

REPORT TO: COUNCIL

1. ITEM NUMBER

2. SUBJECT

QUARTERLY FINANCIAL REPORT: JUNE 2019

LSUA1980

ONDERWERP

KWARTAALLIKSE FINANSIËLE VERSLAG: JUNIE 2019

ISIHLOKO

INGXELO YEMALI YARHOQO NGEKOTA: EYESILIMELA 2019

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
- ☐ The Executive Mayor

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 30 June 2019. These financial results are provisional and subject to change as a result of year-end processes.

The financial results submitted herewith are provisional and subject to change as a result of year-end processes.

4.1. Financial Implications ☒ None ☐ Opex ☐ Capex

☐ Capex: New Projects

☐ Capex: Existing projects requiring additional funding

☐ Capex: Existing projects with no additional funding requirements

4.2. Legal Compliance ☒

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

4.3. Staff Implications ☐ Yes ☒ No

4.4. Risk Implications ☐ Yes ☒ No

5. RECOMMENDATIONS

- a) The quarterly financial report for the quarter ended 30 June 2019 is submitted for information and noting only.

AANBEVELING

- a) Die kwartaallikse finansiële verslag vir die kwartaal geëindig 30 Junie 2019 word slegs ter inligting en kennisname voorgelê.

ISINDULULO

- a) INgxelo yeMali yaRhoqo ngeKota yekota ephela ngowama-30 eyeSilimela 2019 ingeniselwa iinjongo zolwazi nokuqatshelwa kuphela.

ANNEXURES

Annexure A: Quarterly Financial Report – 30 June 2019.

FOR FURTHER DETAILS CONTACT

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DIRECTORATE	FINANCE	FILE REF No	N/A
SIGNATURE : DIRECTOR _____			

CHIEF FINANCIAL OFFICER

NAME	KEVIN JACOBY	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

☐ SUPPORTED

☐ NOT SUPPORTED

NAME ALD. DAN PLATO

COMMENT:

DATE

SIGNATURE



CITY OF CAPE TOWN
ISIXEKO SASEKAPA
STAD KAAPSTAD

ANNEXURE A

S52 MAYOR'S QUARTERLY REPORT

Q4 2019
(PROVISIONAL RESULTS)

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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 30 JUNE 2019

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.

The financial results submitted herewith are provisional and subject to change as a result of year-end processes.

KEY DATA (PAGE 4 - 27)

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

IN YEAR BUDGET STATEMENT TABLES (PAGE 28 – 34)

- **Table C1 (Page 28)** provides a high level summation of the operating and capital budgets, actuals to date, financial position and cash flow.
- **Table C2 (Pages 29)** is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification.
- **Table C3 (Pages 30)** shows budgeted financial performance in relation to the revenue and expenditure as well as the operating surplus or deficit.
- **Table C4 (Page 31)** is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type.
- **Table C5 (Pages 32)** 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 33)** reflects the performance to date in relation to the financial position of the municipality.
- **Table C7 (Page 34)** indicates the cash flow position and cash/cash equivalents.

IN YEAR BUDGET STATEMENT SUPPORTING TABLES (PAGE 35 – 82)

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

KEY DATA**Operating Budget**

Operating Budget	Adjusted Budget 2018/19	YearTD budget 2018/19	YearTD actual 2018/19	YTD variance	Full Year Forecast
Total Revenue ¹ (R'Thousands)	40,182,322	40,182,322	39,807,613	(374,710)	39,807,613
Total Expenditure ¹ (R'Thousands)	38,498,749	38,498,749	35,270,460	(3,228,290)	35,270,460
Surplus/(Deficit)	1,683,573	1,683,573	4,537,153	2,853,580	4,537,153
¹ (excl. capital transfers and contributions)					

Capital Budget

Capital Budget	Adjusted Budget 2018/19	YearTD budget 2018/19	YearTD actual 2018/19	YTD variance	Full Year Forecast
Total Capital Expenditure (R'Thousands)	6,636,132	6,636,132	4,861,402	(1,774,730)	5,555,637

The year-to-date spend of R4 861 million represents 73.26% (R2 987 million) on internally-funded projects and 58.73% (R1 874 million) on externally-funded projects.

The full year forecast indicates that 83.7% of the capital budget is anticipated to be spent by the end of the financial year.

Financial position

Working Capital	Audited Outcomes/ Actuals 2017/18	Original Budget 2018/19	Adjusted budget 2018/19	YearTD actual
Ratios				
Cost coverage ratio (Actual Cash and cash equivalents as at period end/Monthly operating Expenditure) ³	3,30:1	-	-	4,42:1
Liquidity				
Current Ratio (Current assets/current liabilities) ⁴	1.69	1.25	1.75	1.73
Borrowing				
Capital Charges to Operating Expenditure (Interest & principal paid/Operating Expenditure) ⁵	3.3%	4.0%	3.2%	3.2%
Borrowed funding of 'own' capital expenditure (Borrowings/Capital expenditure excl. transfers and grants) ⁶	45.2%	47.6%	7.5%	7.5%
Financial Position (R'Thousands)				
Total Assets	64,569,450	72,164,247	73,318,103	69,617,608
Total Liabilities	21,593,720	29,332,282	25,958,619	20,755,204
Cash Flow (R'Thousands)				
Cash/cash equivalents at month/year end:	5,486,618	5,810,803	7,392,775	9,264,110

Cost coverage ratio³

The 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 month under review shows that the City is above the norm of 1-3 months (MFMA Circular 71). This position is to be reviewed and taken into consideration when compiling future years' budgets.

Current Ratio⁴

The ratio indicates a municipality's ability to pay its current or short-term obligations.

The year-to-date ratio shows that the City has sufficient cash to meet its short-term financial obligations and is within the norm of 1.5 to 2.1 (MFMA Circular 71). The ratio outcome for the period under review is within the norm which shows that the City has sufficient cash to meet its short-term objectives.

Capital Charges to Operating Expenditure⁵

This ratio indicates the cost required to service the borrowing of a municipality. The year-to-date ratio for June 2019 is below the National Treasury norm of 6% to 8% (MFMA Circular 71).

The ratio is expected to have an outcome of 3.2% for the year, which is in line with the budgeted ratio.

Borrowed funding of 'own' Capital Expenditure⁶

This ratio indicates the proportion of borrowed funding to actual capital expenditure to date (excluding transfers and grants). The ratio also 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 ratio outcome is 7.5% in line with the budgeted ratio.

Cash Flow

The cash and cash equivalents of the City is R9 264 million as at end June 2019. This amount covers the 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

Debtors	Current - 0 to 30 days	31-60 Days	61 days and over	TOTAL
	R Thousands			
Total	2,120,748	468,451	6,159,690	8,748,889
Rates	683,498	112,521	1,176,945	1,972,964
Electricity	767,990	52,516	376,841	1,197,347
Water	273,837	160,532	2,091,447	2,525,816

Debtors Collection Rate % ²	Previous year 2017/18	Current year 2018/19 (Interim ratios)	YTD collection Rate (Interim ratios)
Electricity	99.27%	98.64%	99.10%
Water	76.05%	90.40%	149.54%
Sewerage	90.39%	98.01%	103.18%
Refuse	94.74%	90.75%	90.93%
Rates	98.99%	95.74%	95.79%
Other	93.22%	95.73%	96.87%

²12 Months Collection Ratio. Calculated into National Treasury Circular 71

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

Overtime has a structured and non-structured component. Line departments are phasing out reliance on non-structured overtime by ensuring that continuous shift rosters and stand-by allowances are put in place where 24 hour continuous services are required. Absenteeism and sick leave are also managed to curb this expenditure.

