amp;M Contracted Service Building (under), due to the continuous monitoring and review of required standby requirements based on operational needs and in response to the change in the metering strategy;</li> <li>b) Sewerage Services (under), due to a number of outstanding invoices that must still be processed;</li> <li>c) R&amp;M Electrical (under), due to a decrease in the number of electrical repairs and maintenance required at waste water plants;</li> </ol> </li> </ol> <p><i>Continued on next page</i></p>	<p>The directorate has 1002 vacancies at various stages of the recruitment and selection process, 368 posts were filled while 158 terminations were processed since the beginning of the financial year.</p> <p>Period budget provisions will be reviewed against actual trends and adjusted where so identified.</p>

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure by Vote</u></b>				
Vote 13 - Water & Sanitation	See previous page	See previous page	<p>d) Advisory Services - Research &amp; Advisory (under), due to delays in the commencement of the Desalination; TMG Aquifer and Catchment projects, delays in commencement of the Pump Stations Review project, and a number of purchase orders that were issued in period 8 and where expenditure will only reflect in future reporting periods;</p> <p>e) Professional Services -Engineering: Civil (under), due to delays in finalisation of works packages with service providers (tender 194C) as well as a number of outstanding invoices still to be paid;</p> <p>f) Meter Management (under), due to some projects within the Customer services branch not being fully operational. This is a new process and currently only the excessive user warning letter process is up and running. Excessive User Restrictions and Reconnections was planned to start October 2021, but implementation was placed on hold due to other critical projects;</p> <p>g) R&amp;M Alien Vegetation Control (over), due to an increase in the amount of alien vegetation cleared;</p> <p>h) Security Services: Municipal Facilities (over), where expenditure is slightly higher than the period budget but there is sufficient budget in outer periods; and</p> <p>i) R&amp;M Cleaning Costs (over), due to an incorrect allocation, which is to be corrected in the next reporting period.</p> <p>4. Other Expenditure (under), combination of over-/under expenditure, mainly on:</p> <p>a) R&amp;M Hire of LDV, P/Van, Bus, Special Vehicle (under), due to outstanding invoices;</p> <p>b) R&amp;M Hire Charges (under), due to a decrease in hire of pumps and pipes at sewer plants during routine maintenance;</p> <p>c) Water Resource Management Charge DWS (over), where a portion of expenditure relating to the previous financial year was processed in the current financial year; and</p> <p>d) Hire of LDV, P/Van, Bus, Special Vehicle (over), due to an increase in vehicles required for staff attending to burst pipes and other operational requirements. In addition, a number of City-owned vehicles are currently in workshops, which necessitated the hiring of vehicles.</p> <p>5. Transfers and subsidies (under), due to the late start of a project as well as amendments to the Alien Vegetation Removal Programme project plan by The Nature Conservancy.</p> <p>6. Losses: Inventory consumed (under), due to delays in receipt of updated accounts from the DWS as a result of a system malfunction on their part.</p>	See previous page

Table continues on next page.

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Expenditure By Type</b>				
Employee related costs	(187 161)	-1.6%	The variance is mainly due to: 1. The turnaround time in filling vacancies; 2. The internal filling of vacancies; 3. Slower than planned implementation of job creation projects (EPWP) as a result of the delayed submission of Project Identification Documents (PID) and challenges experienced in identifying workers from the sub council database of registered community members; and 4. The hold placed on identified vacancies.	The City had 3789 vacancies as at 31 March 2022; 3191 positions were filled (1342 internal, 578 external, 1271 rehire) with 1412 terminations processed since the start of the financial year.  The filling of vacancies is ongoing and seasonal staff are appointed as and when required. The appointment of EPWP workers through the roll-out of programmes is ongoing.
Remuneration of councillors	(12 188)	-9.3%	The variance is as a result of no annual increase being promulgated in the current financial year.	No immediate corrective action required.
Debt impairment	8	0.0%	Immaterial variance.	-
Depreciation & asset impairment	(30 487)	-1.3%	Immaterial variance.	-
Finance charges	4 508	0.8%	Immaterial variance.	-
Bulk purchases - electricity	230 390	3.0%	The variance is due to: 1. Rectification of the Eskom main account for underbilling in the previous financial year; 2. An increase in purchases due to the partial lifting of the COVID-19 lockdown restrictions and the subsequent economic recovery; and 3. An increase in small scale embedded generating customers feeding in more energy to the grid.	No immediate corrective action required.
Inventory Consumed	(378 844)	-10.0%	The variance is a combination of over-/under expenditure. 1. Pharmaceutical supplies, G&D Pharmaceutical supplies and G&D Vaccines (under), due to outstanding invoices. 2. Fuel (Petrol, Diesel, Fuel Oil) (over), due to the higher than planned demand for fuel as well as the increase in the fuel price. 3. Printing Stationery & Photographic (under), due to less stationery required as a result of staff working from home. 4. Inventory Consumed: Water (under), due to delays in receipt of updated accounts from the DWS as a result of a system malfunction on their part. 5. R&M Material General & Consumables (under), due to delays in the award of the Public Lighting Maintenance contract as well as the reduced number of standby teams responding to 'C3 no water complaints'.	Pharmaceutical supplies, G&D Pharmaceutical supplies and G&D Vaccines: Outstanding transactions and invoices will be processed in the next reporting period.  Period budget provisions to be amended and virements processed, where so identified.

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Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure By Type</u></b> Contracted services	(250 720)	-5.1%	<p>The variance is a combination of over-/under expenditure against the following subcategories:</p> <ol style="list-style-type: none"> <li>1. Advisory Services - Research and Advisory (under), where a number of works project packages for various initiatives were finalised later than anticipated.</li> <li>2. R&amp;M Contracted Services Buildings (under), due to the continuous monitoring and review of required standby requirements based on operational needs and in response to the change in the metering strategy.</li> <li>3. R&amp;M Maintenance Equipment (under), due to delays in receipt of invoices from service providers, and lower than planned demand for maintenance of equipment.</li> <li>4. Recreation, Sport, Tourism Development Programmes (under), due to lower than planned implementation of ward allocation projects and departmental development programmes.</li> <li>5. Security Services Municipal Facilities (over), due to an increase in security services required to avoid illegal occupation and damage/vandalism to City property and infrastructure.</li> <li>6. R&amp;M Contracted Services electrical (under), due to a decrease in the number of electrical repairs and maintenance at waste water plants.</li> <li>7. Sewerage Services (under), due to a number of outstanding invoices that must still be processed.</li> <li>8. Relief Drivers (under), where challenges relating to the hiring of vehicles resulted in fewer drivers being appointed.</li> <li>9. Administrative and Support Staff (under), where fewer Labour Broker staff were appointed to date.</li> <li>10. G&amp;D Transportation Services People (under), where MyCiTi and PTI invoices for the period still need to be finalised before processing.</li> <li>11. Transportation Services People (over), due to actual expenditure for VOCs being slightly higher than estimated to date.</li> <li>12. Cleaning Costs (under), where costs relating to COVID-19 requirements are lower than anticipated.</li> <li>13. Building Contractors (over), due to misallocation of expenditure, which will be reposted to R&amp;M in the next reporting periods.</li> <li>14. Meter Management (under), due to delays experienced in the award of contracts, which has delayed the implementation of identified operational projects.</li> <li>15. R&amp;M Clearing and Grass Cutting (over), due to higher demand for services at City leased residential areas.</li> </ol>	<p>Invoices to be processed on receipt thereof.</p> <p>Building Contractors: Incorrect postings to be rectified.</p> <p>G&amp;D Advisory Services - Project Management: Expenditure is expected to escalate in the remainder of the financial year with further project implementation.</p> <p>Period budget provisions to be amended and virements processed, where so identified.</p>

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Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure By Type</u></b>				
Transfers and subsidies	(68 764)	-20.9%	The variance reflects in the following directorates: 1. Human Settlements, due to outstanding invoices (PHP Payments). 2. Finance, mainly on Grants/Sponsorships, as a result of the Cape Town Stadium entity generating sufficient revenue to cover its operational expenditure. 3. Water & Sanitation, due to the slow start of the alien vegetation project, which has since gained momentum. 4. Community Services & Health, where the payment to Khulisa Solutions has not taken place due to outstanding paperwork from the NGO. 5. Corporate Services, where the Mayoral fund and disbursement thereof is currently under review by the new political Term of Office.	Period budget provisions to be amended.
Other expenditure	9 716	0.6%	Immaterial variance.	-
Losses	(132 044)	-33.5%	The variance is mainly on Inventory consumed: Water, due to misalignment of the period budget provision and actuals to date.	Period budget provisions to be amended.

**Material variance explanations for capital expenditure by vote**

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Capital Expenditure by Vote</u></b>				
Vote 1 - Community Services & Health	(6 657)	-4.7%	Immaterial variance.	-
Vote 2 - Corporate Services	4 337	2.3%	Immaterial variance.	-
Vote 3 - Economic Growth	(11 154)	-46.5%	The negative variance reflects on the following projects/programmes: 1. CTICC 2 - Interface Structure project, which was initially delayed due to the protracted detailed design phase; and 2. Philippi Fresh Produce Market Refurbishment project, where minor civil- and electrical works were completed slightly later than anticipated due to unavailability of stock.	1. The detailed design phase has been approved and construction is underway. 2. The appointment of service providers is anticipated in early April 2022 with the balance of the budget expected to be spent over the remaining months of the current financial year.
Vote 4 - Energy	(36 175)	-7.7%	The negative variance reflects mainly on the following projects/programmes: 1. SCADA Master Station Upgrade, due to the factory acceptance test (FAT) that will only be invoiced after approval of the report as well as delays due to microchip manufacturing backlog as a result of COVID-19. 2. Vehicles: Replacement FY22, due to delays in the fitment of vehicle accessories on vehicles delivered. 3. HV OH Line Refurbish (structures) FY22, due to initial delays as the scope of the Works Package Document (WPD) was finalised later than anticipated.	1. The hardware payment milestone will be moved to May 2022. Installation approval and sign off will be in the next financial year as a result of microchip delays. 2. Further orders were placed for vehicles and vehicle accessories. 3. The contractor has been on site since February 2022. WPD 2 was issued and a purchase order created with the contractor starting on another site since March 2022. WPD 3 was issued in March 2022.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Capital Expenditure by Vote</b>				
Vote 5 - Finance	2 075	34.8%	The positive variance is mainly attributable to the following projects/ programmes: 1. Aerial Photography, which was completed earlier than anticipated as a result of good weather; and 2. IT Equipment, where some of the items were delivered earlier than anticipated.	No corrective action required.
Vote 6 - Future Planning & Resilience	(9 232)	-32.7%	The negative variance reflects mainly on the following projects/ programmes: 1. Resource Efficiency Municipal Building FY22, due to: a) Delays in loading the contract as well as the HVAC installation, which is taking longer than anticipated at the Hillstar complex; and b) Microchip shortages for LED lighting fitting drivers, which resulted in delays in delivery of materials. 2. Contract Management System Integration, which was initially delayed due to the late appointment of the consultant. 3. IT Equipment - Additional FY22, where initial delays were due to a price refresh on tender 060G/2018/19 that has been resolved. Current delays are attributed to supplier constraints.	There are on-going engagements with the directors and project managers to ensure all orders are placed timeously, projects are implemented within the prescribed timeframes and that corrective action is processed as and when required to ensure maximum spend.  A number of large capital projects were incorrectly mapped to this directorate during the macro realignment. These projects will be returned to the Energy directorate at budget approval for the 2022/23 financial year. The directorate is, nevertheless, currently working with the Energy directorate to drive expenditure on these projects.
Vote 7 - Human Settlements	(73 485)	-12.1%	The negative variance reflects against the following projects/ programmes: 1. COVID-19 - informal Settlements Upgrade: Du Noon, where there were delays in planning approval due to appeals received as well as dependency of the completion of the upgrades to the Potsdam WWTW, which is implemented by the Water & Sanitation directorate. 2. ACSA Symphony Housing Project Construct, which is delayed due to the late appointment of contractors. 3. Asset Upgrade Routine Programmes, due to the protracted process of appointing contractors for various scope of works linked to the upgrades of the City Rental Units. 4. Fleet Replacements FY22, where orders were placed but delivery is delayed due to unavailability of stock as well as the price refresh on tender 096G/2019/20.	1. Alternative interim solutions are being investigated by the project team so that implementation can take place shortly. 2. Contractors for this project have now been appointed and work on site has commenced. 3. Work packages have been finalised and site meetings held for construction to commence. 4. Project manager to follow-up on delivery.
Vote 8 - Office of the City Manager	859	47.7%	The positive variance reflects against Digital City Program FY22, where some items were delivered earlier than anticipated as a result of resource availability.	No corrective action required.

Table continues on next page.

City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Capital Expenditure by Vote</u></b>				
Vote 9 - Safety & Security	(2 570)	-2.6%	Immaterial variance.	-
Vote 10 - Spatial Planning & Environment	(17 597)	-27.4%	<p>The negative variance is attributable to the following projects/ programmes:</p> <ol style="list-style-type: none"> <li>1. Computer Equipment &amp; Software, due to the worldwide microchip component shortage as well as delays in logistics due to the pandemic, which has severely affected the manufacturing and import of electronic goods.</li> <li>2. E-Systems enhancements, where the March 2022 invoice was only received after month-end.</li> <li>3. Upgrade of Reserves Infrastructure, where construction work at Table Bay and Tygerberg was delayed as a result of the outstanding approval for transversal use of tender 339Q/2018/19.</li> <li>4. Reserve Upgrade: Metro South East project is stalled as tender 235Q/2020/21 has not been finalised. .</li> <li>5. MURP-related projects, due to transversal tender approvals still being finalised.</li> </ol>	<ol style="list-style-type: none"> <li>1. Hardware is anticipated to be delivered by May 2022, although there are still delays with the import of electronic goods.</li> <li>2. Payment to be processed in the next reporting period.</li> <li>3. Construction work at Table Bay Nature Reserve commenced on 28 March 2022 and is anticipated to be completed by the end of May 2022. Construction work at Tygerberg Nature Reserve will be implemented in the 2022/23 financial year as work will not be able to be completed by 30 June 2022. Funds will be reprioritised to other priority projects within the directorate in order to ensure that funds are utilised by 30 June 2022.</li> <li>4 &amp; 5 Tender issues were escalated to the relevant authorities with the Project Management Office monitoring the situation.</li> </ol>

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Capital Expenditure by Vote</b> Vote 11 - Urban Mobility	(80 720)	-19.6%	<p>The directorate has a net negative variance, which is an accumulation of slower than anticipated expenditure on a number of projects/programmes, the most significant of which are:</p> <ol style="list-style-type: none"> <li>1. Grassy Park Non-Motorised Transport, where the contractor is progressing slower than anticipated.</li> <li>2. Green Point Precinct Road Upgrades project, where the event organiser's PSP has done a lot of work that was originally anticipated to be done by the City's PSP resulting in the budget not being used. Delayed target value increases on the PSP contract, which resulted in no orders being raised in December 2021 and January 2022, further contributed to the variance.</li> <li>3. IRT Phase 2 A programme, due to: <ol style="list-style-type: none"> <li>a) Numerous properties at various stages of the acquisition process;</li> <li>b) Delays in the approval process for the appointment of a new contractor on the Project Management project. The replacement tender was approved at BAC and is currently in the Section 33 process. A Section 116 time expansion has been approved by BAC in order to allow the existing contractor to continue providing the service until the new contractor agreement has been signed;</li> <li>c) A lower than anticipated final invoice submitted for the close-out of the previous PSP appointment on the IRT phase 2A: West project; and</li> <li>d) Initial delays on the IRT Phase 2A: East project, due to expiration of the professional services tender.</li> </ol> </li> <li>4. IRT: Control Centre, which is under spent due to initial delays on the approval for MFMA Section 116(3) process, which is required before any amendments to capital works can commence.</li> <li>5. Small Plant: Additional FY22 and Heavy Duty Vehicles: Additional FY22 projects, due to the unavailability of some stock items.</li> <li>6. PTSM: Intelligent Facility Management Project, which is behind due to delays in identifying the needs during an audit of the various facilities. Design for modernisation of PA systems has been submitted and construction of video wall for PTIs completed.</li> </ol> <p><i>Continued on next page.</i></p>	<ol style="list-style-type: none"> <li>1. The contractor has been engaged and will bring in additional resources to make up time.</li> <li>2. Orders have been raised as the target value was increased on the PSP contract.</li> <li>3. a) Expenditure will be incurred as the property acquisition has been finalised with the necessary approvals obtained as well. b) Balance of funds, which will not be spent due to the delays, will be reprioritised within the directorate. c) Further work will be completed by the newly appointed PSP under a new contract with new fee spend projections are being compiled for the remainder of the financial year. d) Replacement tender 225C/2020/21 has been awarded.</li> <li>4. The contract amendment was signed on 19 November 2021 with capital works starting on 29 November 2021.</li> <li>5. Additional orders to be placed to procure the remainder of the required small plant and vehicles, where stock is available.</li> <li>6. Additional audit recommendations for a generator and UPS to support Enterprise Data Centre will be procured once funding has been sourced within the directorate. Virement of funds application will be processed in the next reporting period.</li> </ol> <p><i>Continued on next page.</i></p>

Table continues on next page.