Human Resources

Human Resources	Audited Outcomes 2017/18	Original Budget 2018/19	Adjusted budget 2018/19	YearTD actual 2018/19
Employee and Councillor remuneration (R'Thousands)	11,020,246	13,089,755	12,692,317	11,715,285
Employee Costs (Employee costs/Total Revenue - capital revenue)	29.5%	32.8%	31.1%	29.0%
Total Cost of Overtime (R'Thousands)	602,665	517,090	591,291	609,771

Municipal Employees (numbers)	As at 30 June 2018	Original Budget 2018/19	Jun-19
Filled posts - Permanent	26,234	26,285	26,646
Filled posts - Temporary	618	1,005	697
Vacant posts - Permanent	2,620	2,486	3,625
	29,472	29,776	30,968

Municipal Councillors (numbers)	As at 30 June 2018	Original Budget 2018/19	Jun-19
Municipal Councillors	230	231	230
Municipal Councillors - Vacancies	1	-	1
	231	231	231

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

R'Thousands	Original Budget 2018/19	Adjusted Budget	YearTD actual 2018/19	YearTD budget 2018/19	YTD variance	% of adjusted budget
Total Revenue (excluding capital transfers and contributions)	39,349,818	40,182,322	39,807,613	40,182,322	(374,710)	99.1%
Total Expenditure	39,263,938	38,498,749	35,270,460	38,498,749	(3,228,290)	91.6%
Surplus/(Deficit)	85,879	1,683,573	4,537,153	1,683,573	2,853,580	

The City has financial controls in place to ensure that variances from planned budget are minimised. Detailed assessments at profit/cost centre level are performed in addition to the basic legislative requirements. Any instances of apparent non-compliance are addressed by the relevant finance officials.

REVENUE**Revenue per main source for 2018/19**

Description	Budget Year 2018/19						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							
Revenue By Source							
Property rates	9,361,952	9,362,895	9,511,194	9,362,895	148,299	1.6%	9,511,194
Service charges - electricity revenue	12,591,403	13,027,472	13,022,293	13,027,472	(5,179)	-0.04%	13,022,293
Service charges - water revenue	3,574,755	3,511,828	3,252,538	3,511,828	(259,290)	-7.4%	3,252,538
Service charges - sanitation revenue	1,811,048	1,781,428	1,623,060	1,781,428	(158,368)	-8.9%	1,623,060
Service charges - refuse revenue	1,202,059	1,155,841	1,137,677	1,155,841	(18,164)	-1.6%	1,137,677
Service charges - other	573	-	-	-	-	-	-
Rental of facilities and equipment	381,262	381,872	249,401	381,872	(132,471)	-34.7%	249,401
Interest earned - external investments	936,513	940,288	993,849	940,288	53,561	5.7%	993,849
Interest earned - outstanding debtors	340,970	322,691	358,498	322,691	35,807	11.1%	358,498
Dividends received	-	-	-	-	-	-	-
Fines, penalties and forfeits	1,280,160	1,230,730	1,819,397	1,230,730	588,666	47.8%	1,819,397
Licences and permits	46,050	53,841	64,830	53,841	10,989	20.4%	64,830
Agency services	201,723	201,723	229,013	201,723	27,290	13.5%	229,013
Transfers and subsidies	6,803,608	7,369,203	6,615,901	7,369,203	(753,302)	-10.2%	6,615,901
Other revenue	773,871	798,641	850,949	798,641	52,308	6.5%	850,949
Gains on disposal of PPE	43,870	43,870	79,014	43,870	35,144	80.1%	79,014
Total Revenue (excluding capital transfers and contributions)	39,349,818	40,182,322	39,807,613	40,182,322	(374,710)	-0.9%	39,807,613

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

- Property Rates (R148.3 million over)**

The over-recovery is as a result of real time supplementary valuations done and actual results being more than planned for the year. The over-recovery was, however, impacted by the higher number of properties qualifying for rebates than initially anticipated.

- **Service charges – water revenue (R259.3 million under) and sanitation revenue (R158.4 million under)**

The City has recently lowered the restriction level to level 3. The level 3 restriction tariffs are noticeable less than level 6 restriction tariffs but there is allowance for additional (although limited) means of consumption. For example, consumers are able to water their gardens with a bucket or fill a swimming pool if a pool cover is in place (refer full restriction levels on the City's website). The level 3 restriction level relies on a higher consumption level to achieve a revenue target to sustain the cost of water and sanitation services. From analysis of the financial information it is clear that recent consumption has not increased to the level of the revenue target. The initial revenue over-recovery has thus served as a buffer for the under-recovery experienced during the level 3 restrictions. Recent reductions in the variances are also impacted upon by the alignment of the billing to indigent customers in accordance with the recommendation made by the Auditor General. Current indications are that the Water & Sanitation Management department will under recover its revenue in 2018/19. This risk is partially managed by aligning the expenditure with revenue patterns.

- **Rental of facilities and equipment (R132.5 million under)**

The under-recovery is mainly due to the lower demand for sport and recreation facilities, and the lower than planned lease rental received from tenants occupying Council-owned units.

- **Interest earned - external investments (R53.6 million over)**

The over-recovery is within the Finance directorate and is largely due to the favourable investment and cash balances at the end of June 2019.

- **Interest earned - outstanding debtors (R35.8 million over)**

The over-recovery is due to higher than planned interest on outstanding consumer debtor accounts for Water, Sanitation, Refuse removal and Property Rates.

- **Fines, penalties and forfeits (R588.7 million over)**

The over-recovery is a combination of over-/under-recovery within this category i.e.

- Traffic Fines (under), due to the reduction and withdrawal of fines by courts as well as the payment ratio of fines by members of the public; and
- Traffic Fines Accruals (over), due to more than planned fines issued to date as a result of improved law enforcement measures put in place i.e. number of active cameras, road blocks, etc.

- **Transfers and subsidies (R753.3 million under)**

Under-recovery reflects against the following directorates:

- Human Settlements, due to Top Structure construction projects being behind schedule thus affecting grant-revenue recognition as well as vacancies that are yet to be filled in respect of Urban Settlements Development Grant (USDG) funded positions.
- Community Services & Health, where payment for health claims submitted to the Provincial Health Department have not yet been received.

- Finance, where income relating to the VAT portion on a number of USDG projects is lower than planned.
- **Other revenue (R52.3 million over)**
Over-recovery reflects on the following revenue elements within this category.
 - Fair value adjustments, due to recognition of the upfront off-market portion of the new concessionary loan taken up in November 2018.
 - Refunds received prior years, where income relating to previous financial years was received in 2018/19.
 - Development contribution, as a result of the extent of property development in the City being higher than planned to date.
 - Hire of municipal staff, due to more Law Enforcement staff hired for externally-funded events than initially anticipated.
- **Gains on disposal of PPE (R35.1 million over)**
The variance is due to more than planned land sales for the year.

Reasons for variances on revenue by source can be found in *Table SC1: Material variance explanations for revenue by source* on page 35.

Reasons for variances on revenue by vote can be found in *Table SC1: Material variance explanations for revenue by vote* on page 38.

EXPENDITURE

Main expenditure types for 2018/19

Description	Budget Year 2018/19						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							
Expenditure By Type							
Employee related costs	12,920,115	12,514,850	11,553,988	12,514,850	(960,862)	-7.7%	11,553,988
Remuneration of councillors	169,640	169,640	161,297	169,640	(8,343)	-4.9%	161,297
Debt impairment	2,988,951	2,401,378	2,424,935	2,401,378	23,557	1.0%	2,424,935
Depreciation & asset impairment	2,814,336	2,850,051	2,747,092	2,850,051	(102,959)	-3.6%	2,747,092
Finance charges	1,089,285	906,445	799,930	906,445	(106,514)	-11.8%	799,930
Bulk purchases	9,487,132	8,987,316	8,651,163	8,987,316	(336,153)	-3.7%	8,651,163
Other materials	1,255,285	1,358,263	1,265,522	1,358,263	(92,741)	-6.8%	1,265,522
Contracted services	6,004,687	6,598,704	5,530,963	6,598,704	(1,067,741)	-16.2%	5,530,963
Transfers and subsidies	333,807	483,845	382,358	483,845	(101,487)	-21.0%	382,358
Other expenditure	2,200,213	2,053,142	1,750,014	2,053,142	(303,128)	-14.8%	1,750,014
Loss on disposal of PPE	488	175,117	3,198	175,117	(171,919)	-98.2%	3,198
Total Expenditure	39,263,938	38,498,749	35,270,460	38,498,749	(3,228,290)	-8.4%	35,270,460

Reasons for major over-/under expenditure per type

- **Employee Related Costs (R960.9 million under)**

The variance is mainly due to the turnaround time in filling vacancies; internal filling of vacant positions; slower than planned implementation of job creation projects; and appointment of seasonal workers and temporary staff.

- **Depreciation & Asset Impairment (R102.9 million under)**

The under expenditure is due to the capitalisation rate of assets and delays/postponements in acquisition/construction of assets resulting in assets being capitalised later than planned.

- **Finance charges (R106.5 million under)**

The under expenditure is due to fewer than planned external loans being taken up resulting in less interest paid.

- **Bulk purchases (R336.2 million under)**

This variance is a combination of over-/under expenditure against various cost elements within the category. Only cost elements with under expenditure are listed below.

- Electricity Bulk purchases, where the budget provision was based on historical trends and final transactions for the year must still be processed.
- Raw Water, due to lower water demand following the drought coupled with continued savings by consumers as well as different cut-off dates between the City and the National Department of Water & Sanitation resulting in a one-month lag between payments;
- Bulk Water Levy, due to a decrease in water volumes resulting in reduced cost;
- Bulk Water – Desalination, due a legal dispute with one of the contractors for breach of contract as well as water being produced at a slower rate than originally anticipated; and
- Bulk Water - Reclamation, due to delays in implementation of the project as this plant will only be operational in 2019/20.

- **Other Materials (R92.7 million under)**

This variance is a combination of over-/under expenditure against various cost elements within the category. Only cost elements with under expenditure are listed below.

- Chemicals, due to the continuous lower demand and water usage resulting in less chemicals being required to date;
- G&D Pharmaceuticals and Vaccines, due to an outstanding account from the Western Cape Government;
- Printing, Stationery and Photographic, due to lower than planned requirements for 2018/19; and
- R&M - Material: Consumables, due to lower than planned requirements for the year.

- **Contracted Services (R1 067.7 million under)**

This variance is a combination of over-/under expenditure against various cost elements within the category. Only cost elements with under expenditure are listed below.

- Advisory services - Project management (R30.2 million), due to less project management services required for the year.
- Building Contractors (R84.8 million), due to lower than planned expenditure incurred to date.
- Chipping (R22.2 million), where less than planned green waste was disposed of at drop-off facilities.
- R&M-related expenditure:
 - Electrical (R19 million), due to maintenance being lower than planned at buildings/facilities as well as orders not settled at month-end;
 - Building (R198 million), where actual expenditure to date is less than planned, due to the re-active nature of R&M;
 - Equipment (R88.1 million), due to lower than planned demand; and
 - Clearing and Grass Cutting (R37.7 million), due to expenditure being incurred as and when required.
- Contracted services – MJCP (R20.7 million), due to delays in finalisation of contracts and appointment of workers.
- Sewerage services (R11 million), due to lower than planned expenditure for services rendered in informal settlements.
- Transportation services - People (R92.2 million), due to outstanding invoices from service providers.
- Litter Picking and Street Cleaning (R42 million), due to refuse removal and cleaning of sandy areas being less than planned for the year.

- **Transfers and subsidies (R101.5 million under)**

The under expenditure is mainly within the following directorates:

- Human Settlements, where Top Structure projects are behind schedule, due to delays resulting from community unrest.
- Finance, due to the monthly Cape Town Stadium entity transfer payment being processed after month-end.
- Safety & Security, due to cancellation of events and beneficiary payments not disbursed as result of outstanding documents.

- **Other Expenditure (R303.1 million under)**

This variance is a combination of over-/under expenditure against various cost elements within the category. Only cost elements with under expenditure are listed below.

- Training and learnerships (R4 million), mainly due to delays in the roll-out of training programmes and the prioritisation process currently underway.
- Uniforms and Protective clothing (R18.7 million), mainly within the Safety & Security directorate, due to delays in appointment of staff during the year.
- Hire of LDV/cars (R14.8 million), due to the lower demand for hiring of vehicles.
- Electricity (R35.2 million), due to less demand for water being pumped by pump stations as a result of the drought and the consequential water restrictions.

- Insurance premium - Unicity (R10 million), due to expenditure being less than planned as insurance requirements are changing continuously and therefore difficult to plan per monthly cycle.
 - Telecom Lines (R20.7 million), due to final invoices still to be processed for the year.
 - Bank and Service charges (R19 million), due to a change in the City's official banker resulting in more favourable bank charges.
 - Operating Leases (R29.9 million), mainly due to the cancellation of operating leases for office space previously occupied by Council employees.
- **Loss on disposal of PPE (R171.9 million under)**
The variance is due to budget allocation made for infrastructure transferred to Eskom, which was subsequently not required.

Reasons for variances on expenditure by type can be found in *Table SC1: Material variance explanations for expenditure by type* on page 53.

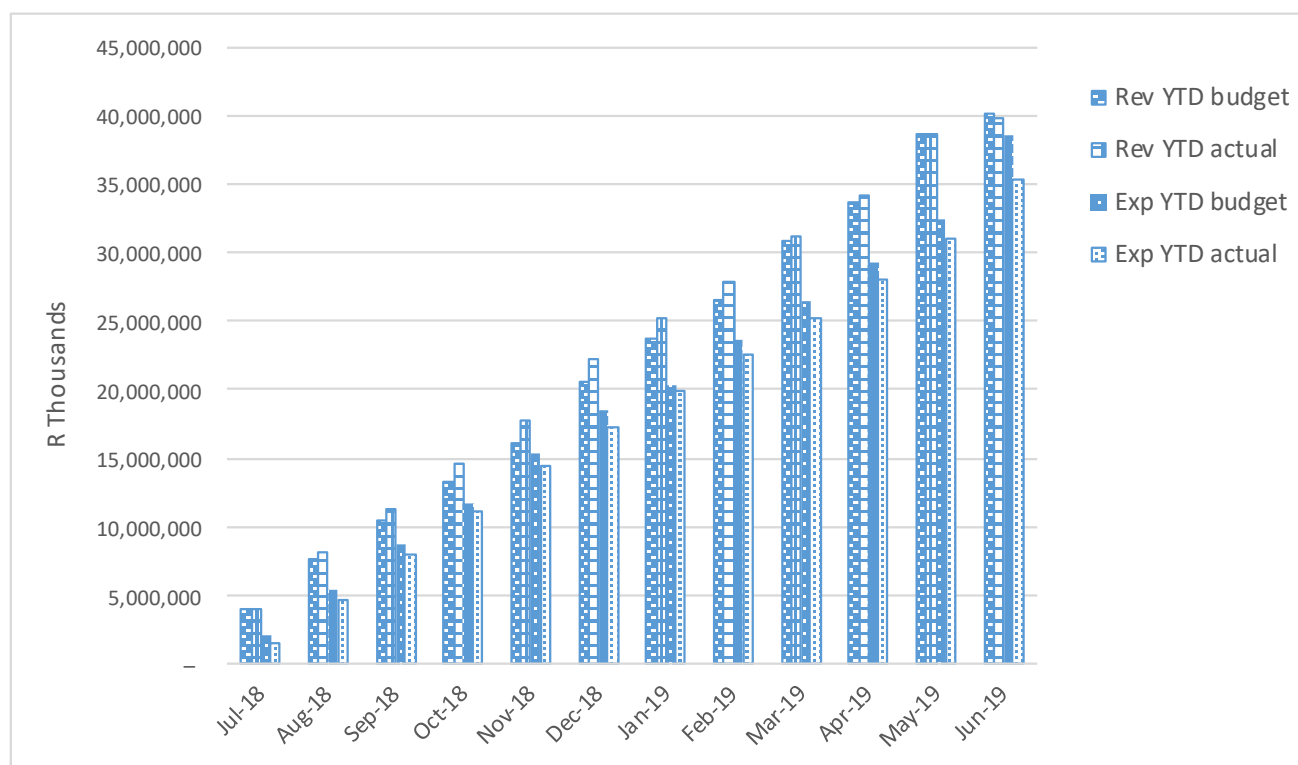
Expenditure per vote (directorate)