City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Capital Expenditure by Vote</u></b> Vote 11 - Urban Mobility	<i>See previous page</i>	<i>See previous page</i>	<p>7. Public Transport Interchange Programme, due to:</p> <p>a) Re-advertisement of tenders for the Public Transport Facility - Makhaza: M Bus Taxi project after the original construction tender was terminated;</p> <p>b) Delays in the detail designs for remaining interventions on the Bellville - Public Transport Hub pending the need for further surveys; and</p> <p>c) Slower than anticipated progress on the MyCiTi Maitland BRT Station project, due to the longer than anticipated approval process of the rail authority and delays caused by consultant handover. A value at risk has been identified.</p> <p>8. Public Transport Systems Management Programme, due to:</p> <p>a) Late commencement of the PTSM: Electronic Enablement of TOC (Taxi Operating Companies) project as a result of delays in finalising stakeholder engagement;</p> <p>b) Initial delayed on the PTSM: Movable Assets Management and PTSM: MyCiTi Mobile Payment Gateway projects as a result of the uncertainty of the availability of the PTNG-BFI and the PTNG funding, which has since been resolved; and</p> <p>c) Further delays on the PTSM: MyCiTi Mobile Payment Gateway project, due to the vendor being blocked on SAP.</p>	<p>7. a) The finalisation of the new term tender took longer than anticipated but the contractor is on site and construction has commenced.</p> <p>b) Following up with consultants on outstanding surveys. Currently further evaluating the value at risk with the aim of reprioritising any balance of funds within the directorate, if required.</p> <p>c) Spend should reflect from the next reporting period. Balance of funds will be reprioritised within the directorate, if required.</p> <p>8. a) Stakeholder engagements have been finalised with commitments being issued. Project implementation has commenced.</p> <p>b) The implementation of this project will be reprogrammed to take into account delays to due uncertainty of funds.</p> <p>c) The matter is in the process of being resolved.</p>
Vote 12 - Urban Waste Management	(52 150)	-25.3%	<p>The negative variance reflects on the following projects/programmes:</p> <p>1. Vehicle and Plant replacement programme, where orders have been placed for vehicles but delivery has been delayed due to supplier constraints as well as invoices that were received late.</p> <p>2. Coastal park: design and develop (MRF): Initial delays as a result of tender 301Q/2020/21 and 107Q/2020/21 not being submitted to the BAC in January 2022 as anticipated.</p> <p>3. New Prince George Drop-off: Tender 310Q/2018/19 for construction is underway, however, during the vetting process of the payment certificate a number of clarifications were sought from the PSP, which is causing the current delay. It is anticipated that the construction will be completed by the end of April 2022.</p>	<p>1. Invoices will be GRN'd in the next reporting period after the vetting process has been concluded.</p> <p>2. Both tenders were awarded and are in the appeal period. A portion of the funds will be rolled over to the 2022/23 financial year.</p> <p>3. Payment to be processed in April 2022, however, it is anticipated that there will be savings on this project.</p>
Vote 13 - Water & Sanitation	(12 679)	-1.3%	Immaterial variance	-

**Material variance explanations for cash flow**

Description R thousands	YTD variance R Thousands	YTD variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>				
Property rates	(223 436)	-2.8%	Immaterial variance.	-
Service charges	192 672	1.2%	Immaterial variance.	-
Other revenue	210 202	5.2%	Immaterial variance.	-
Government - operating	(378 217)	-6.2%	Grant income budget inadvertently seasonalised for receipt in March 2022.	No corrective action required.
Government - capital	(263 822)	-13.6%	Grant income budget inadvertently seasonalised for receipt in March 2022.	No corrective action required.
Interest	26 729	3.9%	Immaterial variance.	No corrective action required.
Dividends	-	-	-	-
<b>Payments</b>				
Suppliers and employees	322 510	1.1%	The quicker than expected outflow is due to the fact that the system, in some instances, is unable to differentiate accurately between capital- and operating expenditure. Refer 'Capital expenditure' below.	No corrective action required.
Finance charges	6	0.0%	Immaterial variance.	-
Transfers and Grants	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>758 389</b>	<b>11.6%</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	(426 185)	-12.2%	Slower cash outflow than originally expected, due to the fact that the system, in some instances, is unable to differentiate accurately between capital- and operating expenditure. Refer 'Suppliers and employees' above.	No corrective action required.
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(426 185)</b>	<b>-12.2%</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>		

**Material variance explanations for corporate performance for Quarter 3 of 2022**

Description of Indicator	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
<p>5.D Percentage spend on Repair and Maintenance</p> <p>Target: 64,20 Actual: 59,64</p>	4.56%	<p>The variances are mainly on:</p> <p>a) R&amp;M Electrical, due to delays in the award of the Public Lighting Maintenance contract;</p> <p>b) R&amp;M Mat General &amp; Consumables, due to a reduction in the number of standby teams responding to 'C3 no water complaints', and scheduled work still in progress, which will only be completed in future periods; and</p> <p>c) R&amp;M Contracted Services Building, due to the majority of maintenance work being performed internally.</p>	<p>Period budget provisions will be reviewed against actual trends and adjusted where so identified.</p>
<p>3.M Number of electricity subsidised connections installed</p> <p>Target: 1 125 Actual: 362</p>	763	<p>In addition to the <i>below (previously included)</i>, which impacted the previous quarters, material shortages impacted most electrification projects causing major delays in this quarter.</p> <p>During July and August 2021, the focus was on project reconciliation and close-out with the previous contractors to ensure compliance and mitigate any irregular expenditure risks. No POs for new work could thus be issued. New term tender, for construction of all electrification projects, came into effect 4 September 2021. New contractors started on site in November 2021. The focus in September - October 2021 was community stakeholder engagements to introduce the new contractors to the respective teams, introducing the respective projects to the contractors and the preparation of project-related documentation.</p>	<p>Although the electrification programme has been adjusted to take into account the delayed contractor start, material shortage is causing further delays, which may result in the overall annual electrification target not being achieved.</p>
<p>3.I Number of water services points (taps) provided to informal settlements</p> <p>Target: 450 Actual: 327</p>	123	<p>The variance is due to delays in guarantees and activation for the new tender (268Q/2020/21).</p>	<p>While the majority of projects commenced in March 2022, completion and reporting on the bulk of the installations will form part of the next quarterly reporting. Operational teams will assist with installations and the department remains committed to achieve the year-end target.</p>
<p>1.F Percentage budget spent on implementation of Workplace Skills Plan (WSP) (NKPI)</p> <p>Target: 60% Actual: 41,87%</p>	18.31%	<p>Some departments with large training budgets experience challenges attending training due to operational service delivery requirements. Internal training is excluded from the WSP formula and therefore not reflected as WSP budget spend.</p>	<p>Internal training will be included in the WSP formula in the future, which will result in an increase in WSP budget spend. The following interventions will further result in increased spending:</p> <p>a) Return to in-person training; and</p> <p>b) Processing of financial assistance applications for training.</p>



**Performance indicators**

Description of financial indicator	Basis of calculation	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	1.1%	2.4%	2.3%	2.5%	2.3%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	0.0%	48.3%	27.9%	24.7%	27.3%
<b><u>Safety of Capital</u></b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	26.2%	29.7%	24.1%	18.5%	24.1%
Gearing	Long Term Borrowing/ Funds & Reserves	119.1%	178.7%	117.1%	125.4%	117.1%
<b><u>Liquidity</u></b>						
Current Ratio	Current assets/current liabilities	1.82	1.45	1.72	2.47	1.72
Liquidity Ratio	Monetary Assets/Current Liabilities	1.11	0.58	0.93	1.57	0.93
<b><u>Revenue Management</u></b>						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	15.2%	20.1%	13.8%	15.1%	13.8%
<b><u>Other Indicators</u></b>						
Employee costs	Employee costs/Total Revenue - capital revenue	35.0%	32.9%	31.4%	29.2%	31.2%
Interest & Depreciation	I&D/Total Revenue - capital revenue	8.6%	8.0%	7.6%	1.4%	1.9%

**Aged Creditors**

Description	Budget Year 2021/22									Prior year totals (same period)
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands										
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	-	-	-	-	-	-	-	-	-	-
Bulk Water	-	-	-	-	-	-	-	-	-	-
PAYE deductions	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	-	-	-	-	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-	-	-	-	-
Trade Creditors	40	3	2	-	-	(5)	-	-	40	16 613
Auditor General	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>40</b>	<b>3</b>	<b>2</b>	<b>-</b>	<b>-</b>	<b>(5)</b>	<b>-</b>	<b>-</b>	<b>40</b>	<b>16 613</b>

**Aged Debtors**

Description	Budget Year 2021/22											
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Year	Over 1 Year	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
<b>R thousands</b>												
<b>Debtors Age Analysis By Income Source</b>												
Trade and Other Receivables from Exchange Transactions - Water	392 272	92 382	51 608	54 323	53 933	45 565	259 485	1 474 553	2 424 121	1 887 858	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	858 245	61 892	43 945	25 884	3 015	26 881	36 203	285 815	1 341 878	377 797	–	–
Receivables from Non-exchange Transactions - Property Rates	671 491	134 053	59 080	71 162	62 266	53 627	268 932	879 118	2 199 729	1 335 105	–	–
Receivables from Exchange Transactions - Waste Water Management	191 233	42 181	20 302	20 721	18 359	17 178	101 852	559 081	970 907	717 191	–	–
Receivables from Exchange Transactions - Waste Management	102 512	26 476	14 192	13 460	13 993	13 392	68 079	392 523	644 628	501 448	–	–
Receivables from Exchange Transactions - Property Rental Debtors	55 221	10 554	11 393	10 561	4 259	229	105 415	647 450	845 083	767 915	–	–
Interest on Arrear Debtor Accounts	68 609	32 078	30 819	30 522	28 390	29 804	85 995	25 046	331 263	199 758	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–	–	–	–
Other	(85 642)	(75 833)	(21 128)	(28 195)	(15 811)	(13 934)	(157 599)	(175 937)	(574 078)	(391 475)	–	–
<b>Total By Income Source</b>	<b>2 253 940</b>	<b>323 782</b>	<b>210 210</b>	<b>198 439</b>	<b>168 404</b>	<b>172 741</b>	<b>768 362</b>	<b>4 087 650</b>	<b>8 183 530</b>	<b>5 395 597</b>	<b>–</b>	<b>–</b>
<b>2020/21 - totals only</b>	<b>1 959 332</b>	<b>417 388</b>	<b>218 213</b>	<b>244 827</b>	<b>283 326</b>	<b>185 614</b>	<b>989 762</b>	<b>4 922 947</b>	<b>9 221 409</b>	<b>6 626 476</b>	<b>–</b>	<b>–</b>
<b>Debtors Age Analysis By Customer Group</b>												
Organs of State	83 019	21 254	10 466	5 967	6 586	6 646	(124 620)	(5 711)	3 608	(111 131)	–	–
Commercial	952 727	104 083	56 603	59 196	48 020	40 955	216 778	377 494	1 855 855	742 442	–	–
Households	1 024 660	237 293	131 462	138 814	127 987	116 345	681 148	3 455 099	5 912 808	4 519 393	–	–
Other	193 534	(38 847)	11 679	(5 538)	(14 188)	8 794	(4 944)	260 768	411 258	244 893	–	–
<b>Total By Customer Group</b>	<b>2 253 940</b>	<b>323 782</b>	<b>210 210</b>	<b>198 439</b>	<b>168 404</b>	<b>172 741</b>	<b>768 362</b>	<b>4 087 650</b>	<b>8 183 530</b>	<b>5 395 597</b>	<b>–</b>	<b>–</b>

**Investment portfolio**

The investment portfolio analysis includes information on the institution where funds are invested, period of investment, type of investment and accrued interest for the month.

Investments by maturity Name of institution & investment ID R thousands	Period of Investment Days	Type of Investment	Interest Rate	Expiry date of investment	Opening Balance	Interest to be realised	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
ABSA Bank	64	Fixed	4.05%	2022/04/01	75 000	258	–	–	75 258
ABSA Bank	67	Fixed	4.25%	2022/04/08	30 000	108	–	–	30 108
ABSA Bank	67	Fixed	4.25%	2022/04/08	10 000	36	–	–	10 036
ABSA Bank	71	Fixed	4.25%	2022/04/14	45 000	162	–	–	45 162
ABSA Bank	69	Fixed	4.25%	2022/04/14	25 000	90	–	–	25 090
ABSA Bank	66	Fixed	4.25%	2022/04/14	40 000	144	–	–	40 144
ABSA Bank	65	Fixed	4.30%	2022/04/14	60 000	219	–	–	60 219
ABSA Bank	64	Fixed	4.30%	2022/04/14	25 000	91	–	–	25 091
ABSA Bank	63	Fixed	4.30%	2022/04/14	20 000	73	–	–	20 073
ABSA Bank	67	Fixed	4.30%	2022/04/22	40 000	146	–	–	40 146
ABSA Bank	69	Fixed	4.30%	2022/04/26	35 000	128	–	–	35 128
ABSA Bank	68	Fixed	4.30%	2022/04/26	25 000	91	–	–	25 091
ABSA Bank	64	Fixed	4.30%	2022/04/26	35 000	128	–	–	35 128
ABSA Bank	63	Fixed	4.30%	2022/04/26	25 000	91	–	–	25 091
ABSA Bank	65	Fixed	4.30%	2022/04/29	20 000	73	–	–	20 073
ABSA Bank	64	Fixed	4.30%	2022/04/29	15 000	55	–	–	15 055
ABSA Bank	77	Fixed	4.40%	2022/05/13	50 000	187	–	–	50 187
ABSA Bank	77	Fixed	4.40%	2022/05/13	20 000	75	–	–	20 075
ABSA Bank	67	Fixed	4.35%	2022/05/06	15 000	55	–	–	15 055
ABSA Bank	66	Fixed	4.35%	2022/05/06	35 000	129	–	–	35 129
ABSA Bank	72	Fixed	4.35%	2022/05/13	50 000	179	–	–	50 179
ABSA Bank	71	Fixed	4.35%	2022/05/13	95 000	328	–	–	95 328
ABSA Bank	85	Fixed	4.43%	2022/05/27	100 000	352	–	–	100 352
ABSA Bank	74	Fixed	4.35%	2022/05/20	15 000	45	–	–	15 045
ABSA Bank	80	Fixed	4.38%	2022/05/27	65 000	187	–	–	65 187
ABSA Bank	72	Fixed	4.35%	2022/05/20	30 000	82	–	–	30 082
ABSA Bank	82	Fixed	4.52%	2022/05/31	35 000	95	–	–	35 095
ABSA Bank	81	Fixed	4.55%	2022/06/03	35 000	79	–	–	35 079
ABSA Bank	91	Fixed	4.58%	2022/06/15	210 000	422	–	–	210 422
ABSA Bank	85	Fixed	4.50%	2022/06/10	35 000	65	–	–	35 065
ABSA Bank	94	Fixed	4.55%	2022/06/24	40 000	50	–	–	40 050
ABSA Bank	94	Fixed	4.70%	2022/06/27	15 000	14	–	–	15 014
ABSA Bank	91	Fixed	4.65%	2022/06/27	55 000	28	–	–	55 028
ABSA Bank	90	Fixed	4.65%	2022/06/27	50 000	19	–	–	50 019
ABSA Bank	93	Fixed	4.65%	2022/06/30	25 000	10	–	–	25 010
ABSA Bank	79	Fixed	4.60%	2022/06/17	50 000	13	–	–	50 013
ABSA Bank	92	Fixed	4.65%	2022/06/30	30 000	8	–	–	30 008
Firststrand	64	Fixed	4.27%	2022/04/01	85 000	308	–	–	85 308
Firststrand	67	Fixed	4.50%	2022/04/08	35 000	134	–	–	35 134
Firststrand	67	Fixed	4.50%	2022/04/08	10 000	38	–	–	10 038
Firststrand	71	Fixed	4.51%	2022/04/14	45 000	172	–	–	45 172
Firststrand	69	Fixed	4.52%	2022/04/14	20 000	77	–	–	20 077
Firststrand	66	Fixed	4.52%	2022/04/14	55 000	211	–	–	55 211
Firststrand	65	Fixed	4.52%	2022/04/14	60 000	230	–	–	60 230
Firststrand	64	Fixed	4.52%	2022/04/14	25 000	96	–	–	25 096
Firststrand	63	Fixed	4.52%	2022/04/14	25 000	96	–	–	25 096
Firststrand	67	Fixed	4.55%	2022/04/22	45 000	174	–	–	45 174

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Interest Rate	Expiry date of investment	Opening Balance	Interest to be realised	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
R thousands	Days								
Firststrand	69	Fixed	4.60%	2022/04/26	35 000	137	–	–	35 137
Firststrand	68	Fixed	4.60%	2022/04/26	25 000	98	–	–	25 098
Firststrand	64	Fixed	4.59%	2022/04/26	55 000	214	–	–	55 214
Firststrand	63	Fixed	4.59%	2022/04/26	20 000	78	–	–	20 078
Firststrand	65	Fixed	4.62%	2022/04/29	25 000	98	–	–	25 098
Firststrand	64	Fixed	4.62%	2022/04/29	15 000	59	–	–	15 059
Firststrand	77	Fixed	4.66%	2022/05/13	60 000	237	–	–	60 237
Firststrand	77	Fixed	4.66%	2022/05/13	20 000	79	–	–	20 079
Firststrand	67	Fixed	4.64%	2022/05/06	15 000	59	–	–	15 059
Firststrand	67	Fixed	4.64%	2022/05/06	15 000	59	–	–	15 059
Firststrand	66	Fixed	4.64%	2022/05/06	30 000	118	–	–	30 118
Firststrand	72	Fixed	4.65%	2022/05/13	50 000	191	–	–	50 191
Firststrand	71	Fixed	4.64%	2022/05/13	105 000	387	–	–	105 387
Firststrand	85	Fixed	4.68%	2022/05/27	100 000	372	–	–	100 372
Firststrand	74	Fixed	4.66%	2022/05/20	20 000	64	–	–	20 064
Firststrand	80	Fixed	4.67%	2022/05/27	60 000	184	–	–	60 184
Firststrand	72	Fixed	4.67%	2022/05/20	35 000	103	–	–	35 103
Firststrand	82	Fixed	4.72%	2022/05/31	35 000	100	–	–	35 100
Firststrand	81	Fixed	4.72%	2022/06/03	35 000	81	–	–	35 081
Firststrand	91	Fixed	4.75%	2022/06/15	220 000	458	–	–	220 458
Firststrand	85	Fixed	4.75%	2022/06/10	35 000	68	–	–	35 068
Firststrand	94	Fixed	4.82%	2022/06/24	65 000	86	–	–	65 086
Firststrand	94	Fixed	4.87%	2022/06/27	20 000	19	–	–	20 019
Firststrand	94	Fixed	4.87%	2022/06/27	25 000	23	–	–	25 023
Firststrand	94	Fixed	4.87%	2022/06/27	25 000	23	–	–	25 023
Firststrand	91	Fixed	4.84%	2022/06/27	70 000	37	–	–	70 037
Firststrand	90	Fixed	4.84%	2022/06/27	50 000	20	–	–	50 020
Firststrand	93	Fixed	4.87%	2022/06/30	30 000	12	–	–	30 012
Firststrand	79	Fixed	4.82%	2022/06/17	50 000	13	–	–	50 013
Firststrand	92	Fixed	4.86%	2022/06/30	30 000	8	–	–	30 008
Firststrand	64	Fixed	4.80%	2022/06/03	10 000	1	–	–	10 001
Investec Bank	67	Fixed	4.25%	2022/04/08	10 000	36	–	–	10 036
Investec Bank	69	Fixed	4.20%	2022/04/14	20 000	71	–	–	20 071
Investec Bank	66	Fixed	4.20%	2022/04/14	15 000	54	–	–	15 054
Investec Bank	65	Fixed	4.20%	2022/04/14	25 000	89	–	–	25 089
Investec Bank	64	Fixed	4.20%	2022/04/14	10 000	36	–	–	10 036
Investec Bank	63	Fixed	4.20%	2022/04/14	10 000	36	–	–	10 036
Investec Bank	67	Fixed	4.20%	2022/04/22	15 000	54	–	–	15 054
Investec Bank	68	Fixed	4.20%	2022/04/26	15 000	54	–	–	15 054
Investec Bank	64	Fixed	4.20%	2022/04/26	15 000	54	–	–	15 054
Investec Bank	63	Fixed	4.20%	2022/04/26	10 000	36	–	–	10 036
Investec Bank	65	Fixed	4.20%	2022/04/29	10 000	36	–	–	10 036
Investec Bank	77	Fixed	4.25%	2022/05/13	10 000	36	–	–	10 036
Investec Bank	77	Fixed	4.25%	2022/05/13	95 000	343	–	–	95 343
Investec Bank	66	Fixed	4.38%	2022/05/06	10 000	37	–	–	10 037
Investec Bank	72	Fixed	4.38%	2022/05/13	20 000	72	–	–	20 072
Investec Bank	85	Fixed	4.40%	2022/05/27	85 000	297	–	–	85 297
Investec Bank	80	Fixed	4.40%	2022/05/27	30 000	87	–	–	30 087
Investec Bank	72	Fixed	4.38%	2022/05/20	15 000	41	–	–	15 041
Investec Bank	82	Fixed	4.40%	2022/05/31	15 000	40	–	–	15 040
Investec Bank	81	Fixed	4.40%	2022/06/03	20 000	43	–	–	20 043
Investec Bank	91	Fixed	4.50%	2022/06/15	85 000	168	–	–	85 168
Investec Bank	85	Fixed	4.40%	2022/06/10	10 000	18	–	–	10 018
Investec Bank	94	Fixed	4.50%	2022/06/24	65 000	80	–	–	65 080
Investec Bank	94	Fixed	4.60%	2022/06/27	10 000	9	–	–	10 009
Investec Bank	94	Fixed	4.60%	2022/06/27	10 000	9	–	–	10 009
Investec Bank	91	Fixed	4.60%	2022/06/27	25 000	13	–	–	25 013

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## City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Interest Rate	Expiry date of investment	Opening Balance	Interest to be realised	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
R thousands	Days								
Investec Bank	90	Fixed	4.60%	2022/06/27	30 000	11	–	–	30 011
Investec Bank	79	Fixed	4.55%	2022/06/17	35 000	9	–	–	35 009
ABSA Bank	64	Fixed	3.90%	2022/04/01	25 000	83	–	–	25 083
Nedbank	428	Fixed	4.70%	2022/06/30	21 550	86	–	–	21 636
Nedbank	426	Fixed	4.70%	2022/06/30	165	1	–	–	166
Nedbank	426	Fixed	4.70%	2022/06/30	62 100	248	–	–	62 348
Nedbank	426	Fixed	4.70%	2022/06/30	13 900	55	–	–	13 955
Nedbank	365	Fixed	4.65%	2022/06/30	715	3	–	–	718
Nedbank	365	Fixed	4.65%	2022/06/30	590	2	–	–	592
Nedbank	365	Fixed	4.65%	2022/06/30	290	1	–	–	291
Nedbank	365	Fixed	4.65%	2022/06/30	1 479	6	–	–	1 485
Nedbank	114	Fixed	4.55%	2022/06/30	28 000	108	–	–	28 108
Nedbank	67	Fixed	4.10%	2022/04/08	30 000	104	–	–	30 104
Nedbank	67	Fixed	4.10%	2022/04/08	10 000	35	–	–	10 035
Nedbank	71	Fixed	4.15%	2022/04/14	55 000	194	–	–	55 194
Nedbank	70	Fixed	4.15%	2022/04/14	10 000	35	–	–	10 035
Nedbank	69	Fixed	4.15%	2022/04/14	10 000	35	–	–	10 035
Nedbank	66	Fixed	4.15%	2022/04/14	45 000	159	–	–	45 159
Nedbank	65	Fixed	4.15%	2022/04/14	50 000	176	–	–	50 176
Nedbank	64	Fixed	4.15%	2022/04/14	25 000	88	–	–	25 088
Nedbank	63	Fixed	4.15%	2022/04/14	20 000	70	–	–	20 070
Nedbank	67	Fixed	4.20%	2022/04/22	60 000	214	–	–	60 214
Nedbank	69	Fixed	4.20%	2022/04/26	30 000	107	–	–	30 107
Nedbank	68	Fixed	4.20%	2022/04/26	25 000	89	–	–	25 089
Nedbank	64	Fixed	4.20%	2022/04/26	40 000	143	–	–	40 143
Nedbank	63	Fixed	4.20%	2022/04/26	20 000	71	–	–	20 071
Nedbank	65	Fixed	4.20%	2022/04/29	20 000	71	–	–	20 071
Nedbank	64	Fixed	4.20%	2022/04/29	15 000	54	–	–	15 054
Nedbank	77	Fixed	4.25%	2022/05/13	60 000	217	–	–	60 217
Nedbank	77	Fixed	4.25%	2022/05/13	35 000	126	–	–	35 126
Nedbank	66	Fixed	4.25%	2022/05/06	40 000	144	–	–	40 144
Nedbank	72	Fixed	4.25%	2022/05/13	45 000	157	–	–	45 157
Nedbank	71	Fixed	4.25%	2022/05/13	75 000	253	–	–	75 253
Nedbank	85	Fixed	4.30%	2022/05/27	100 000	342	–	–	100 342
Nedbank	74	Fixed	4.25%	2022/05/20	15 000	44	–	–	15 044
Nedbank	80	Fixed	4.35%	2022/05/27	25 000	72	–	–	25 072
Nedbank	72	Fixed	4.35%	2022/05/20	25 000	69	–	–	25 069
Nedbank	82	Fixed	4.30%	2022/05/31	30 000	78	–	–	30 078
Nedbank	81	Fixed	4.30%	2022/06/03	30 000	64	–	–	30 064
Nedbank	91	Fixed	4.35%	2022/06/15	175 000	334	–	–	175 334
Nedbank	85	Fixed	4.35%	2022/06/10	30 000	54	–	–	30 054
Nedbank	94	Fixed	4.45%	2022/06/24	45 000	55	–	–	45 055
Nedbank	94	Fixed	4.45%	2022/06/27	30 000	26	–	–	30 026
Nedbank	91	Fixed	4.45%	2022/06/27	50 000	24	–	–	50 024
Nedbank	90	Fixed	4.45%	2022/06/27	50 000	18	–	–	50 018
Nedbank	93	Fixed	4.45%	2022/06/30	15 000	5	–	–	15 005
Nedbank	79	Fixed	4.45%	2022/06/17	50 000	12	–	–	50 012
Nedbank	92	Fixed	4.45%	2022/06/30	20 000	5	–	–	20 005
Nedbank	64	Fixed	4.40%	2022/06/03	10 000	1	–	–	10 001
Firststrand	64	Fixed	4.13%	2022/04/01	80 000	281	–	–	80 281
Standard Bank	67	Fixed	4.32%	2022/04/08	35 000	128	–	–	35 128
Standard Bank	67	Fixed	4.32%	2022/04/08	10 000	37	–	–	10 037
Standard Bank	71	Fixed	4.32%	2022/04/14	40 000	147	–	–	40 147
Standard Bank	69	Fixed	4.35%	2022/04/14	25 000	92	–	–	25 092
Standard Bank	66	Fixed	4.34%	2022/04/14	45 000	166	–	–	45 166
Standard Bank	65	Fixed	4.39%	2022/04/14	60 000	224	–	–	60 224
Standard Bank	64	Fixed	4.38%	2022/04/14	20 000	74	–	–	20 074

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Investments by maturity Name of institution & investment ID	Period of Investment	Type of Investment	Variable or Fixed interest rate	Interest Rate	Expiry date of investment	Opening Balance	Interest to be realised	Partial / Premature Withdrawal	Investment Top Up	Closing Balance
R thousands	Days									
Standard Bank	63	Fixed	Yes	4.38%	2022/04/14	25 000	93	–	–	25 093
Standard Bank	67	Fixed	Yes	4.31%	2022/04/22	30 000	110	–	–	30 110
Standard Bank	69	Fixed	Yes	4.44%	2022/04/26	30 000	113	–	–	30 113
Standard Bank	68	Fixed	Yes	4.44%	2022/04/26	20 000	75	–	–	20 075
Standard Bank	64	Fixed	Yes	4.43%	2022/04/26	40 000	150	–	–	40 150
Standard Bank	63	Fixed	Yes	4.42%	2022/04/26	20 000	75	–	–	20 075
Standard Bank	65	Fixed	Yes	4.44%	2022/04/29	20 000	75	–	–	20 075
Standard Bank	64	Fixed	Yes	4.44%	2022/04/29	20 000	75	–	–	20 075
Standard Bank	77	Fixed	Yes	4.50%	2022/05/13	90 000	344	–	–	90 344
Standard Bank	77	Fixed	Yes	4.50%	2022/05/13	20 000	76	–	–	20 076
Standard Bank	67	Fixed	Yes	4.46%	2022/05/06	10 000	38	–	–	10 038
Standard Bank	66	Fixed	Yes	4.45%	2022/05/06	40 000	151	–	–	40 151
Standard Bank	72	Fixed	Yes	4.47%	2022/05/13	50 000	184	–	–	50 184
Standard Bank	71	Fixed	Yes	4.47%	2022/05/13	100 000	355	–	–	100 355
Standard Bank	85	Fixed	Yes	4.51%	2022/05/27	100 000	358	–	–	100 358
Standard Bank	77	Fixed	Yes	4.49%	2022/05/20	25 000	86	–	–	25 086
Standard Bank	80	Fixed	Yes	4.50%	2022/05/27	50 000	148	–	–	50 148
Standard Bank	72	Fixed	Yes	4.49%	2022/05/20	35 000	99	–	–	35 099
Standard Bank	82	Fixed	Yes	4.51%	2022/05/31	35 000	95	–	–	35 095
Standard Bank	81	Fixed	Yes	4.51%	2022/06/03	40 000	89	–	–	40 089
Standard Bank	91	Fixed	Yes	4.57%	2022/06/15	230 000	461	–	–	230 461
Standard Bank	85	Fixed	Yes	4.58%	2022/06/10	35 000	66	–	–	35 066
Standard Bank	94	Fixed	Yes	4.61%	2022/06/24	20 000	25	–	–	20 025
Standard Bank	91	Fixed	Yes	4.65%	2022/06/27	40 000	20	–	–	40 020
Standard Bank	90	Fixed	Yes	4.65%	2022/06/27	50 000	19	–	–	50 019
Standard Bank	93	Fixed	Yes	4.66%	2022/06/30	30 000	11	–	–	30 011
Standard Bank	79	Fixed	Yes	4.61%	2022/06/17	50 000	13	–	–	50 013
Standard Bank	-	Fixed	Yes	4.65%	-	30 000	8	–	–	30 008
Standard Bank	-	Fixed	Yes	4.58%	-	10 000	1	–	–	10 001
ABSA Bank	-	Call deposit	Yes	4.25%	-	490 031	1 530	(105 000)	45 000	431 562
Firststrand Bank	-	Call deposit	Yes	4.10%	-	275 854	899	(30 247)	50 000	296 505
Investec Bank	-	Call deposit	Yes	4.10%	-	130 384	428	(10 384)	20 000	140 428
Nedbank	-	Call deposit	-	4.10%	-	240 745	705	(70 745)	45 000	215 705
Standard Bank	-	-	-	-	-	386 182	1 329	(21 182)	50 000	416 329
Nedbank current account	-	-	-	-	-	217 181	552	(69 332)	-	148 401
Fund Managers	-	-	-	-	-	7 301 896	29 650	-	-	7 331 546
Liberty, RMB and Nedbank sinking fund	-	-	-	-	-	3 289 322	28 801	-	-	3 318 123
Cash in transit	-	-	-	-	-	3 009	-	-	20 840	23 848
CTICC	-	-	-	-	-	271 435	-	-	-	271 435
COID	-	-	-	-	-	52 349	(52)	-	-	52 297
<b>TOTAL INVESTMENTS AND INTEREST</b>						<b>19 937 177</b>		<b>(306 890)</b>	<b>230 840</b>	<b>19 945 078</b>