Vote Description	Budget Year 2018/19						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							
Expenditure by Vote							
Vote 1 - Community Services & Health	3,590,992	3,588,556	3,294,319	3,588,556	(294,238)	-8.2%	3,294,319
Vote 2 - Corporate Services	1,791,434	1,710,372	1,685,913	1,710,372	(24,459)	-1.4%	1,685,913
Vote 3 - Economic Opportunities & Asset Managemnt	1,170,837	1,235,305	1,085,920	1,235,305	(149,385)	-12.1%	1,085,920
Vote 4 - Energy & Climate Change	10,673,982	10,794,201	10,384,706	10,794,201	(409,495)	-3.8%	10,384,706
Vote 5 - Finance	3,156,818	3,073,453	2,703,488	3,073,453	(369,965)	-12.0%	2,703,488
Vote 6 - Human Settlements	1,598,166	1,898,837	1,497,090	1,898,837	(401,748)	-21.2%	1,497,090
Vote 7 - Office of the City Manager	214,357	210,468	199,345	210,468	(11,123)	-5.3%	199,345
Vote 8 - Safety & Security	3,328,929	3,308,492	3,231,382	3,308,492	(77,110)	-2.3%	3,231,382
Vote 9 - Spatial Planning & Environment	558,353	594,227	538,035	594,227	(56,191)	-9.5%	538,035
Vote 10 - Transport	3,367,830	3,492,090	3,144,778	3,492,090	(347,312)	-9.9%	3,144,778
Vote 11 - Urban Management	788,234	769,384	721,949	769,384	(47,436)	-6.2%	721,949
Vote 12 - Water & Waste	9,024,005	7,823,364	6,783,537	7,823,364	(1,039,827)	-13.3%	6,783,537
Total Expenditure by Vote	39,263,938	38,498,749	35,270,460	38,498,749	(3,228,290)	-8.4%	35,270,460

Details on variances for expenditure by vote can be found in *Table SC1: Material variance explanations for expenditure by vote* on page 43.

Monthly Operating Revenue and Expenditure Performance

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



VACANCY STATISTICS

The City had 3625 vacancies as at 30 June 2019; 2759 positions were filled (1373 internal and 1386 external) with 2266 terminations processed from 1 July 2018.

The filling of vacancies is on-going and seasonal staff are appointed as and when required.

The table below provides a breakdown of the vacancies and value of these vacancies per directorate.

DIRECTORATE	VACANT POSTS (Permanent positions)		% of Posts Filled	Vacancy Rate
	Number of Posts	Value		
Community Services & Health	353	R100,367,682	93.87%	6.13%
Corporate Services	208	R93,260,874	88.46%	11.54%
Economic Opportunities & Asset Management	159	R48,054,605	85.20%	14.80%
Energy & Climate Change	336	R90,169,176	87.37%	12.63%
Finance	166	R51,828,349	91.00%	9.00%
Human Settlements	176	R72,704,653	81.03%	18.97%
Office of the City Manager	23	R16,317,974	89.05%	10.95%
Safety & Security	672	R150,980,218	86.10%	13.90%
Spatial Planning & Environment	103	R47,212,022	88.27%	11.73%
Transport	328	R83,094,923	84.22%	15.78%
Urban Management	54	R25,517,513	90.02%	9.98%
Water & Waste	1047	R258,807,561	87.48%	12.52%
TOTAL	3625	R1,038,315,550	88.29%	11.71%

The table below provides an age analysis of vacant positions per directorate.

DIRECTORATE	Less Than 6 Months	6 to 12 Months	1 to 2 Years	More Than 2 Years	Grand Total
Community Services & Health	221	108	12	12	353
Corporate Services	97	69	28	14	208
Economic Opportunities & Asset Management	68	56	20	15	159
Energy & Climate Change	79	154	64	39	336
Finance	73	57	23	13	166
Human Settlements	26	45	54	51	176
Office of the City Manager	9	12	2	0	23
Safety & Security	394	198	57	23	672
Spatial Planning & Environment	44	32	15	12	103
Transport	115	106	49	58	328
Urban Management	28	17	7	2	54
Water & Waste	390	341	211	105	1047
Grand Total	1544	1195	542	344	3625

Details on senior managers remuneration and the remuneration of other municipal staff can be found in *Table SC8 Monthly Budget Statement - councillor and staff benefits* on page 70.

CAPITAL EXPENDITURE AND FUNDING

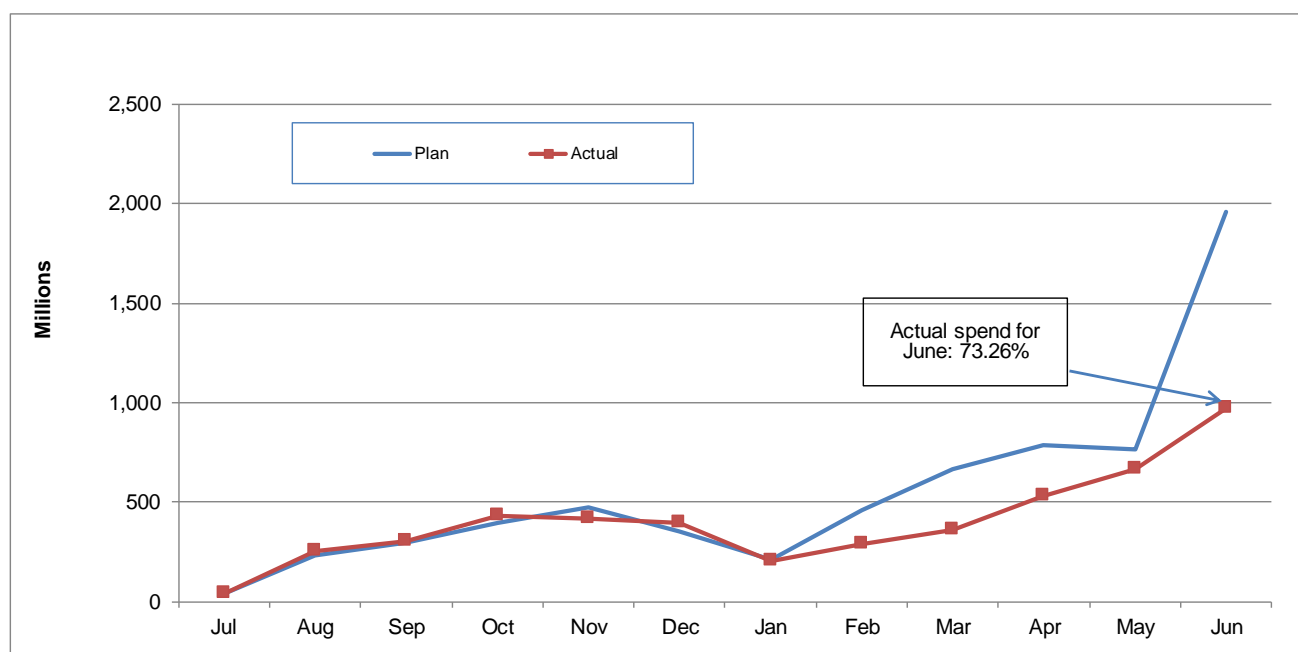
Summary Statement of Capital Budget Performance

Vote Description	Budget Year 2018/19						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							
Total Capital Expenditure	8,407,556	6,636,132	4,861,402	6,636,132	(1,774,730)	-26.7%	5,555,637
Funded by:							
National Government	2,015,146	2,510,069	1,803,081	2,510,069	(706,988)	-28.2%	2,137,314
Provincial Government	52,750	26,227	23,296	26,227	(2,931)	-11.2%	25,211
Transfers recognised - capital	2,067,896	2,536,296	1,826,378	2,536,296	(709,919)	-28.0%	2,162,525
Public contributions & donations	76,200	54,526	48,116	54,526	(6,409)	-11.8%	51,359
Borrowing	4,000,000	500,000	363,124	500,000	(136,876)	-27.4%	404,781
Internally generated funds	2,263,460	3,545,310	2,623,784	3,545,310	(921,526)	-26.0%	2,936,972
Total Capital Funding	8,407,556	6,636,132	4,861,402	6,636,132	(1,774,730)	-26.7%	5,555,637

The YTD actual reflected against the 'Borrowing' funding source in the table above is currently funded through internal funds. Only R98.21 million relates to actual borrowings, which is done in accordance with the City's Borrowing Strategy.