**Transfers and grants expenditure**

Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b>Operating expenditure of Transfers and Grants</b>								
<b>National Government:</b>	<b>4 334 795</b>	<b>4 239 294</b>	<b>4 583 830</b>	<b>587 277</b>	<b>637 676</b>	<b>(50 399)</b>	<b>-7.9%</b>	<b>4 583 830</b>
Local Government Equitable Share	3 509 590	3 215 174	3 215 174	–	–	–	–	3 215 174
Local Government Equitable Share Covid Rollover	–	–	144 562	91 169	115 576	(24 406)	-21.1%	144 562
Finance Management grant	1 000	1 000	1 000	1 000	1 000	(0)	0.0%	1 000
Urban Settlements Development Grant	202 546	219 147	233 182	76 778	80 570	(3 792)	-4.7%	233 182
Energy Efficiency and Demand Side Management Grant	818	800	1 085	694	692	2	0.2%	1 085
Dept. of Environ Affairs and Tourism	220	220	220	5	–	5	100.0%	220
Expanded Public Works Programme	43 601	49 072	49 072	29 036	27 195	1 841	6.8%	49 072
Public Transport Infrastructure & Systems Grant	–	38 640	25 894	(3 223)	3 956	(7 178)	-181.5%	25 894
Infrastructure Skills Development	10 006	11 000	11 000	7 112	7 463	(350)	-4.7%	11 000
Public Transport Network Grant	513 632	489 103	528 888	308 353	304 264	4 089	1.3%	528 888
Neighbourhood Development Partnership Grant	1 394	5 000	227	–	–	–	–	227
Informal Settlements Upgrading Partnership Grant	–	76 143	64 514	2 933	2 000	933	46.6%	64 514
National Skills Fund	18 470	46 276	55 675	8 145	8 145	–	–	55 675
National Treasury General Budget Support	–	16 829	16 829	9 482	9 519	(37)	-0.4%	16 829
National Treasury: Integrated City Development Grant	21 014	–	603	–	–	–	–	603
Public Employment Program (NT PEP)	–	–	161 000	43 966	63 087	(19 121)	-30.31%	161 000
Regional Land Claims Commissioner	–	–	4 014	–	1 004	(1 004)	-100.0%	4 014
Philippi Agri Hub	12 504	–	–	–	–	–	–	–
Programme And Project Preparation Support Grant	–	70 890	70 890	11 828	13 207	(1 379)	-10.4%	70 890
<b>Provincial Government:</b>	<b>1 128 492</b>	<b>1 371 012</b>	<b>1 459 146</b>	<b>726 390</b>	<b>806 272</b>	<b>(79 882)</b>	<b>-9.9%</b>	<b>1 459 146</b>
Cultural Affairs and Sport - Provincial Library Services	49 192	43 116	46 926	36 686	40 307	(3 622)	-9.0%	46 926
Cultural Affairs and Sport - Library Services: Transfer funding to enable City of Cape Town to procure periodicals and newspapers	5 338	5 338	5 368	5 274	5 278	(4)	-0.1%	5 368
Municipal Library Support	–	–	8 533	6 926	–	6 926	100.0%	8 533
Human Settlements - Human Settlement Development Grant	196 080	262 554	348 158	164 613	201 391	(36 778)	-18.3%	348 158
Human Settlements - Informal Settlements	–	–	1 500	1 037	828	209	25.2%	1 500
Health - TB	27 380	87 317	32 715	16 726	16 726	–	–	32 715
Health - ARV	266 024	300 230	300 980	193 707	216 071	(22 364)	-10.4%	300 980
Health - Nutrition	5 692	6 664	6 664	2 583	3 396	(812)	-23.9%	6 664
Health - Vaccines	132 426	91 661	114 134	76 081	82 693	(6 612)	-8.0%	114 134
Comprehensive Health	–	173 489	205 618	–	–	–	–	205 618
LEAP	417 000	350 000	319 478	201 208	209 938	(8 730)	-4.2%	319 478
Transport and Public Works - Provision for persons with special needs	10 000	10 000	10 019	10 019	10 019	–	–	10 019
Economic Development and Tourism: Public Access Centres TSLE	–	5 480	3 667	3 218	2 502	716	28.6%	3 667
Community Safety - Law Enforcement Auxiliary Services	4 388	4 629	3 429	417	1 474	(1 057)	-71.7%	3 429
Community Development Workers	1 034	1 001	2 647	760	–	760	100.0%	2 647
Finance Management Capacity Building Grant	300	250	250	–	182	(182)	-100.0%	250
Transport Safety and Compliance - Rail Safety	–	19 000	21 000	–	2 244	(2 244)	-100.0%	21 000
Tourism Safety Law Enforcement Unit	3 608	–	–	–	–	–	–	–
Establishment and Support K9 unit	2 530	2 783	1 589	412	–	412	100.0%	1 589
LG Public Employment Support Grant	–	–	17 600	–	6 500	(6 500)	-100.0%	17 600
Municipal accreditation and capacity building grant	7 500	7 500	8 871	6 722	6 722	–	–	8 871
<b>Other grant providers:</b>	<b>101</b>	<b>36 625</b>	<b>27 267</b>	<b>6 595</b>	<b>13 530</b>	<b>(6 935)</b>	<b>-51.3%</b>	<b>27 267</b>
CMTF	–	15 400	13 500	3 006	7 616	(4 610)	-60.5%	13 500
CID	–	2 052	5 144	2 679	4 023	(1 344)	-33.4%	5 144
Century City	–	618	618	463	463	–	–	618
Westcott Primary School - Traffic Attendant	–	43	53	33	39	(6)	-16.2%	53
Rustenberg Junior Girls School - Traffic Attendant	–	43	53	33	39	(7)	-17.6%	53
KFW - Technical Assistance (GDB)	–	15 000	5 000	–	–	–	–	5 000
Greenpoint Law enforcement	–	–	410	–	308	(308)	-100.0%	410
Long Street Law enforcement	–	–	992	–	375	(375)	-100.0%	992
Orio	–	3 421	969	–	272	(272)	-100.0%	969
Forres Prep School	–	19	43	33	31	2	5.1%	43
The Cape Academy for MST	–	29	82	64	56	8	14.9%	82
V&A Waterfront	–	–	332	249	249	–	–	332
Curro Durbanville - Part Time Attend	–	–	53	35	40	(4)	-11.1%	53
Mayor's Relief fund	101	–	–	–	–	–	–	–
University of Connecticut	–	–	18	–	18	(18)	-100.0%	18
<b>Total Operating Transfers and Grants</b>	<b>5 463 389</b>	<b>5 646 931</b>	<b>6 070 243</b>	<b>1 320 261</b>	<b>1 457 478</b>	<b>(137 216)</b>	<b>-9.41%</b>	<b>6 070 243</b>

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b>Capital expenditure of Transfers and Grants</b>								
<b>National Government:</b>	<b>1 602 827</b>	<b>3 050 778</b>	<b>1 705 493</b>	<b>964 800</b>	<b>1 062 130</b>	<b>(97 330)</b>	<b>-9.16%</b>	<b>1 636 535</b>
Minerals and Energy: Energy Efficiency and Demand Side Management Grant	8 170	9 200	8 915	6 983	7 986	(1 003)	-12.6%	8 915
National Government - Other: Previous years' Dora allocations	–	–	232	209	100	109	108.7%	232
National Treasury: Expanded Public Works Programme	1 171	700	700	697	301	397	132.0%	700
National Treasury: Informal Settlements Upgrading Partnership Grant: Municipalities	265 251	441 997	453 626	247 824	285 318	(37 494)	-13.1%	447 583
National Treasury: Infrastructure Skills Development Grant	863	1 000	1 137	801	1 000	(199)	-19.9%	1 137
National Treasury: Local Government Restructuring Grant	276	60	60	21	–	21	100.0%	59
National Treasury: Neighbourhood Development Partnership Grant	11 288	45 000	10 172	9 381	6 626	2 755	41.6%	10 172
National Treasury: Public Transport Network: Budget Facility for Infrastructure Grant	290 583	1 433 000	93 000	51 427	58 852	(7 425)	-12.6%	87 533
National Treasury: Urban Settlements Development Grant	747 706	753 284	791 491	505 775	509 335	(3 560)	-0.7%	752 619
National Treasury: Integrated City Development Grant	40 410	–	4 023	2 647	3 114	(467)	-15.0%	4 023
National Treasury: Municipal Disaster Recovery Grant	(30)	–	–	–	–	–	–	–
Transport: Public Transport Network Grant	237 139	366 537	342 137	139 036	189 499	(50 463)	-26.6%	323 563
<b>Provincial Government:</b>	<b>13 875</b>	<b>15 866</b>	<b>27 760</b>	<b>9 386</b>	<b>4 006</b>	<b>5 379</b>	<b>134.26%</b>	<b>27 602</b>
Community Safety: Law Enforcement Advancement Plan	–	–	19 264	2 653	–	2 653	100.0%	19 124
Cultural Affairs and Sport: Library Services: Metro Library Grant	11 404	5 400	5 816	4 065	4 006	59	1.5%	5 810
Community Safety: Amarok	679	–	–	–	–	–	–	–
Tourism Safety Law Enforcement Unit	1 312	–	–	–	–	–	–	–
Housing: Integrated Housing and Human Settlement Development Grant	478	10 466	–	–	–	–	–	–
Provincial Government: Community Safety: Training and Equipment for Volunteers: Law Enforcement Service	–	–	2 679	2 668	–	2 668	100.0%	2 668
<b>Other grant providers:</b>	<b>184 510</b>	<b>72 198</b>	<b>59 336</b>	<b>32 631</b>	<b>34 339</b>	<b>(1 708)</b>	<b>-4.97%</b>	<b>50 161</b>
Other: Other	184 510	72 198	59 336	32 631	34 339	(1 708)	-5.0%	50 161
<b>Total capital expenditure of Transfers and Grants</b>	<b>1 801 212</b>	<b>3 138 842</b>	<b>1 792 589</b>	<b>1 006 816</b>	<b>1 100 476</b>	<b>(93 659)</b>	<b>-8.5%</b>	<b>1 714 298</b>
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>7 264 601</b>	<b>8 785 773</b>	<b>7 862 831</b>	<b>2 327 078</b>	<b>2 557 953</b>	<b>(230 876)</b>	<b>-9.0%</b>	<b>7 784 540</b>



**Expenditure on councillor and board members' allowances and employee benefits*****Councillor and staff benefits***

Summary of Employee and Councillor remuneration	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b><u>Councillors (Political Office Bearers plus Other)</u></b>								
Basic Salaries and Wages	143 109	154 911	154 911	103 834	112 683	(8 848)	-7.9%	154 911
Pension and UIF Contributions	5 175	6 358	6 358	2 612	4 768	(2 156)	-45.2%	6 358
Motor Vehicle Allowance	471	638	638	229	479	(249)	-52.1%	638
Cellphone Allowance	9 335	9 544	9 544	6 988	7 158	(170)	-2.4%	9 544
Other benefits and allowances	8 328	8 376	8 376	5 518	6 282	(764)	-12.2%	8 376
<b>Sub Total - Councillors</b>	<b>166 417</b>	<b>179 826</b>	<b>179 826</b>	<b>119 182</b>	<b>131 370</b>	<b>(12 188)</b>	<b>-9.3%</b>	<b>179 826</b>
<b>% increase</b>		<b>8.1%</b>	<b>8.1%</b>					<b>8.1%</b>
<b><u>Senior Managers of the Municipality</u></b>								
Basic Salaries and Wages	27 729	30 393	27 534	15 326	18 808	(3 482)	-18.51%	27 534
Pension and UIF Contributions	925	2 901	2 405	1 224	1 804	(580)	-32.14%	2 405
Medical Aid Contributions	84	188	166	98	124	(27)	-21.48%	166
Motor Vehicle Allowance	536	444	431	294	323	(30)	-9.23%	431
Cellphone Allowance	261	297	267	114	200	(86)	-43.15%	267
Other benefits and allowances	39	42	41	34	31	3	11.11%	41
<b>Sub Total - Senior Managers of Municipality</b>	<b>29 575</b>	<b>34 265</b>	<b>30 844</b>	<b>17 090</b>	<b>21 291</b>	<b>(4 201)</b>	<b>-19.7%</b>	<b>30 844</b>
<b>% increase</b>		<b>15.9%</b>	<b>4.3%</b>					<b>4.3%</b>
<b><u>Other Municipal Staff</u></b>								
Basic Salaries and Wages	9 816 836	10 836 321	10 707 076	7 867 058	7 974 508	(107 451)	-1.3%	10 707 076
Pension and UIF Contributions	1 506 502	1 836 528	1 723 483	1 190 378	1 227 603	(37 226)	-3.0%	1 723 483
Medical Aid Contributions	897 200	945 285	955 109	702 691	717 581	(14 889)	-2.1%	955 109
Overtime	942 386	838 145	948 708	611 475	619 742	(8 267)	-1.3%	948 708
Motor Vehicle Allowance	211 641	232 146	236 081	164 575	172 535	(7 960)	-4.6%	236 081
Cellphone Allowance	36 809	32 144	35 712	25 412	26 802	(1 390)	-5.2%	35 712
Housing Allowances	69 198	68 776	68 933	44 183	51 848	(7 666)	-14.8%	68 933
Other benefits and allowances	323 396	319 830	374 488	267 807	263 602	4 206	1.6%	374 488
Payments in lieu of leave	203 383	95 681	115 305	117 892	84 918	32 974	38.8%	115 305
Long service awards	75 562	81 383	77 613	4 278	44 022	(39 744)	-90.3%	77 613
Post-retirement benefit obligations	995 534	292 006	577 838	219 848	215 396	4 452	2.07%	577 838
<b>Sub Total - Other Municipal Staff</b>	<b>15 078 447</b>	<b>15 578 245</b>	<b>15 820 346</b>	<b>11 215 597</b>	<b>11 398 558</b>	<b>(182 960)</b>	<b>-1.61%</b>	<b>15 820 346</b>
<b>% increase</b>		<b>3.3%</b>	<b>4.9%</b>					<b>4.9%</b>
<b>Total Parent Municipality</b>	<b>15 274 440</b>	<b>15 792 336</b>	<b>16 031 016</b>	<b>11 351 869</b>	<b>11 551 218</b>	<b>(199 349)</b>	<b>-1.7%</b>	<b>16 031 016</b>

The table below reflects the percentage variance for councilor and staff benefits, reasons for material deviations and the remedial action thereof.

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Councillors (Political Office Bearers plus Other)</u></b>				
Basic Salaries and Wages	(8 848)	-7.9%	The variance is mainly as result of unfilled vacancies and no increases implemented on councillor remuneration.	The filling of vacancies is on-going.
Pension and UIF Contributions	(2 156)	-45.2%	The variance is mainly as result of unfilled vacancies and no increases implemented on councillor remuneration.	The filling of vacancies is on-going.
Medical Aid Contributions	-	-	-	-
Motor Vehicle Allowance	(249)	-52.1%	Immaterial variance.	-
Cellphone Allowance	(170)	-2.4%	Immaterial variance.	-
Housing Allowances	-	-	-	-
Other benefits and allowances	(764)	-12.2%	Immaterial variance.	-
<b><u>Senior Managers of the Municipality</u></b>				
Basic Salaries and Wages	(3 482)	-18.5%	The variance is mainly due to the turnaround time in filling vacancies and five (5) senior management vacancies.	The filling of vacancies is on-going.
Pension and UIF Contributions	(580)	-32.1%	Immaterial variance.	-
Medical Aid Contributions	(27)	-21.5%	Immaterial variance.	-
Motor Vehicle Allowance	(30)	-9.2%	Immaterial variance.	-
Cellphone Allowance	(86)	-43.1%	Immaterial variance.	-
Other benefits and	3	11.1%	Immaterial variance.	-
Payments in lieu of leave	-	-	-	-
<b><u>Other Municipal Staff</u></b>				
Basic Salaries and Wages	(107 451)	-1.3%	The variance is mainly due to the turnaround time in filling vacancies and the internal filling of vacancies.	The City had 3789 vacancies as at 31 March 2022; 3191 positions were filled (11342 internal, 578 external & 1271 rehired) with 1412 terminations processed since the beginning of the financial year. The filling of vacancies is ongoing and seasonal staff are appointed as and when required. The appointment of EPWP(Job Creation) workers through the roll-out of programmes as per approved Project Identification Documents (PID) is a continuous process.
Pension and UIF Contributions	(37 226)	-3.0%	The variance is mainly due to the turnaround time in filling vacancies and the internal filling of vacancies.	Filling of vacancies is on-going.
Medical Aid Contributions	(14 889)	-2.1%	Immaterial variance.	-
Overtime	(8 267)	-1.3%	Immaterial variance.	-

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Motor Vehicle Allowance	(7 960)	-4.6%	Immaterial variance.	-
Cellphone Allowance	(1 390)	-5.2%	Immaterial variance.	-
Housing Allowances	(7 666)	-14.8%	The variance is mainly due to the turnaround time in filling vacancies and the internal filling of vacancies.	Filling of vacancies is on-going.
Other benefits and allowances	4 206	1.6%	The variance is mainly on standby allowances within the following directorates: a) Human Settlements, due to emergency R&M service requests for rental units; b) Corporate Services, due to higher than anticipated demand for IT service staff to be on standby; and c) Community Services & Health, due to unfilled positions resulting in an increase in standby allowance requirements.	The periodic budget provision will be reviewed and adjusted in line with actual trends.
Payments in lieu of leave	32 974	38.8%	The year-to-date over expenditure is due to once-off payments in lieu of leave to employees who have retired/resigned. Monthly cycles are difficult to plan accurately as it is dependent on when officials decide to retire/resign. In addition, a portion that relates to the pay-out of leave conversion of long service awards must still be reposted.	The expenditure related to the leave pay-out of long service awards will be reposted to the correct GL account before year-end closure.
Long service awards	(39 744)	-90.3%	Payments are dependent on when qualifying employees exercise their option to convert leave days to cash, which is difficult to plan.	The balance of the budgetary provisions will be transferred to the leave provision in accordance with GRAP 19 as these relate to the vested leave benefits owed to employees.
Post-retirement benefit obligations	4 452	2.1%	The post retirement benefit obligations are linked to when qualifying employees retire, which is difficult to plan on a monthly basis.	The periodic budget provision will be reviewed and adjusted in line with actual trends.

**Monthly actual and targets for cash flow*****Actual and revised targets for cash receipts and cash flows***

Description	Budget Year 2021/22												2021/22 Medium Term Revenue & Expenditure Framework		
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Budget	May Budget	June Budget	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24
<b>R thousands</b>															
<b>Cash Receipts By Source</b>															
Property rates	913 458	921 780	767 156	917 442	751 796	874 047	861 254	780 356	876 304	857 233	928 896	1 094 740	10 544 463	11 070 877	11 593 784
Service charges - electricity revenue	1 379 033	1 446 970	1 509 550	1 388 285	1 279 238	1 245 091	1 088 881	1 179 157	1 415 632	1 057 787	1 277 173	1 310 421	15 577 221	17 396 037	19 458 551
Service charges - water revenue	289 506	196 458	251 290	266 282	262 297	294 230	282 522	292 102	362 087	268 683	287 946	282 891	3 336 294	3 617 473	3 857 775
Service charges - sanitation revenue	119 655	121 315	135 714	141 090	140 605	147 749	150 857	159 472	200 326	128 245	144 863	76 590	1 666 480	1 782 663	1 907 249
Service charges - refuse	113 719	111 767	111 774	114 709	113 428	124 965	108 496	108 394	124 047	47 172	51 026	(98 789)	1 030 708	1 168 697	1 294 750
Rental of facilities and equipment	18 880	18 681	20 007	17 563	29 684	25 980	26 318	21 962	19 452	17 958	19 599	40 592	276 675	274 047	286 392
Interest earned - external investments	91 274	76 765	72 796	77 118	79 961	81 549	75 943	76 752	81 766	76 854	78 613	26 532	895 923	912 415	884 108
Interest earned - outstanding debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Dividends received	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	17 150	17 604	21 338	18 919	22 158	20 872	19 033	22 273	20 832	17 970	20 086	31 840	250 075	249 835	250 278
Licences and permits	12 420	48 664	12 179	39 425	41 968	37 722	12 860	22 414	24 895	35 017	28 696	23 261	339 520	70 197	73 355
Agency services	–	–	–	–	–	–	–	–	–	–	–	–	–	282 544	305 147
Transfers and Subsidies - Operational	1 509 068	553 976	97 854	190 782	–	1 071 725	289 650	625 801	1 353 168	–	–	378 217	6 070 243	5 774 670	5 357 558
Other revenue	138 238	928 791	77 617	45 203	204 641	1 043 440	107 188	124 832	968 921	35 506	67 519	(547 894)	3 194 002	3 338 795	3 362 991
<b>Cash Receipts by Source</b>	<b>4 602 401</b>	<b>4 442 771</b>	<b>3 077 275</b>	<b>3 216 819</b>	<b>2 925 776</b>	<b>4 967 372</b>	<b>3 023 001</b>	<b>3 413 516</b>	<b>5 447 431</b>	<b>2 542 426</b>	<b>2 904 417</b>	<b>2 618 400</b>	<b>43 181 603</b>	<b>45 938 250</b>	<b>48 631 939</b>
<b>Other Cash Flows by Source</b>															
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1 032 862	–	–	76 983	476 451	93 850	–	–	–	–	–	263 822	1 943 969	3 101 792	3 023 885
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on Disposal of Fixed and Intangible Assets	–	–	–	–	–	–	–	–	–	–	–	54 741	54 741	54 331	56 776
Short term loans	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–	–	–	–	–	–	1 200 000	1 200 000	4 500 000	7 000 000
Increase (decrease) in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	87 669	87 669	104 605	151 802
Decrease (increase) in non-current receivables	–	–	–	–	–	–	–	–	–	–	–	(3)	(3)	94	94
Decrease (increase) in non-current investments	–	–	–	–	–	–	–	–	–	–	–	(332 578)	(332 578)	633 780	909 552
<b>Total Cash Receipts by Source</b>	<b>5 635 263</b>	<b>4 442 771</b>	<b>3 077 275</b>	<b>3 293 802</b>	<b>3 402 227</b>	<b>5 061 222</b>	<b>3 023 001</b>	<b>3 413 516</b>	<b>5 447 431</b>	<b>2 542 426</b>	<b>2 904 417</b>	<b>3 892 052</b>	<b>46 135 402</b>	<b>54 332 852</b>	<b>59 774 047</b>

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Description	Budget Year 2021/22												2021/22 Medium Term Revenue & Expenditure Framework		
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Budget	May Budget	June Budget	Budget Year 2021/22	Budget Year +1 2022/23	Budget Year +2 2023/24
<b>R thousands</b>															
<b>Cash Payments by Type</b>															
Employee related costs	996 142	1 145 626	1 170 139	1 197 904	1 777 655	1 503 820	1 223 177	1 234 087	1 222 465	1 297 737	1 269 753	1 448 089	15 486 593	16 148 490	16 615 073
Remuneration of councillors	12 972	13 123	13 101	13 038	11 409	11 803	12 432	12 555	13 229	14 923	15 901	34 909	179 396	187 739	196 375
Interest paid	33 081	–	143 933	–	43 865	134 578	30 513	3	141 122	–	41 424	133 827	702 345	1 050 657	1 112 246
Bulk purchases - Electricity	1 123 945	1 375 670	1 499 975	866 732	832 413	816 545	787 797	862 498	794 270	789 312	749 932	719 812	11 218 900	12 669 659	14 354 724
Acquisitions - water & other inventory	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services	–	–	–	–	–	–	–	–	–	–	–	–	–	7 586 651	7 861 893
Grants and subsidies paid - other municipalities	–	–	–	–	–	–	–	–	–	–	–	–	–	404 613	362 078
Grants and subsidies paid - other	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
General expenses	2 472 879	750 511	607 918	1 389 203	904 301	1 290 759	879 144	814 060	864 192	938 970	671 160	1 481 368	13 064 465	4 444 641	4 644 848
<b>Cash Payments by Type</b>	<b>4 639 019</b>	<b>3 284 929</b>	<b>3 435 066</b>	<b>3 466 877</b>	<b>3 569 643</b>	<b>3 757 506</b>	<b>2 933 062</b>	<b>2 923 201</b>	<b>3 035 278</b>	<b>3 040 942</b>	<b>2 748 170</b>	<b>3 818 005</b>	<b>40 651 698</b>	<b>42 492 450</b>	<b>45 147 237</b>
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	608 315	179 192	272 127	333 264	288 316	454 590	133 482	365 163	440 278	623 677	849 521	1 547 191	6 095 115	9 033 880	11 621 478
Repayment of borrowing	50 000	–	79 481	–	42 933	13 333	50 000	–	79 481	–	42 933	13 333	371 495	1 588 161	1 924 828
Other Cash Flows/Payments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Total Cash Payments by Type</b>	<b>5 297 334</b>	<b>3 464 121</b>	<b>3 786 674</b>	<b>3 800 141</b>	<b>3 900 892</b>	<b>4 225 429</b>	<b>3 116 544</b>	<b>3 288 364</b>	<b>3 555 037</b>	<b>3 664 619</b>	<b>3 640 625</b>	<b>5 378 529</b>	<b>47 118 308</b>	<b>53 114 492</b>	<b>58 693 543</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>337 929</b>	<b>978 650</b>	<b>(709 398)</b>	<b>(506 339)</b>	<b>(498 665)</b>	<b>835 793</b>	<b>(93 542)</b>	<b>125 152</b>	<b>1 892 394</b>	<b>(1 122 193)</b>	<b>(736 208)</b>	<b>(1 486 477)</b>	<b>(982 906)</b>	<b>1 218 360</b>	<b>1 080 505</b>
Cash/cash equivalents at the month/year beginning:	8 126 100	8 464 029	9 442 679	8 733 280	8 226 942	7 728 277	8 564 070	8 470 528	8 595 679	10 488 073	9 365 880	8 629 672	8 126 100	7 143 195	8 361 555
Cash/cash equivalents at the month/year end:	8 464 029	9 442 679	8 733 280	8 226 942	7 728 277	8 564 070	8 470 528	8 595 679	10 488 073	9 365 880	8 629 672	7 143 195	7 143 195	8 361 555	9 442 059

**Capital expenditure trend**

Month	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
<b>R thousands</b>								
<b>Monthly expenditure performance trend</b>								
July	165 244	138 042	31 472	36 569	31 472	5 097	16.2%	0.4%
August	465 478	272 138	210 372	256 369	241 844	(14 524)	-6.0%	3.1%
September	526 381	413 626	312 100	587 834	553 944	(33 890)	-6.1%	7.1%
October	526 124	514 542	418 731	997 308	972 675	(24 634)	-2.5%	12.0%
November	597 685	539 338	458 192	1 428 559	1 430 867	2 308	0.2%	17.2%
December	626 979	440 569	267 219	1 887 443	1 698 085	(189 358)	-11.2%	22.7%
January	161 229	265 378	331 644	2 093 144	2 029 729	(63 415)	-3.1%	25.2%
February	404 334	538 927	522 443	2 385 709	2 552 172	166 463	6.5%	28.7%
March	561 530	650 180	669 180	2 926 204	3 221 352	295 148	9.2%	35.2%
April	467 049	606 381	648 667	-	3 870 019	-	-	-
May	533 478	726 125	731 660	-	4 601 680	-	-	-
June	1 492 962	3 209 522	1 493 436	-	6 095 115	-	-	-
<b>Total Capital expenditure</b>	<b>6 528 474</b>	<b>8 314 767</b>	<b>6 095 115</b>					

**Capital expenditure on new assets by asset class**

Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>								
<b>Infrastructure</b>	<b>2 146 176</b>	<b>3 412 667</b>	<b>1 760 667</b>	<b>842 437</b>	<b>903 267</b>	<b>(60 831)</b>	<b>-6.7%</b>	<b>1 596 052</b>
Roads Infrastructure	488 593	1 766 163	407 222	190 989	235 375	(44 386)	-18.9%	372 509
Roads	488 593	1 764 964	401 738	190 989	235 375	(44 386)	-18.9%	372 409
Road Structures	–	1 199	5 484	–	–	–	–	100
Storm water Infrastructure	113 152	149 668	129 928	64 263	74 476	(10 213)	-13.7%	128 342
Drainage Collection	113 152	149 668	129 928	64 263	74 476	(10 213)	-13.7%	128 342
Electrical Infrastructure	398 082	317 389	277 194	138 348	146 031	(7 682)	-5.3%	246 538
HV Substations	342 824	266 925	244 035	129 304	133 920	(4 616)	-3.4%	215 155
LV Networks	55 258	50 465	33 160	9 044	12 111	(3 066)	-25.3%	31 382
Water Supply Infrastructure	634 995	460 677	523 002	283 033	238 923	44 109	18.5%	468 190
Reservoirs	416 227	236 676	313 496	174 587	136 620	37 968	27.8%	275 293
Water Treatment Works	–	3 000	3 000	465	1 300	(835)	-64.25%	3 000
Bulk Mains	46 459	46 000	51 438	28 999	23 455	5 544	23.6%	44 774
Distribution	172 310	175 001	155 068	78 982	77 549	1 433	1.8%	145 123
Sanitation Infrastructure	264 910	281 260	252 095	98 789	113 364	(14 575)	-12.9%	237 228
Reticulation	99 197	118 281	104 126	52 971	56 441	(3 470)	-6.1%	103 174
Waste Water Treatment Works	165 713	162 979	147 969	45 818	56 923	(11 105)	-19.5%	134 054
Solid Waste Infrastructure	213 265	376 760	122 226	48 244	73 192	(24 948)	-34.1%	96 887
Landfill Sites	213 265	376 760	122 226	48 244	73 192	(24 948)	-34.1%	96 887
Coastal Infrastructure	305	2 000	–	–	–	–	–	–
Promenades	305	2 000	–	–	–	–	–	–
Information and Communication Infrastructure	32 875	58 749	48 999	18 771	21 906	(3 136)	-14.3%	46 358
Data Centres	34 115	48 379	39 206	15 460	15 321	139	0.9%	37 091
Core Layers	(1 240)	7 870	7 293	2 834	4 085	(1 252)	-30.6%	6 767
Distribution Layers	–	2 500	2 500	477	2 500	(2 023)	-80.9%	2 500
<b>Community Assets</b>	<b>224 792</b>	<b>277 564</b>	<b>223 098</b>	<b>121 536</b>	<b>139 234</b>	<b>(17 698)</b>	<b>-12.7%</b>	<b>243 844</b>
Community Facilities	224 025	273 564	223 098	121 536	139 234	(17 698)	-12.7%	243 844
Halls	53	60	118	67	75	(8)	-11.17%	118
Centres	–	2	–	–	–	–	–	–
Clinics/Care Centres	19 212	21 459	16 299	13 279	13 279	–	–	13 483
Fire/Ambulance Stations	210	4 000	–	–	–	–	–	–
Libraries	–	10 141	10 121	9 661	9 621	39	0.4%	10 120
Cemeteries/Crematoria	2 876	–	–	–	–	–	–	–
Public Open Space	232	–	106	–	56	(56)	-100.0%	106
Nature Reserves	15 448	14 302	17 786	9 118	8 577	541	6.3%	17 786
Markets	219	1 150	1 454	63	700	(637)	-90.9%	1 454
Taxi Ranks/Bus Terminals	185 774	222 450	177 214	89 348	106 926	(17 578)	-16.4%	200 777
Sport and Recreation Facilities	767	4 000	–	–	–	–	–	–
Outdoor Facilities	767	4 000	–	–	–	–	–	–
<b>Heritage assets</b>	<b>12</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Other Heritage	12	–	–	–	–	–	–	–
<b>Other assets</b>	<b>97 990</b>	<b>115 871</b>	<b>59 114</b>	<b>18 756</b>	<b>34 382</b>	<b>(15 626)</b>	<b>-45.4%</b>	<b>55 564</b>
Operational Buildings	81 135	104 305	57 782	18 756	34 150	(15 394)	-45.1%	54 232
Municipal Offices	65 988	93 305	46 392	16 741	31 913	(15 172)	-47.5%	43 392
Workshops	15 147	11 000	11 390	2 015	2 237	(222)	-9.9%	10 840
Housing	16 855	11 566	1 332	–	232	(232)	-100.0%	1 332
Social Housing	16 855	11 566	1 332	–	232	(232)	-100.0%	1 332
<b>Intangible Assets</b>	<b>15 940</b>	<b>22 798</b>	<b>13 325</b>	<b>6 556</b>	<b>6 308</b>	<b>248</b>	<b>3.9%</b>	<b>13 135</b>
Licences and Rights	15 940	22 798	13 325	6 556	6 308	248	3.9%	13 135
Water Rights	–	–	115	–	–	–	–	115
Computer Software and Applications	15 940	22 798	13 210	6 556	6 308	248	3.9%	13 020
<b>Computer Equipment</b>	<b>131 350</b>	<b>104 249</b>	<b>109 250</b>	<b>56 535</b>	<b>44 447</b>	<b>12 088</b>	<b>27.2%</b>	<b>114 921</b>
Computer Equipment	131 350	104 249	109 250	56 535	44 447	12 088	27.2%	114 921
<b>Furniture and Office Equipment</b>	<b>42 591</b>	<b>25 374</b>	<b>22 197</b>	<b>6 125</b>	<b>9 476</b>	<b>(3 350)</b>	<b>-35.36%</b>	<b>21 622</b>
Furniture and Office Equipment	42 591	25 374	22 197	6 125	9 476	(3 350)	-35.36%	21 622
<b>Machinery and Equipment</b>	<b>169 276</b>	<b>142 842</b>	<b>145 790</b>	<b>62 348</b>	<b>73 460</b>	<b>(11 112)</b>	<b>-15.1%</b>	<b>144 223</b>
Machinery and Equipment	169 276	142 842	145 790	62 348	73 460	(11 112)	-15.1%	144 223
<b>Transport Assets</b>	<b>88 670</b>	<b>92 046</b>	<b>129 705</b>	<b>29 562</b>	<b>39 045</b>	<b>(9 484)</b>	<b>-24.29%</b>	<b>128 077</b>
Transport Assets	88 670	92 046	129 705	29 562	39 045	(9 484)	-24.29%	128 077
<b>Land</b>	<b>6 800</b>	<b>51 785</b>	<b>142 954</b>	<b>122 254</b>	<b>128 387</b>	<b>(6 133)</b>	<b>-4.78%</b>	<b>134 954</b>
Land	6 800	51 785	142 954	122 254	128 387	(6 133)	-4.78%	134 954
<b>Total Capital Expenditure on new assets</b>	<b>2 923 598</b>	<b>4 245 198</b>	<b>2 606 100</b>	<b>1 266 108</b>	<b>1 378 006</b>	<b>(111 898)</b>	<b>-8.1%</b>	<b>2 452 392</b>