Monthly capital expenditure

The graph below reflects the City's monthly capital expenditure to date measured against the 2018/19 current budget.



Capital budget by municipal vote for 2018/19

Vote Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Multi-Year expenditure appropriation								
Vote 1 - Community Services & Health	260,247	314,508	313,947	250,071	313,947	(63,876)	-20.3%	301,862
Vote 2 - Corporate Services	370,959	354,688	269,714	231,471	269,714	(38,243)	-14.2%	260,394
Vote 3 - Economic Opportunities & Asset Managemnt	295,284	224,601	283,893	260,762	283,893	(23,131)	-8.1%	283,783
Vote 4 - Energy & Climate Change	1,024,550	1,113,506	863,239	720,222	863,239	(143,017)	-16.6%	761,014
Vote 5 - Finance	14,009	20,549	26,851	25,910	26,851	(941)	-3.5%	26,170
Vote 6 - Human Settlements	488,589	822,428	732,986	652,298	732,986	(80,688)	-11.0%	718,176
Vote 7 - Office of the City Manager	2,288	813	2,696	2,063	2,696	(633)	-23.5%	2,629
Vote 8 - Safety & Security	158,094	196,078	212,649	189,928	212,649	(22,720)	-10.7%	209,890
Vote 9 - Spatial Planning & Environment	34,566	107,025	62,253	36,566	62,253	(25,687)	-41.3%	43,494
Vote 10 - Transport	1,008,888	1,234,574	1,169,139	872,655	1,169,139	(296,484)	-25.4%	998,639
Vote 11 - Urban Management	17,308	13,620	23,477	18,433	23,477	(5,044)	-21.5%	23,356
Vote 12 - Water & Waste	1,928,837	4,005,167	2,675,289	1,601,023	2,675,289	(1,074,266)	-40.2%	1,926,231
Total Capital Multi-year expenditure	5,603,619	8,407,556	6,636,132	4,861,402	6,636,132	(1,774,730)	-26.7%	5,555,637

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

- Energy & Climate Change (R143.0 million under)**

The negative variance reflects on the following projects:

- Steenbras - Reline Steel Penstock, due to delays resulting from late award of tenders.
- System Infrastructure - South Area C FY19, where a major project in Gugulethu has been placed on hold due to shooting incident on site.
- Electrification Area E FY19, where savings realised were realised.

- Blue Downs Streetlighting Depot, where the contractor was not able to commence with boundary and fence line.
- Bloemhof Network Control Centre, where practical completion is to be determined once site inspection is completed.

88% spend is forecasted for the projects currently on the budget.

- **Transport (R296.5 million under)**

The negative variance is mainly attributed to an accumulation of slower than anticipated expenditure on the following project/programme:

- Bosmansdam dualling, where a deviation report is still being finalised by the Urban Development Implementation department in terms of the requirements from the City Manager's office.
- Public Transport Interchange Programme, where the minor upgrade programme is underway. Works at Blackheath, Kuilsriver, Atlantis, Fish Hoek, Eerste River and Melton Rose have commenced and will continue into the next financial year as planned and budgeted for.
- Integrated Bus Rapid Transit System, where the latest cash flow projections received from the contractor indicates that the full budget allocated to the MyCiTi building upgrades will not be spent in this financial year. The CCTV project has also experienced problems with connectivity in Khayelitsha with the result that a portion of the budget allocation will not be spent in this financial year.
- Congestion Relief Programme, due to:
 - The impact of poor/slow performance from the contractor in respect of Langverwacht Road project;
 - The procurement strategy detailed design stage review in respect of Traffic Safety Measures (TSM) projects where the technical assessment determined the risk too high to implement via existing framework contracts;
 - The difficult negotiation process associated with land acquisition in respect of Saxdown (Estate Late) and De Waal Main Road (part expropriation); and
 - The time taken to obtain legal guidance in preparing a deviation report to allow the City to contribute to a public road scheme upgrade undertaken in terms of an Engineering Services agreement under the Development Services Policy.

85% spend is forecasted for the projects currently on the budget.

- **Water & Waste:**

- Water & Sanitation Management department (R1 000.1 million under)**

The department will underspend its 2018/19 capital budget. This is primarily due the New Water Programme (NWP), which was created during the drought/emergency period to deliver additional supply of water resulting in projects being prepared via a "business unusual" methodology. Delays experienced i.e. access to properties etc. have resulted in slower than anticipated progress for groundwater explorations in the Cape Flats, Table Mountain Group (TMG) and Atlantis aquifers. Other reasons include successful appeals on Baden Powell water supply project, unresolved land acquisitions on Fisantekraal WWTW expansion project, and poor supplier performance on the provision of large water meters.

69% spend is forecasted for the projects currently on the budget.

- **Solid Waste Management department (R73.9 million under)**

The department's negative variance reflects mainly against the following projects:

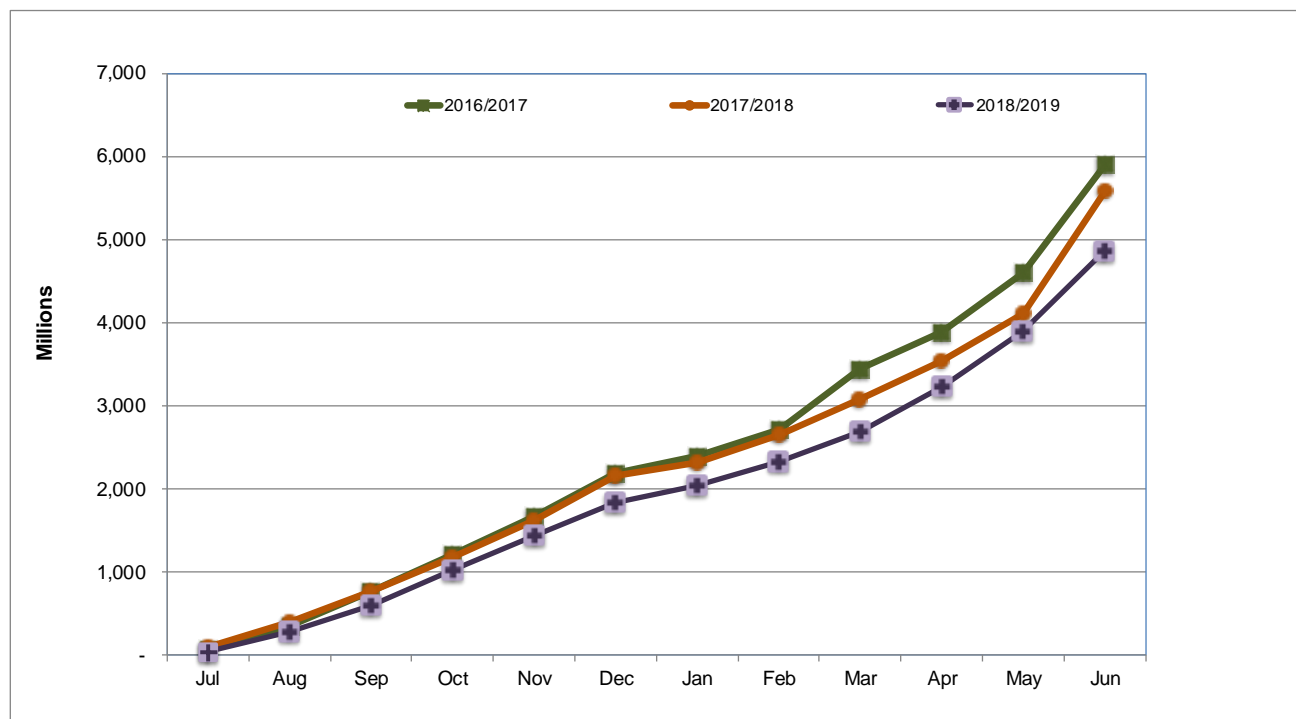
- Kuilsriver and Schaapkraal depots, due several Bid Evaluation Committee (BEC) delays;
- Scottsdene Depot, where building plan approval and obtaining the construction permit was delayed;
- Weltevreden bag store, where the contract was terminated and the application for transversal use of contract to complete outstanding works was declined by Supply Chain Management with further motivations being sent to Supply Chain Management for consideration. A new tender process is to follow in 2019/20 as the existing term tenders cannot be used to complete works. Construction to start in 2020/21.
- Retreat drop-off (multi-funded project), where the contractor made a slow start, due to the Builder's Holiday in December 2018 resulting in construction not being finished by 30 June 2019.
- Coastal Park material recovery facility, where delays were experienced due to local content procurement issue requiring clarification.