**Capital expenditure on renewal of existing assets by asset class**

Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>								
<b>Infrastructure</b>	<b>918 940</b>	<b>1 259 339</b>	<b>1 210 672</b>	<b>610 370</b>	<b>630 492</b>	<b>(20 122)</b>	<b>-3.2%</b>	<b>1 104 933</b>
Roads Infrastructure	101 807	178 832	142 923	93 210	90 028	3 182	3.5%	139 320
Roads	98 331	170 698	133 535	85 896	82 140	3 756	4.6%	131 436
Road Structures	3 476	8 134	9 388	7 313	7 888	(574)	-7.3%	7 883
Storm water Infrastructure	15 931	2 910	6 062	2 829	3 695	(865)	-23.4%	6 000
Drainage Collection	15 931	2 910	6 062	2 829	3 695	(865)	-23.4%	6 000
Electrical Infrastructure	252 917	434 796	431 467	230 417	230 233	184	0.1%	367 082
HV Substations	58 792	106 948	113 713	51 219	62 389	(11 170)	-17.9%	102 726
MV Substations	26 986	44 000	47 830	13 876	22 498	(8 622)	-38.3%	33 400
MV Networks	129 873	209 848	195 924	115 314	97 245	18 069	18.6%	163 605
LV Networks	37 266	74 000	74 000	50 008	48 101	1 907	4.0%	67 350
Water Supply Infrastructure	272 484	359 820	303 259	111 813	119 218	(7 404)	-6.2%	237 217
Bulk Mains	88 217	80 000	99 082	34 591	45 119	(10 528)	-23.3%	79 624
Distribution	184 267	279 820	204 177	77 222	74 099	3 124	4.2%	157 593
Sanitation Infrastructure	270 583	276 606	321 278	170 200	184 696	(14 496)	-7.8%	349 871
Pump Station	37 820	27 200	48 954	19 087	12 868	6 219	48.3%	41 754
Reticulation	87 142	216 930	129 403	45 670	68 994	(23 323)	-33.8%	129 194
Waste Water Treatment Works	62 971	32 476	41 303	32 427	36 719	(4 293)	-11.7%	41 303
Outfall Sewers	82 650	–	101 618	73 016	66 115	6 901	10.4%	137 621
Information and Communication Infrastructure	5 218	6 375	5 683	1 901	2 624	(722)	-27.5%	5 443
Data Centres	1 216	5 000	2 851	915	2 020	(1 105)	-54.7%	2 851
Core Layers	4 002	1 375	2 832	986	603	383	63.4%	2 592
<b>Community Assets</b>	<b>36 990</b>	<b>28 700</b>	<b>35 757</b>	<b>3 598</b>	<b>9 567</b>	<b>(5 969)</b>	<b>-62.4%</b>	<b>29 857</b>
Community Facilities	33 107	22 200	34 959	2 801	9 567	(6 766)	-70.7%	29 059
Halls	916	7 000	15 967	–	2 500	(2 500)	-100.0%	11 467
Clinics/Care Centres	652	–	–	–	–	–	–	–
Libraries	–	–	7	7	–	7	100.0%	7
Public Open Space	788	500	586	303	286	17	6.1%	586
Markets	6 392	10 700	15 000	2 358	5 377	(3 019)	-56.1%	15 000
Taxi Ranks/Bus Terminals	24 359	4 000	3 400	133	1 404	(1 272)	-90.6%	2 000
Sport and Recreation Facilities	3 883	6 500	797	797	–	797	100.0%	797
Outdoor Facilities	3 883	6 500	797	797	–	797	100.0%	797
<b>Heritage assets</b>	<b>597</b>	<b>744</b>	<b>905</b>	<b>161</b>	<b>161</b>	<b>–</b>	<b>–</b>	<b>905</b>
Monuments	597	744	905	161	161	–	–	905
<b>Other assets</b>	<b>125 389</b>	<b>87 401</b>	<b>100 217</b>	<b>11 064</b>	<b>41 053</b>	<b>(29 989)</b>	<b>-73.0%</b>	<b>90 363</b>
Operational Buildings	17 523	30 272	30 238	6 446	9 820	(3 374)	-34.4%	26 745
Municipal Offices	15 825	28 072	27 125	6 358	8 423	(2 065)	-24.5%	24 155
Workshops	1 482	1 900	1 800	–	1 202	(1 202)	-100.0%	1 277
Laboratories	215	300	1 313	88	195	(107)	-54.62%	1 313
Housing	107 866	57 129	69 979	4 618	31 233	(26 615)	-85.2%	63 619
Social Housing	107 866	57 129	69 979	4 618	31 233	(26 615)	-85.2%	63 619
<b>Intangible Assets</b>	<b>9 106</b>	<b>12 000</b>	<b>10 691</b>	<b>6 141</b>	<b>9 463</b>	<b>(3 322)</b>	<b>-35.1%</b>	<b>8 991</b>
Licences and Rights	9 106	12 000	10 691	6 141	9 463	(3 322)	-35.1%	8 991
Computer Software and Applications	9 106	12 000	10 691	6 141	9 463	(3 322)	-35.1%	8 991
<b>Computer Equipment</b>	<b>133 748</b>	<b>61 268</b>	<b>87 140</b>	<b>42 879</b>	<b>47 881</b>	<b>(5 002)</b>	<b>-10.4%</b>	<b>76 754</b>
Computer Equipment	133 748	61 268	87 140	42 879	47 881	(5 002)	-10.4%	76 754
<b>Furniture and Office Equipment</b>	<b>4 982</b>	<b>9 242</b>	<b>10 497</b>	<b>1 954</b>	<b>3 682</b>	<b>(1 728)</b>	<b>-46.9%</b>	<b>6 509</b>
Furniture and Office Equipment	4 982	9 242	10 497	1 954	3 682	(1 728)	-46.9%	6 509
<b>Machinery and Equipment</b>	<b>29 992</b>	<b>95 417</b>	<b>93 523</b>	<b>22 642</b>	<b>24 221</b>	<b>(1 579)</b>	<b>-6.5%</b>	<b>85 655</b>
Machinery and Equipment	29 992	95 417	93 523	22 642	24 221	(1 579)	-6.5%	85 655
<b>Transport Assets</b>	<b>557 974</b>	<b>343 346</b>	<b>427 649</b>	<b>193 864</b>	<b>217 950</b>	<b>(24 086)</b>	<b>-11.1%</b>	<b>417 830</b>
Transport Assets	557 974	343 346	427 649	193 864	217 950	(24 086)	-11.1%	417 830
<b>Total Capital Expenditure on renewal of existing assets</b>	<b>1 817 718</b>	<b>1 897 457</b>	<b>1 977 051</b>	<b>892 673</b>	<b>984 471</b>	<b>(91 798)</b>	<b>-9.3%</b>	<b>1 821 799</b>



**Capital expenditure on upgrading of existing assets by asset class**

Description R thousands	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</b>								
<b>Infrastructure</b>	<b>974 556</b>	<b>1 571 374</b>	<b>1 012 384</b>	<b>555 809</b>	<b>606 254</b>	<b>(50 445)</b>	<b>-8.3%</b>	<b>950 035</b>
Roads Infrastructure	135 960	200 528	170 023	93 216	109 425	(16 209)	-14.8%	165 439
Roads	124 517	174 087	149 885	87 718	97 692	(9 974)	-10.2%	145 302
Road Structures	10 049	21 541	14 981	3 307	8 325	(5 018)	-60.3%	14 981
Road Furniture	1 393	4 900	5 157	2 191	3 407	(1 217)	-35.7%	5 156
Storm water Infrastructure	28 472	139 086	57 089	38 010	37 115	895	2.4%	55 414
Drainage Collection	28 472	139 086	57 089	38 010	37 115	895	2.4%	55 414
Electrical Infrastructure	5 463	124 430	68 049	33 481	54 818	(21 337)	-38.9%	61 977
HV Substations	5 463	124 430	68 049	33 481	54 818	(21 337)	-38.9%	61 977
Water Supply Infrastructure	56 243	50 472	80 205	55 472	54 815	656	1.2%	80 390
Reservoirs	4 518	3 000	3 205	–	1 350	(1 350)	-100.0%	3 205
Distribution	51 725	47 472	77 000	55 472	53 465	2 006	3.8%	77 185
Sanitation Infrastructure	681 675	897 495	561 472	310 973	320 555	(9 582)	-3.0%	512 933
Reticulation	16 353	19 823	29 783	21 115	20 764	351	1.7%	29 968
Waste Water Treatment Works	665 323	877 672	531 690	289 859	299 791	(9 933)	-3.3%	482 966
Solid Waste Infrastructure	46 392	50 949	18 295	4 501	6 050	(1 549)	-25.6%	17 441
Landfill Sites	46 392	50 949	18 295	4 501	6 050	(1 549)	-25.6%	17 441
Coastal Infrastructure	6 857	42 371	13 985	9 187	8 747	440	5.0%	13 974
Promenades	6 857	42 371	13 985	9 187	8 747	440	5.0%	13 974
Information and Communication Infrastructure	13 493	66 043	43 266	10 970	14 730	(3 760)	-25.5%	42 466
Data Centres	6 132	50 286	20 669	5 361	5 726	(365)	-6.4%	19 869
Core Layers	7 361	15 757	22 597	5 609	9 003	(3 395)	-37.7%	22 597
<b>Community Assets</b>	<b>489 637</b>	<b>274 380</b>	<b>246 829</b>	<b>114 600</b>	<b>123 214</b>	<b>(8 615)</b>	<b>-7.0%</b>	<b>237 246</b>
Community Facilities	189 795	200 835	172 154	93 427	96 744	(3 317)	-3.4%	166 351
Halls	11 960	15 275	8 892	5 830	3 380	2 449	72.5%	8 890
Centres	12 850	7 711	7 132	1 670	5 032	(3 362)	-66.8%	7 130
Clinics/Care Centres	43 920	34 800	38 165	18 689	20 407	(1 718)	-8.4%	38 165
Fire/Ambulance Stations	1 837	–	–	–	–	–	–	–
Museums	2 391	7 000	7 579	2 385	2 579	(193)	-7.50%	7 579
Theatres	40	–	–	–	–	–	–	–
Libraries	6 974	1 082	1 192	1 004	1 082	(78)	-7.2%	1 185
Cemeteries/Crematoria	8 508	7 200	5 927	3 661	3 189	472	14.8%	5 927
Public Open Space	57 031	60 910	58 754	38 589	31 115	7 474	24.0%	58 144
Nature Reserves	2 254	6 176	8 356	251	4 173	(3 922)	-94.0%	8 323
Public Ablution Facilities	489	–	2 258	2 258	2 258	–	–	2 258
Taxi Ranks/Bus Terminals	41 541	60 680	33 898	19 088	23 528	(4 440)	-18.9%	28 749
Sport and Recreation Facilities	299 842	73 546	74 675	21 173	26 470	(5 297)	-20.0%	70 895
Indoor Facilities	19 086	15 700	25 525	6 427	10 792	(4 365)	-40.4%	25 225
Outdoor Facilities	280 756	57 846	49 150	14 746	15 678	(932)	-5.9%	45 670
<b>Heritage assets</b>	<b>31 715</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>
Monuments	31 715	–	–	–	–	–	–	–
<b>Other assets</b>	<b>221 782</b>	<b>268 064</b>	<b>182 560</b>	<b>68 870</b>	<b>95 459</b>	<b>(26 588)</b>	<b>-27.9%</b>	<b>169 172</b>
Operational Buildings	209 083	266 861	181 164	68 730	94 658	(25 928)	-27.4%	167 777
Municipal Offices	121 820	182 776	111 411	43 779	62 597	(18 819)	-30.1%	103 504
Workshops	86 635	83 385	69 753	24 952	32 061	(7 109)	-22.2%	64 272
Training Centres	628	700	–	–	–	–	–	–
Housing	12 699	1 203	1 396	140	800	(660)	-82.5%	1 396
Social Housing	12 699	1 203	1 396	140	800	(660)	-82.5%	1 396
<b>Intangible Assets</b>	<b>41 534</b>	<b>6 912</b>	<b>12 602</b>	<b>6 726</b>	<b>8 491</b>	<b>(1 765)</b>	<b>-20.8%</b>	<b>11 902</b>
Licences and Rights	41 534	6 912	12 602	6 726	8 491	(1 765)	-20.8%	11 902
Computer Software and Applications	41 534	6 912	12 602	6 726	8 491	(1 765)	-20.8%	11 902
<b>Computer Equipment</b>	<b>16 487</b>	<b>49 811</b>	<b>55 479</b>	<b>21 047</b>	<b>24 672</b>	<b>(3 625)</b>	<b>-14.7%</b>	<b>54 590</b>
Computer Equipment	16 487	49 811	55 479	21 047	24 672	(3 625)	-14.7%	54 590
<b>Furniture and Office Equipment</b>	<b>175</b>	<b>500</b>	<b>562</b>	<b>284</b>	<b>364</b>	<b>(80)</b>	<b>-22.0%</b>	<b>562</b>
Furniture and Office Equipment	175	500	562	284	364	(80)	-22.0%	562
<b>Machinery and Equipment</b>	<b>11 272</b>	<b>1 070</b>	<b>1 548</b>	<b>87</b>	<b>422</b>	<b>(335)</b>	<b>-79.38%</b>	<b>1 518</b>
Machinery and Equipment	11 272	1 070	1 548	87	422	(335)	-79.38%	1 518
<b>Total Capital Expenditure on upgrading of existing assets</b>	<b>1 787 158</b>	<b>2 172 112</b>	<b>1 511 964</b>	<b>767 423</b>	<b>858 875</b>	<b>(91 452)</b>	<b>-10.6%</b>	<b>1 425 025</b>