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

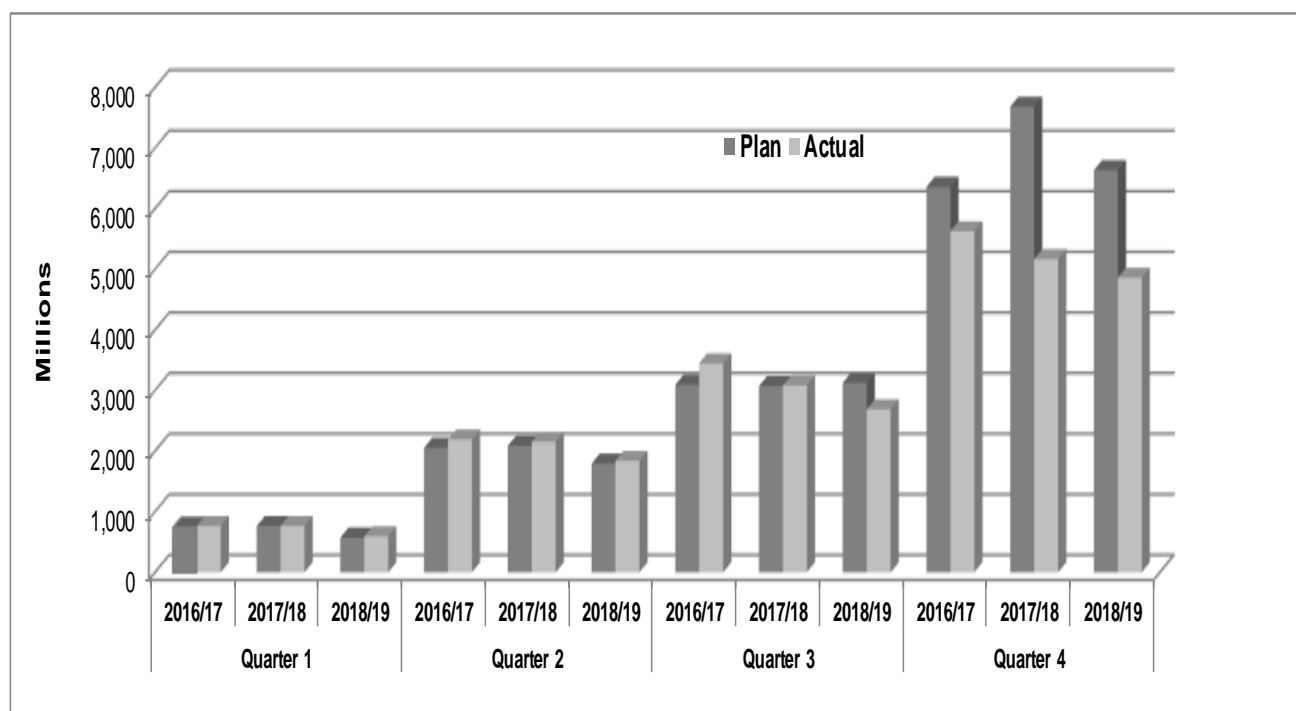
Detailed explanations and remedial action on variances on the capital budget can be found in *Table SC1: Material variance explanations for capital expenditure by vote* on page 56.

Capital expenditure trend over the current- and past two years

The graph below shows the City's capital expenditure trend for 2016/17, 2017/18 and 2018/19.



The capital expenditure quarterly trend for the 2016/17, 2017/18 and 2018/19 financial years is graphically illustrated below.



Status of certain major capital programmes/projects in the City

Programme or Major Project	Current Budget	YTD Planned Spend	YTD Actual Spend	YTD Variance	Status of project - June 2019
IRT Phase 2 A	203,000,000	203,000,000	159,777,468.08	-43,222,531.92	This project funds the implementation of the IRT Depot Enabling Works, Jan Smuts Drive and Stock Road infrastructure projects, as well as the ongoing professional service appointments for the roll out of the IRT Phase 2A. The year-to-date variance will decrease as invoices are received for the final period in 2018/19. Some of the invoices received have, however, been lower than anticipated, due to challenges experienced on site, which will result in a negative variance in 2018/19. The IRT station design in particular is not as far advanced as anticipated, due to delays in finalising the station typology.
Dark Fibre Broadband Infrastructure	107,618,516	107,618,516	95,994,442.92	-11,624,073.08	Project remains behind forecasted spend due to delays resulting from the Auditor General's findings and tenders being put on hold. Awaiting outstanding invoices from vendor; project manager is liaising with vendor.
Non-Motorised Transport Programme	95,950,261	95,950,261	75,384,785.07	-20,565,475.93	This programme is comprised of individual projects to implement NMT infrastructure in Blaauwberg North, Durbanville, Edgemead and Bothasig, Manenberg and Milnerton. It also funds a number of smaller infrastructure projects, including NMT facilities in Constantia Main Road, Herschell Walk and Strandfontein Road. The negative variance is primarily as a result of the delayed commencement of the Durbanville NMT project, the award of which was subject to an appeal, and the Milnerton Wooden Bridge project, which suffered a delay in the delivery of imported timber.
Congestion Relief Projects	88,501,364	88,501,364	37,012,360.16	-51,489,003.84	Funds will be paid over to the developer in terms of the Services Level Agreement, which is being entered into between the City and the developer. The deviation report approval is pending legal review. Construction commenced 16 July 2018. The contractor has been given an instruction to reduce the scope to only allow for the developer's contribution and not the City's contribution as the deviation report has not been approved yet.
Upgrading Solid Waste facilities	71,659,069	71,659,069	43,603,424.77	-28,055,644.23	Final design completed. Award of construction tender was made on 5 November 2018 with site hand over on 26 March 2019. Delays are as a result of several Bid Evaluation Committee (BEC) meetings held, due to clarification required from tenderers. A roll over is required to complete the construction. There were also initial delays as a result of building plan approvals and obtaining the construction permit. Contractor has also delayed in obtaining the guarantees. Construction expenditure only commenced in May 2019.
Replace & Upgr Sewer City wide	64,067,000	60,634,785	17,224,108.18	-43,410,676.82	Majority of the projects have been completed; invoices to be submitted by contractors. Some construction projects were delayed due to densified underground services. Four term tenders are currently active: 1. 30Q/2016/17: Works projects. 2. 63Q/2016/17: Work is ongoing for the emergency repairs and maintenance of sewer infrastructure at different locations Citywide 3. 204Q/2016/17: From the 8 projects issued only 1 project could not be implemented within this financial year. 4. 62Q/2017/2018: The 6 projects issued for this financial year have been completed as per milestones set.
System Equipment Replacement: East	178,100,000	178,100,000	167,922,320.17	-10,177,679.83	Project completed; final invoice to be processed. Savings to be realised.