**Expenditure on repairs and maintenance by asset class**

Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>								
<b>Infrastructure</b>	<b>1 862 246</b>	<b>2 079 007</b>	<b>2 292 771</b>	<b>1 377 967</b>	<b>1 512 109</b>	<b>(134 142)</b>	<b>-8.9%</b>	<b>2 292 771</b>
Roads Infrastructure	417 198	637 154	615 751	362 806	353 744	9 063	2.6%	615 751
Roads	417 198	637 154	615 751	362 806	353 744	9 063	2.6%	615 751
Storm water Infrastructure	—	140 345	—	—	—	—	—	—
Drainage Collection	—	140 345	—	—	—	—	—	—
Electrical Infrastructure	460 718	542 654	544 317	380 207	393 429	(13 222)	-3.4%	544 317
Power Plants	15 637	19 286	19 289	12 945	14 831	(1 886)	-12.7%	19 289
HV Substations	32 659	27 042	28 134	19 023	19 745	(722)	-3.7%	28 134
MV Substations	307 406	353 961	360 191	262 113	261 668	445	0.2%	360 191
LV Networks	105 016	142 365	136 703	86 126	97 186	(11 060)	-11.4%	136 703
Water Supply Infrastructure	430 692	411 499	509 960	263 964	342 474	(78 509)	-22.9%	509 960
Boreholes	—	—	22 359	1	16 274	(16 273)	-100.0%	22 359
Reservoirs	30 547	49 366	38 853	16 914	26 610	(9 696)	-36.4%	38 853
Pump Stations	52 681	39 826	75 786	43 582	46 411	(2 829)	-6.1%	75 786
Water Treatment Works	48 391	34 590	46 918	24 003	32 901	(8 898)	-27.0%	46 918
Bulk Mains	6 636	215	19 662	4 354	12 899	(8 545)	-66.2%	19 662
Distribution	292 436	287 502	306 382	175 111	207 380	(32 269)	-15.6%	306 382
Sanitation Infrastructure	552 692	334 708	620 582	369 512	420 940	(51 428)	-12.2%	620 582
Reticulation	383 217	171 428	451 655	270 785	297 239	(26 454)	-8.9%	451 655
Waste Water Treatment Works	166 971	157 461	164 367	94 413	121 037	(26 624)	-22.0%	164 367
Outfall Sewers	2 505	5 819	4 560	4 314	2 665	1 649	61.9%	4 560
Solid Waste Infrastructure	945	8 653	2 161	1 477	1 522	(45)	-2.9%	2 161
Landfill Sites	945	8 653	2 161	1 477	1 522	(45)	-2.9%	2 161
Coastal Infrastructure	—	3 994	—	—	—	—	—	—
Promenades	—	3 994	—	—	—	—	—	—
<b>Community Assets</b>	<b>518 541</b>	<b>295 941</b>	<b>464 495</b>	<b>370 925</b>	<b>294 589</b>	<b>76 336</b>	<b>25.9%</b>	<b>464 495</b>
Community Facilities	131 941	228 329	101 866	74 011	62 379	11 632	18.6%	101 866
Halls	52 769	21 624	36 214	26 303	24 092	2 212	9.2%	36 214
Centres	11 463	7 713	8 045	4 516	4 756	(240)	-5.0%	8 045
Clinics/Care Centres	34 374	7 820	7 440	11 258	5 569	5 689	102.1%	7 440
Fire/Ambulance Stations	765	2 512	4 732	339	2 397	(2 058)	-85.9%	4 732
Testing Stations	—	9 940	—	—	—	—	—	—
Libraries	5 724	3 804	16 065	9 635	11 899	(2 264)	-19.0%	16 065
Cemeteries/Crematoria	15 766	10 720	16 138	14 959	7 714	7 246	93.9%	16 138
Public Open Space	—	144 909	—	—	—	—	—	—
Nature Reserves	3 141	3 141	4 795	2 230	2 355	(124)	-5.3%	4 795
Public Ablution Facilities	7 281	13 323	6 158	4 561	2 660	1 902	71.5%	6 158
Markets	658	2 822	2 278	209	938	(729)	-77.7%	2 278
Sport and Recreation Facilities	386 600	67 613	362 629	296 914	232 211	64 704	27.9%	362 629
Indoor Facilities	161	8 732	4	544	3	541	17061.2%	4
Outdoor Facilities	386 439	58 881	362 625	296 371	232 207	64 163	27.6%	362 625
<b>Heritage assets</b>	<b>3 626</b>	<b>1 912</b>	<b>904</b>	<b>33</b>	<b>576</b>	<b>(543)</b>	<b>-94.3%</b>	<b>904</b>
Works of Art	3 626	1 912	904	33	576	(543)	-94.3%	904
<b>Investment properties</b>	<b>100</b>	<b>10 107</b>	<b>229</b>	<b>187</b>	<b>133</b>	<b>54</b>	<b>40.7%</b>	<b>229</b>
Revenue Generating	99	10 096	219	186	123	62	50.7%	219
Improved Property	99	10 096	219	186	123	62	50.7%	219
Non-revenue Generating	1	11	10	2	10	(8)	-82.5%	10
Unimproved Property	1	11	10	1	10	(9)	-85.7%	10
<b>Other assets</b>	<b>130 727</b>	<b>204 823</b>	<b>200 878</b>	<b>95 452</b>	<b>125 431</b>	<b>(29 978)</b>	<b>-23.9%</b>	<b>200 878</b>
Operational Buildings	130 727	189 833	200 878	95 452	125 431	(29 978)	-23.9%	200 878
Municipal Offices	129 264	174 611	191 419	93 982	119 120	(25 138)	-21.1%	191 419
Laboratories	1 129	2 039	2 100	862	917	(55)	-6.0%	2 100
Training Centres	329	701	978	591	608	(18)	-2.9%	978
Depots	5	12 482	6 381	18	4 785	(4 767)	-99.6%	6 381
Housing	—	14 990	—	—	—	—	—	—
Social Housing	—	14 990	—	—	—	—	—	—
<b>Computer Equipment</b>	<b>234 027</b>	<b>427 869</b>	<b>257 896</b>	<b>148 242</b>	<b>160 588</b>	<b>(12 345)</b>	<b>-7.7%</b>	<b>257 896</b>
Computer Equipment	234 027	427 869	257 896	148 242	160 588	(12 345)	-7.7%	257 896
<b>Furniture and Office Equipment</b>	<b>600 104</b>	<b>770 057</b>	<b>871 642</b>	<b>448 949</b>	<b>514 789</b>	<b>(65 840)</b>	<b>-12.8%</b>	<b>871 642</b>
Furniture and Office Equipment	600 104	770 057	871 642	448 949	514 789	(65 840)	-12.8%	871 642
<b>Machinery and Equipment</b>	<b>—</b>	<b>2 069</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>
Machinery and Equipment	—	2 069	—	—	—	—	—	—
<b>Transport Assets</b>	<b>317 250</b>	<b>461 100</b>	<b>479 530</b>	<b>282 847</b>	<b>290 008</b>	<b>(7 161)</b>	<b>-2.5%</b>	<b>479 530</b>
Transport Assets	317 250	461 100	479 530	282 847	290 008	(7 161)	-2.5%	479 530
<b>Total Repairs and Maintenance Expenditure</b>	<b>3 666 620</b>	<b>4 252 885</b>	<b>4 568 346</b>	<b>2 724 602</b>	<b>2 898 223</b>	<b>(173 620)</b>	<b>-6.0%</b>	<b>4 568 346</b>

**Depreciation by asset class**

Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b>Depreciation by Asset Class/Sub-class</b>								
<b>Infrastructure</b>	<b>1 209 481</b>	<b>1 267 358</b>	<b>1 300 717</b>	<b>982 300</b>	<b>974 555</b>	<b>7 745</b>	<b>0.79%</b>	<b>1 300 717</b>
Roads Infrastructure	403 094	470 598	474 958	333 284	356 218	(22 935)	-6.44%	474 958
Roads	376 768	338 665	338 609	311 850	253 957	57 893	22.80%	338 609
Road Structures	11 807	88 293	89 094	9 093	66 820	(57 728)	-86.39%	89 094
Road Furniture	14 519	43 639	47 256	12 341	35 442	(23 101)	-65.18%	47 256
Storm water Infrastructure	57 729	58 610	61 838	46 378	46 378	-	-	61 838
Drainage Collection	57 729	58 610	61 838	46 378	46 378	-	-	61 838
Electrical Infrastructure	280 055	263 112	265 315	222 088	198 986	23 102	11.61%	265 315
Power Plants	8 177	7 933	8 175	6 131	6 131	-	-	8 175
HV Substations	19 005	-	-	14 827	-	14 827	100.00%	-
HV Transmission Conductors	-	14 754	15 526	-	11 645	(11 645)	-100.00%	15 526
MV Substations	60 512	10 655	3 567	47 789	2 675	45 114	1686.56%	3 567
MV Switching Stations	-	60 046	63 718	-	47 788	(47 788)	-100.00%	63 718
MV Networks	114 444	117 440	119 638	89 220	89 728	(508)	-0.57%	119 638
LV Networks	77 918	52 284	54 692	64 120	41 019	23 101	56.32%	54 692
Water Supply Infrastructure	174 107	184 784	189 721	142 638	142 291	347	0.24%	189 721
Reservoirs	20 898	20 957	24 753	18 565	18 565	-	-	24 753
Pump Stations	5 386	5 345	9 584	7 188	7 188	-	-	9 584
Water Treatment Works	18 181	10 092	11 565	8 674	8 674	-	-	11 565
Bulk Mains	3 022	6 572	3 022	2 267	2 267	-	-	3 022
Distribution	126 619	141 818	140 796	105 944	105 597	347	0.33%	140 796
Sanitation Infrastructure	161 551	164 781	177 828	133 378	133 371	7	0.01%	177 828
Pump Station	6 963	8 377	6 966	5 225	5 225	-	-	6 966
Reticulation	54 719	56 968	64 560	48 420	48 420	(1)	0.00%	64 560
Waste Water Treatment Works	95 559	95 125	101 560	76 178	76 170	8	0.01%	101 560
Outfall Sewers	4 310	4 310	4 741	3 556	3 556	-	-	4 741
Solid Waste Infrastructure	44 357	34 129	31 069	29 511	23 302	6 210	26.65%	31 069
Landfill Sites	37 136	34 129	31 069	23 302	23 302	-	-	31 069
Waste Processing Facilities	7 221	-	-	6 210	-	6 210	100.00%	-
Coastal Infrastructure	5 845	5 730	5 900	4 425	3 442	983	28.57%	5 900
Promenades	5 845	5 730	5 900	4 425	3 442	983	28.57%	5 900
Information and Communication Infrastructure	82 742	85 614	94 089	70 597	70 567	30	0.04%	94 089
Data Centres	34 615	-	-	30 792	-	30 792	100.00%	-
Core Layers	44 817	7 127	7 127	37 322	5 345	31 977	598.27%	7 127
Distribution Layers	3 310	78 488	86 962	2 483	65 222	(62 739)	-96.19%	86 962
<b>Community Assets</b>	<b>330 936</b>	<b>381 173</b>	<b>372 500</b>	<b>257 023</b>	<b>279 375</b>	<b>(22 351)</b>	<b>-8.00%</b>	<b>372 500</b>
Community Facilities	121 818	170 682	163 636	94 003	122 727	(28 724)	-23.41%	163 636
Halls	3 736	3 925	4 126	3 110	3 094	16	0.51%	4 126
Centres	4 468	54 692	53 209	3 232	39 907	(36 674)	-91.90%	53 209
Clinics/Care Centres	7 144	8 133	7 383	5 508	5 537	(30)	-0.54%	7 383
Fire/Ambulance Stations	2 683	2 716	2 696	2 022	2 022	-	-	2 696
Testing Stations	1 476	1 343	1 375	1 131	1 031	100	9.67%	1 375
Museums	301	373	318	238	238	-	-	318
Theatres	112	112	112	84	84	-	-	112
Libraries	16 464	6 468	6 403	13 153	4 802	8 351	173.90%	6 403
Cemeteries/Crematoria	4 503	4 507	4 699	3 513	3 524	(11)	-0.32%	4 699
Public Open Space	14 584	17 514	15 829	11 149	11 872	(722)	-6.09%	15 829
Nature Reserves	479	459	378	359	283	76	26.76%	378
Public Ablution Facilities	2 588	2 687	2 893	2 176	2 170	6	0.26%	2 893
Markets	1 720	1 697	1 804	1 359	1 353	6	0.44%	1 804
Airports	4	4	1	1	1	0	33.34%	1
Taxi Ranks/Bus Terminals	61 556	66 051	62 411	46 968	46 808	159	0.34%	62 411
Sport and Recreation Facilities	209 118	210 491	208 863	163 021	156 648	6 373	4.07%	208 863
Indoor Facilities	11 321	6 560	6 629	8 573	4 972	3 601	72.42%	6 629
Outdoor Facilities	197 797	203 931	202 234	154 448	151 675	2 772	1.83%	202 234

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2022 Q3 (March 2022)

Description	2020/21	Budget Year 2021/22						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b><u>Depreciation by Asset Class/Sub-class</u></b>								
<b><u>Investment properties</u></b>	<b>1 714</b>	<b>1 714</b>	<b>1 714</b>	<b>1 285</b>	<b>1 285</b>	<b>-</b>	<b>-</b>	<b>1 714</b>
Revenue Generating	1 714	1 714	1 714	1 285	1 285	-	-	1 714
Improved Property	1 714	1 714	1 714	1 285	1 285	-	-	1 714
<b><u>Other assets</u></b>	<b>322 964</b>	<b>294 428</b>	<b>307 621</b>	<b>255 748</b>	<b>230 716</b>	<b>25 032</b>	<b>10.85%</b>	<b>307 621</b>
Operational Buildings	217 859	181 253	201 097	175 855	150 823	25 032	16.60%	201 097
Municipal Offices	183 220	7 430	5 748	148 526	4 311	144 215	3345.27%	5 748
Workshops	33 655	37 175	35 578	26 591	26 683	(92)	-0.35%	35 578
Laboratories	649	-	-	486	-	486	100.00%	-
Training Centres	289	303	289	217	217	-	-	289
Manufacturing Plant	-	7 213	8 280	-	6 210	(6 210)	-100.00%	8 280
Depots	47	129 132	151 203	35	113 402	(113 367)	-99.97%	151 203
Housing	105 105	113 176	106 524	79 893	79 893	-	-	106 524
Social Housing	105 105	113 176	106 524	79 893	79 893	-	-	106 524
<b><u>Biological or Cultivated Assets</u></b>	<b>192</b>	<b>-</b>	<b>-</b>	<b>144</b>	<b>-</b>	<b>144</b>	<b>100.00%</b>	<b>-</b>
Biological or Cultivated Assets	192	-	-	144	-	144	100.00%	-
<b><u>Intangible Assets</u></b>	<b>168 921</b>	<b>141 627</b>	<b>162 118</b>	<b>123 302</b>	<b>121 589</b>	<b>1 714</b>	<b>1.41%</b>	<b>162 118</b>
Licences and Rights	168 921	141 627	162 118	123 302	121 589	1 714	1.41%	162 118
Computer Software and Applications	98 740	91 465	111 956	79 572	83 967	(4 396)	-5.23%	111 956
Unspecified	70 180	50 162	50 162	43 731	37 621	6 109	16.24%	50 162
<b><u>Computer Equipment</u></b>	<b>214 908</b>	<b>221 972</b>	<b>245 220</b>	<b>169 451</b>	<b>183 915</b>	<b>(14 464)</b>	<b>-7.86%</b>	<b>245 220</b>
Computer Equipment	214 908	221 972	245 220	169 451	183 915	(14 464)	-7.86%	245 220
<b><u>Furniture and Office Equipment</u></b>	<b>72 050</b>	<b>115 877</b>	<b>105 977</b>	<b>44 361</b>	<b>79 482</b>	<b>(35 122)</b>	<b>-44.19%</b>	<b>105 977</b>
Furniture and Office Equipment	72 050	115 877	105 977	44 361	79 482	(35 122)	-44.19%	105 977
<b><u>Machinery and Equipment</u></b>	<b>156 024</b>	<b>134 643</b>	<b>133 885</b>	<b>117 789</b>	<b>100 414</b>	<b>17 375</b>	<b>17.30%</b>	<b>133 885</b>
Machinery and Equipment	156 024	134 643	133 885	117 789	100 414	17 375	17.30%	133 885
<b><u>Transport Assets</u></b>	<b>375 830</b>	<b>431 673</b>	<b>420 331</b>	<b>305 327</b>	<b>315 248</b>	<b>(9 921)</b>	<b>-3.15%</b>	<b>420 331</b>
Transport Assets	375 830	431 673	420 331	305 327	315 248	(9 921)	-3.15%	420 331
<b><u>Land</u></b>	<b>20 483</b>	<b>23 198</b>	<b>23 198</b>	<b>-</b>	<b>17 398</b>	<b>(17 398)</b>	<b>-100.00%</b>	<b>23 198</b>
Land	20 483	23 198	23 198	-	17 398	(17 398)	-100.00%	23 198
<b><u>Zoo's, Marine and Non-biological Animals</u></b>	<b>-</b>	<b>192</b>	<b>192</b>	<b>-</b>	<b>144</b>	<b>(144)</b>	<b>-100.00%</b>	<b>192</b>
Zoo's, Marine and Non-biological Animals	-	192	192	-	144	(144)	-100.00%	192
<b>Total Depreciation</b>	<b>2 873 505</b>	<b>3 013 855</b>	<b>3 073 473</b>	<b>2 256 731</b>	<b>2 304 121</b>	<b>(47 390)</b>	<b>-2.06%</b>	<b>3 073 473</b>

## **MUNICIPAL COST CONTAINMENT REGULATIONS (MCCR)**

The Municipal Cost Containment Regulations (MCCR) were promulgated on 7 June 2019, and came into effect on 1 July 2019.