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Programme or Major Project	Current Budget	YTD Planned Spend	YTD Actual Spend	YTD Variance	Status of project - June 2019
Replace & Upgrade Water Network	63,661,200	63,661,200	38,811,640.52	-24,849,559.48	Project implementation delayed due to the late award of tender 64Q, which is primarily used for trenchless replacement of water network. This delay will result in an under expenditure in 2018/19.
Roads: Rehabilitation	43,924,346	43,924,346	34,816,236.33	-9,108,109.67	The Roads: Rehabilitation Programme primarily funds the upgrading of concrete roads in poorer areas of the City. This programme also funds the project to rehabilitate Sir Lowry's Pass Road in Somerset West. Community intervention is a constant challenge and has delayed a number of projects in 2018/19. Although steps are taken to mitigate the impact of these delays as far as possible, the impact thereof can be seen in the negative variance that is reflected.
Metro Roads: Reconstruction	62,911,069	62,911,069	36,840,660.91	-26,070,408.09	Project delayed due to USDG application approval taking longer than anticipated. This budget allocation is being used by the Parow District office to address, in part, the backlog of footway construction in the region. Term tenders are in place, various footway projects have been initiated.
Asset Management Programme	74,789,541	74,789,541	72,900,171.65	-1,889,369.35	Project completed; awaiting final invoice to be submitted. Savings to be realised.
Electrification	82,120,693	82,120,693	61,711,617.80	-20,409,075.20	Projects completed; awaiting final invoices to be submitted. Savings to be realised.
Service Connections: Quote	80,700,000	80,700,000	76,731,058.87	-3,968,941.13	Projects completed; final invoice to be processed. Savings to be realised.
MV Switchgear Refurbishment	20,100,000	20,100,000	18,304,631.55	-1,795,368.45	Projects completed; final invoice to be processed. Savings to be realised.
Public Transport Interchange (PTI) Programme	44,899,391	36,154,658	23,889,005.09	-12,265,652.91	PTI minor upgrades, including upgrades to building infrastructure, were completed at the following interchanges: Cape Town Station, Gugulethu, Grassy Park, Bellville, Potsdam, Mitchells Plain, Nyanga Central and work is currently underway at Blackheath, Kuilsriver, Atlantis, Fish Hoek, Eersterivier and Melton Rose and will continue into the next financial year as planned and budgeted for. Unspent committed funds for 2018/19 will be rolled over to 2019/20 in the August 2019 adjustments budget.

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Programme or Major Project	Current Budget	YTD Planned Spend	YTD Actual Spend	YTD Variance	Status of project - June 2019
Electricity Facilities	23,095,896	23,095,896	2,321,594.14	-20,774,301.86	The project is behind schedule due to the inability to commence with the boundary and fence line, as well as failure to appoint a sub-contractor to build the boundary fence line. The foundations for the facility building have been cast and some building has taken place but it is not yet at the height as per the submitted baseline programme, due to insufficient resources being available for this type of work. The anticipated completion date is still 22 January 2020. All tenders are in place. Permission has been granted to make use of tender 420C/2014/15 for the construction monitoring of this project. Tender 420C/2014/15 expires in October 2019, hence another S116 process is to follow in order to continue to make use of tender 420C/2014/15 for construction monitoring of this project until completion.
MV System Infrastructure	49,353,680	49,353,680	38,000,793.70	-11,352,886.30	Project completed. Underspend due to the Gugulethu Ikapa project being placed on hold due to a shooting incident on site.
Upgrading of drop-off facilities	4,728,291	4,728,291	966,673.60	-3,761,617.40	Awaiting invoice from consultants. Project manager following up on outstanding invoices.
Street Lighting	61,049,636	61,049,636	53,159,050.49	-7,890,585.51	Projects completed; final invoices to be processed. Savings to be realised.
Meter Replacement Programme	251,400,000	251,400,000	161,169,132.81	-90,230,867.19	The Indigent Leaks programme under tender 177Q/2015/16 was placed on hold to consolidate the meter settings, write-offs, indigent billing and focus on quality. The inability of contract 37G/2015/16 to supply 50mm to 150mm large water meters further contributed to the underspend.
	1,671,629,953	1,659,453,005	1,216,541,177	442,911,828.19	

CASH AND CASH EQUIVALENTS

The City's cash and cash equivalents was R9 264 million at 30 June 2019.

Outstanding commitments against Cash and Cash Equivalents are reflected in the table below.

Item	Previous Month	Current Month
R'Thousands		
Closing Cash Balance	15,073,831	14,203,031
Unspent Conditional Grants	2,230,579	2,230,579
Housing Development	367,938	367,938
MTAB	16,528	16,528
Trust Funds	830	830
Financial commitments	1,504,000	1,504,000
Sinking Funds	-	-
Insurance reserves	514,773	514,773
CRR	2,163,523	2,163,523
TOTAL	6,798,171	6,798,171
TOTAL cash resources - committed working capital	8,275,660	7,404,860

Details on the cash flow can be found in *Table C7: Monthly Budget Statement - Cash Flow* on page 34.

The City's investment portfolio breakdown can be found in *Table SC5 Monthly Budget Statement investment portfolio* on page 63.

The monthly actual and targets can be found in *Table SC9: Monthly Budget Statement - Actual and revised targets for cash receipts and cash flows* on page 73.

GRANT UTILISATION

Description	Budget Year 2018/19						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							
Total operating expenditure of Transfers and Grants	4,245,472	4,811,066	3,934,887	4,811,066	(825,745)	-17.2%	4,811,066
Total capital expenditure of Transfers and Grants	2,144,096	2,590,822	1,874,494	2,590,822	(716,328)	-27.6%	2,213,884
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	6,389,567	7,401,888	5,809,381	7,401,888	(1,542,073)	-20.8%	7,024,950

Detailed information on transfers and grants per funding source is reflected in *Table SC7 Monthly Budget Statement transfers and grants expenditure* on page 68.

CREDITORS

Creditors Analysis

R thousands	Budget Year 2018/19								Total
	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 Creditors	519,226	694	–	5	(7)	–	(1,074)	2,230	521,074

The City's creditors are paid within 30 days as stipulated in the MFMA. Outstanding creditors older than 31 days are due to, inter alia, debit balances to be deducted from next payment run, amended invoices to be provided by suppliers, manual clearings to be processed, and legal-related matters.