In terms of the MCCR, municipalities are to implement cost containment measures to ensure that municipal resources are used effectively, efficiently and economically.

The MCCR further requires municipalities and municipal entities to either develop or review their cost containment policies. The City's Cost Containment policy was approved by Council at the meeting held on 26 May 2021. The cost containment policies of the City's entities have been approved by their respective board of directors.

**Municipalities and municipal entities must furthermore disclose cost containment measures in their in-year budget reports, and annual costs savings in their annual reports. The cost containment in-year report tables reflected on the following pages are in adherence to this reporting requirement.**

**City of Cape Town**

Cost Containment In-Year Report				
Expenditure Category	2021/22 Current Budget	Q3 2022		Comment
		Budget	Actual	
	R Thousand			
Use of consultants	8 960 726	5 466 092	5 240 260	<p>This category includes EPWP/Mayor's Job Creation Programme (MJCP) staff, all non-permanent staff including library staff, health- and seasonal workers, apprenticeships and learnerships, and contracted services i.e. professional- and advisory services, and contractors.</p> <p>Consultants are used for various repairs and maintenance programs, outsourced administrative support and medical staff, and for professional- and advisory services.</p> <p>Requests for the use of consultants must be supported by the relevant executive director or senior manager.</p>
Vehicle used for political office-bearers	-	-	-	No provision for 2021/22 against this category.
Travel and Subsistence	16 800	10 087	8 266	<p>The City's Travel Management Policy sets out the applicable cost containment measures, which are strictly adhered to within the City.</p> <p>The expenditure incurred to date relates largely to claims submitted by staff members using their own vehicles for business purposes who do not receive an allowance for essential users or participate in a structured travel allowance.</p>
Domestic Accommodation	1 451	588	15	<p>The City's Travel Management Policy sets out the applicable cost containment measures, which are strictly adhered to within the City.</p> <p>COVID-16 lockdown restrictions have resulted in the majority of conferences, meetings, events and training taking place online.</p>

Table continues on next page.

Cost Containment In-Year Report				
Expenditure Category	2021/22 Current Budget	Q3 2022		Comment
		Budget	Actual	
	R Thousand			
Sponsorships, events and Catering	293 185	211 422	180 850	<p>Sponsorships (consisting of grants-in-aid and sponsorships): All grant-in-aid applications are subject to a screening process to ensure that allocations recommended by the relevant delegated authority comply with the City's Grant-in-aid Policy as well as other relevant policies. Sponsorships are allocations made to organisations who supports the City's strategic objectives. MOAs indicating clear deliverables are signed with all organisations. Payments are made in tranches based on outcomes of agreed deliverables.</p> <p>Events: An ad-hoc committee facilitates the selection of events and makes recommendations to the Executive Mayor on which events the City may support in terms of the City's Integrated Development Plan (IDP), and Events Policy.</p> <p>Catering: The City's Catering &amp; Beverage Provision Policy sets out the applicable cost containment measures, which are strictly adhered to within the City.</p> <p>The year-to-date expenditure relates largely to payments for annual- and ad hoc allocations to support specific programs/events aligned to the City's IDP and strategic objectives.</p>
Communication	78 120	37 289	34 709	<p>The City, as far as possible, uses newspapers with a readership base predominantly within the City's geographical area and also focuses on community newspapers. The function is centralised within the Corporate Services directorate and is managed by the Communication Department so as to ensure stricter controls, which include the following measures:</p> <p>a) Reducing the number and scale of communication campaigns;</p> <p>b) Reducing the size and range of print- and radio advertising;</p> <p>c) Shifting advertising to the digital space from the traditional print and radio; and</p> <p>d) Increasing the use of social media as a communication tool using insourced resources.</p>

Table continues on next page.

Cost Containment In-Year Report				
Expenditure Category	2021/22 Current Budget	Q3 2022		Comment
		Budget	Actual	
	R Thousand			
Other related expenditure items - Conferences & Seminars	1 993	1 034	359	<p>The City’s Systems and Procedures (SOP) for attendance of seminars, external meetings/workshops and conferences sets out cost containment measures, which are strictly adhered to within the City.</p> <p>The year-to-date expenditure relates to online events.</p>
Other related expenditure items - Overtime	941 806	615 566	608 249	<p>The City's Overtime Policy sets out the applicable cost containment measures, which include:</p> <p>a) Guidelines for administration of overtime work on Sundays and public holidays;</p> <p>b) Application and approval process management;</p> <p>c) Approval of overtime work and payment by officials with delegated authority; and</p> <p>d) Monitoring and review of provisions and justification of overtime expenditure by relevant directors.</p> <p>Directorates have implemented strict measures to manage overtime and closely monitor the amount of overtime operational staff may claim each month.</p> <p>The bulk of the overtime was spent within the Safety &amp; Security directorate, due to additional deployment outside of normal working hours for operations such as taxi strikes, festive season initiatives, special operations etc. In addition, unfilled vacancies resulted in staff working after hours to provide the required services.</p>
Other related expenditure items - Office furniture	17 197	7 665	4 068	<p>The City's Corporate Office Furniture &amp; Associated Equipment Policy seeks to exercise frugality by managing the utilisation of existing redundant office furniture before new office furniture may be procured. The policy stipulates that the relevant delegated official must scrutinise the City's 'used furniture inventory' depository before any new furniture is procured, and must sign a declaration form confirming that this process has been followed. The budget for office furniture is likely to be further reduced as funds are re-prioritised.</p>
Total	10 311 278	6 349 742	6 076 777	



### Cape Town International Convention Centre

Cost Containment In-Year Report				
Measures	2021/22 Current Budget	Q3 2022		Comment
		Budget	Actual	
	R Thousand			
Use of consultants	4 892	3 453	2 092	The contracts for the internal audit, legal services and customer satisfactory surveys are included in the costs. The CTICC does not possess the skillsets required in-house.
Travel and Subsistence	611	351	232	Bookings for local- and international travel as well as International accommodation for sales trips, events and conferences are made through an agent with the applicable National Treasury (NT) code used for bookings. Attendance of events are an integral part of the entity's business strategy to grow revenue.  International trips booked were postponed and will take place in Q4. A credit note was received on a charge relating to Q2 expenditure resulting in a decrease in actual expenditure from Q2 to Q3.
Domestic Accommodation	38	16	19	All bookings are done using the applicable NT code. The attendance of events are an integral part of the entity's business strategy to grow revenue.  A sales trip to Johannesburg was undertaken during the period, due to the travel restriction relaxation.
Sponsorships, events and Catering	292	237	64	The entity's business model is based on good client relations, and regular interaction with clients and conference organisations to showcase the CTICC through various Client and Stakeholder Relationship Management (CRM) events.

Table continues on next page.

Cost Containment In-Year Report				
Measures	2021/22 Current Budget	Q3 2022		Comment
		Budget	Actual	
	R Thousand			
Communication	1 261	928	711	The contract for cellphone and data services was issued before 1 July 2019.
Other related expenditure items - Conferences & Seminars	-	-	-	No budget/expenditure for the reporting period.
Other related expenditure items - Overtime	378	295	579	This category includes overtime, night shift allowances and public holiday pay.  The reason for the higher spend relates to the increase in events hosted in Q2 and Q3 as COVID-19 restrictions were relaxed allowing for bigger events, which required higher than budgeted overtime hours from staff.
Other related expenditure items -Office furniture	-	-	-	No budget/expenditure for the reporting period.
Total	7 472	5 280	3 696	

**Cape Town Stadium**

Cost Containment In-Year Report				
Measures	2021/22 Current Budget	Q3 2022		Comment
		Budget	Actual	
	R Thousand			
Use of consultants	1 858	1 021	132	Expenditure in this category facilitates the entity's objectives, inter alia, to commercialise in terms of the Service Delivery Agreement (SDA). Expenditure incurred relates to the assistance provided by Hello FCB, SAIL Rights Commercialisation (PTY) LTD and MMS Communications to upload the terms and conditions to the website in order to align with the POPI Act, to re-design the DHL stadium invoicing template, to update the social media handles from the Cape Town Stadium to the DHL Stadium, to assist with the naming rights agreement, as well as to assist with the publication of the 2020/21 integrated annual report.
Travel and Subsistence	142	-	-	No expenditure budgeted/incurred in the period under review.
Domestic Accommodation	8	-	-	No expenditure budgeted/incurred in the period under review.
Sponsorships, events and Catering	157	-	-	No expenditure budgeted/incurred in the period under review.
Communication	275	125	-	No advertisement was required for tenders/staff appointments for the period under review.
Other related expenditure items - Conferences & Seminars	128	-	-	No expenditure budgeted/incurred in the period under review.
Other related expenditure items - Overtime	2 171	1 447	386	The Events, Commercial and Operations department staff are required to work overtime when the entity hosts certain events, which at times takes place after hours and over weekends.
Total	4 738	2 594	517	

## QUALITY CERTIFICATE

I, **LUNGELO MBANDAZAYO**, the municipal manager of **CITY OF CAPE TOWN**, hereby certify that –

- ☐ the monthly budget statement
- ☒ quarterly report on the implementation of the budget and financial state affairs of the municipality
- ☐ mid-year budget and performance assessment

for **quarter 3 of 2022** has been prepared in accordance with the Municipal Finance Management Act (MFMA) and regulations made under that Act.

Print name ----- Lungelo Mbandazayo -----

**Municipal Manager of City of Cape Town (CPT)**










Digitally signed by Lungelo  
Mbandazayo  
Date: 2022.04.12 14:59:43  
+02'00'








Signature -----





Date -----

# 2021/2022 Q3 PERFORMANCE REPORT - CITY OF CAPE TOWN

Name	Status	Actual	Target	Reason for Variance/Remedial Action Comment
CCT Corporate 2021/22				
SFA 1: Opportunity City				
1.1 Position Cape Town as a forward-looking, globally competitive city				
1.A Percentage Building plans approved in statutory time (30-60d)		94.30	96.00	Reasons for Variance: Slow pace of filling vacancies in the functional stream limiting available capacity. Remedial action: To fast track the vacancy HR recruitment processes.
1.B Percentage of rates clearance certificate issued within ten working days [C]		91.91	90.00	
1.C Number of outstanding valid applications for commercial electricity services expressed as a percentage of commercial customers		0.20	0.70	
1.2. Leveraging technology for progress				
1.D Approved business and management review of the Broadband Infrastructure Programme (BIP)				
1.3. Economic inclusion				
1.E Number of Mayoral Job Creation Programme (MJCP) opportunities created [C] - NKPI		28,145.00	22,500.00	
1.F Percentage budget spent on implementation of Workplace Skills Plan (WSP) (NKPI)		41.87	60.00	Reason for variance: Some departments with huge training budgets experience challenges attending training due to operational service delivery requirements. Remedial action: The following interventions will increase spending: *Return to in-person training; and *Processing of financial assistance applications for training.
1.4. Resource efficiency and security				
1.G Percentage compliance with drinking water quality standards		98.99	98.00	
1.H Small scale embedded generation (SSEG) capacity legally installed and grid-tied measured in mega-volt ampere (MVA)		14.30	3.75	
SFA 2: Safe City				
2.1. Safe communities				
2.A Number of areas in which additional CCTV cameras have been installed [AT]				
2.B Community satisfaction survey (Score 1-5) - safety and security (AT)				
SFA 3: Caring City				
3.1. Excellence in basic service delivery				

Name	Status	Actual	Target	Reason for Variance/Remedial Action Comment
3.A Community satisfaction survey (Score 1-5)-city wide(AT)				
3.B Number of outstanding valid applications for water services expressed as a % of total number of billings for the service (NKPI)	✓	0.33	0.70	
3.C Number of outstanding valid applications for sewerage services expressed as a % of total number of billings for the service (NKPI)	✓	0.21	0.70	
3.D Number of outstanding valid applications for electricity services expressed as a % of total number of billings for the service (NKPI)	✓	0.04	0.20	
3.E Number of outstanding valid applications for refuse collection service expressed as a % of total number of billings for the service (NKPI)	✓	0.00	0.10	
3.F Percentage adherence to Citywide service requests	■	85.89	80.00	
3.G Number of human settlement opportunities (Top structures)	✓	1,579.00	1,365.00	
3.H Number of human settlement opportunities (Formal sites serviced)	■	617.00	617.00	
3.2. Mainstreaming basic service delivery to informal settlements and backyard dwellers				
3.I Number of water services points (taps) provided to informal settlements NKPI	✗	327.00	450.00	Reason for variance: The variance is due to delays in guarantees and activation for the new tender (268Q/2020/21). Remedial action: While the majority of projects commenced in March 2022, completion and reporting on the bulk of the installations will form part of the next quarterly reporting. Operational teams will assist with installations and the department remains committed to achieve the year-end target.
3.J Number of sanitation service points (toilets) provided to informal settlements NKPI	✓	3,686.00	1,700.00	
3.K Percentage of informal settlements receiving a door-to-door refuse collection service (NKPI)	■	99.79	99.00	
3.L Number of service points (toilet and tap with hand basin) provided to backyarders	■	164.00	150.00	
3.M Number of electricity subsidised connections installed [C] - NKPI	✗	362.00	1,125.00	Reason for variance: Material shortages continue (also reported during previous quarter) to cause major delays for most electrification projects during the 3rd Quarter. The late start of new contractors (also reported during previous quarter) is a further factor that contribute to under-achieved results. Remedial action: The electrification programme has been adjusted to take into account the delayed start of contractors. Although the latter will fast track project implementation, continued material shortages might result in under-achievement of the Year-End target.
3.N Number of sites serviced in the informal settlements	✓	460.00	400.00	

Name	Status	Actual	Target	Reason for Variance/Remedial Action Comment
3.O Number of community services facilities within informal settlements [AT]				
SFA 4: Inclusive City				
4.1. Dense and transit oriented growth and development				
4.A Number of passenger journeys per kilometre operated [AT]		0.97	0.92	
4.B Catalytic Land Development				
4.2. An efficient, integrated transport system				
4.C Total number of passenger journeys on MyCiti		10,192,850.00	9,000,000.00	
4.3. Building integrated communities				
4.D Percentage of people from EE target groups employed in 3 highest levels of management in compliance with the City's approved EE plan (EE)		74.61	75.00	Reason for variance: 9 Employees from the designated groups were terminated during the Q3, however only 8 employees from the Designated groups were appointed during this period. This accounts for the deficit of 1 employee short of the 75% target (239 employees). Remedial Action: Recruitment will continue to be in line with EE plan to appoint and retain staff from the designated groups.
4.E Number of strengthening families programmes implemented [C]		15.00	10.00	
SFA 5: Well-Run City				
5.1. Operational sustainability				
5.A Opinion of independent rating agency		1.00	1.00	
5.B Opinion of the Auditor General		0.80	1.00	Reason for variance: The reason for the under- performance is due to the late completion of the audit. Remedial action: None required at this stage. Management action plan is in place and in process of implemented.
5.C Percentage spend of capital budget [C] - NKPI		48.01	48.74	Reason for variance: Material variance explanations for capital expenditure by vote is reflected in the Material variance explanations for capital expenditure table on page 59 of Annexure A to the S52 report. Remedial action: Project managers together with the support of the finance manager/heads will continue to closely monitor and ensure that projects are implemented within the prescribed timelines by ensuring all payment certificates are received timeously. Resolve supplier delays.

Name	Status	Actual	Target	Reason for Variance/Remedial Action Comment
5.D Percentage spend on repairs and maintenance [C]		59.64	64.20	Reason for variance: The variances are mainly on: *R&M Electrical, due to the award of the Public Lighting Maintenance contract being delayed; *R&M Mat General & Consumables, due to a reduction in the number of standby teams responding to C3 no water complaints, and scheduled work still in progress which will only be completed in future periods; and *R&M Contracted Services Building, due to the majority of maintenance work being performed internally. Remedial action: Period budget provisions will be reviewed against actual trends and adjusted where so identified.
5.E Cash/cost coverage ratio (excluding unspent conditional grants) [C] - NKPI		2.38	2.00	
5.F Net Debtors to annual income [C] - NKPI		14.25	18.79	
5.G Debt (total borrowings) to total operating revenue [C] - NKPI		20.20	23.50	



Well Below



Below



On Target



Above



Well Above



Trend Up



Trend Stable



Trend Down