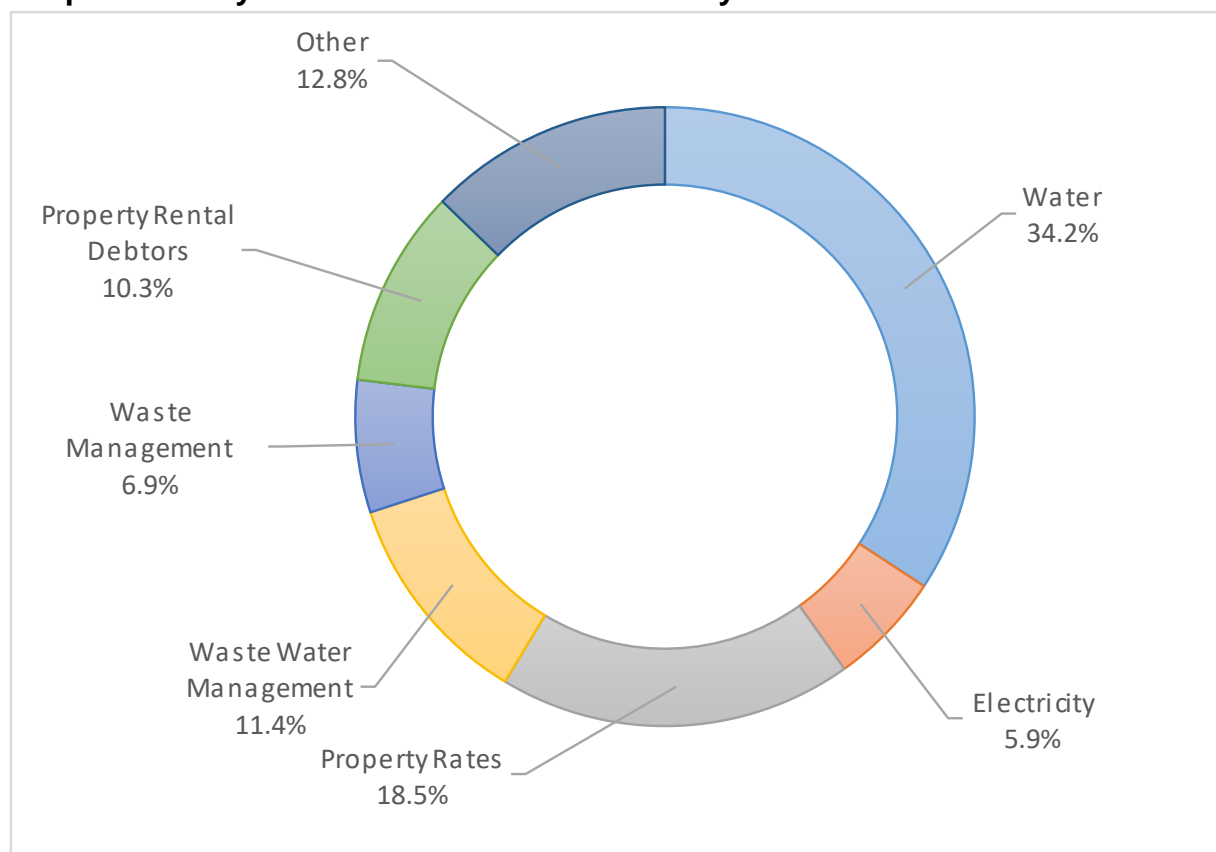
The City has an existing continuous management follow-up control system in place to facilitate the ultimate payment of these invoices.

DEBTORS

Debtors Age Analysis

Description	Budget Year 2018/19								
	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	2,120,748	24.2%	468,451	5.4%	339,111	3.9%	5,820,579	66.5%	8,748,889
2017/18 - totals only	2,640,611	29.1%	531,297	5.8%	422,264	4.6%	5,489,453	60.4%	9,083,625
Movement	(519,864)		(62,846)		(83,152)		331,126		(334,736)
% Increase/(Decrease) year on year		-19.7%		-11.8%		-19.7%		6.0%	-3.69%

Graphical Analysis of debtors older than 90 days



Top 10 Commercial debtors - Age Analysis

Account Owner Name	Total	Current	30	60	90	120	150	180	365	>365	Comments
Cape Peninsula University	R 28,131,082.72	R 0.00	R 0.00	R 0.00	R 0.00	R 28,131,082.72	R 0.00	R 0.00	R 0.00	R 0.00	The arrears are for billed Property Rates from 2016 to February 2019. There is currently a valuation objection on the account, however, the entity has entered into a payment arrangement with the City while the objection is being dealt with. This reflects the commitment and willingness of the entity to make payment.
Basfour 2295 (Proprietary)	R 25,725,889.52	R 1,957,214.02	R 2,048,624.09	R 4,980,608.58	R 152,703.69	R 421,526.04	R 1,770,545.48	R 14,396,941.62	-R 757.00	-R 1,517.00	There is an active arrangement to pay the current account in full and an agreed amount towards the arrears. The payment arrangement is being adhered to.
Chruch Methodist	R 25,065,219.69	R 0.00	R 0.00	R 0.00	R 117,767.82	R 145,126.13	R 357,719.61	R 561,679.85	R 11,249,281.37	R 12,633,644.91	The Church is in the process of transferring the land to the identified beneficiaries. The City is to assist with the property transfers in adherence to approved policies. The Water & Sanitation Management department is in the process of obtaining actual readings for the account to be adjusted accordingly. The Valuations department will correct the municipal property value (as per General Valuation 2018(GV18)) through the appropriate processes. The erf is being used as a multipurpose consisting of a school, a church and an informal settlement. Interest was reversed and an interest lock activated to control further accumulation of debt. Water connections have been installed for individual properties and water pressure has been reduced to control water consumption and reduce water losses/wastage. There are active discussions and investigations on the best process to effectively assist and resolve all issues relating to the properties.
Moslem Cemetry Board Trustees	R 13,023,712.02	-R 465.22	R 0.00	R 0.00	R 0.00	R 67,346.82	R 67,239.95	R 65,468.15	R 381,637.43	R 12,442,484.89	The cemetery is owned by a NPO who is struggling to manage the administration and funding of the relevant cemeteries. The Head: Cemetery Management Unit, in a meeting held on 5 July 2019, committed to taking up all similar cases for decision by senior management.
Mitchells Plain Foundation	R 11,443,275.75	R 169,776.61	R 160,370.26	R 155,471.35	R 1,086,821.78	R 947,417.58	R 0.00	R 0.00	R 18.24	R 8,923,399.93	The 2018/19 PBO Rates Rebate Application is in the process of being assessed. The foundation is awaiting updates of the registration from the Department of Social Development (DSD). However, the Foundation continues to make regular payments in adherence to the agreed payment arrangement while waiting for the rebate application process to be finalised.
Zonnebloem College	R 11,010,571.44	R 191,480.87	R 173,064.69	R 166,911.38	R 162,158.71	R 0.00	R 0.00	R 0.00	R 787,876.13	R 9,529,079.66	The Trust confirmed that they've processed and submitted the required information to be registered as an NPO to SARS; this will allow them to apply for a Rates rebate. The monthly payments are being made on the account as per the agreed payment arrangement while the registration process is being finalised.
Cornucopia Trust	R 8,391,910.04	R 1,072,675.40	R 1,215,533.63	R 892.14	R 1,587,609.23	R 0.00	-R 757.00	R 0.00	R 4,515,956.64	R 0.00	There is an active arrangement to pay the current account in full and an agreed amount towards the arrears. The payment arrangement is being adhered to.

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Account Owner Name	Total	Current	30	60	90	120	150	180	365	>365	Comments
Church Methodist	R 7,958,904.70	R 45,664.24	R 40,588.99	R 35,263.55	R 42,627.62	R 45,673.36	R 140,946.84	R 189,343.82	R 5,285,578.01	R 2,133,218.27	The Church is in the process of transferring the land to the identified beneficiaries. The City is to assist with the property transfers in adherence to approved policies. The Water & Sanitation Management department is in the process of obtaining actual readings for the account to be adjusted accordingly. The Valuations department will correct the municipal property value (as per General Valuation 2018(GV18)) through the appropriate processes. The erf is being used as a multipurpose consisting of a school, a church and an informal settlement. Interest was reversed and an interest lock was activated to control further accumulation of debt. Water connections have been installed for individual properties and water pressure has been reduced to control water consumption and reduce water losses/wastage. There are active discussions and investigations on the best process to effectively assist and resolve all issues relating to the properties.
Myriad Trust	R 6,668,059.32	R 886,475.86	R 909,436.23	R 940,688.08	R 856,156.28	R 883,837.49	R 1,687,458.65	R 0.00	R 988,506.73	-R 484,500.00	There is an active arrangement to pay the current account in full and an agreed amount towards the arrears. The payment arrangement is being adhered to.
CP Saagmeule PTY LTD	R 6,322,629.71	R 44,353.41	R 88,716.12	R 44,353.41	R 44,362.53	R 44,353.32	R 44,353.32	R 44,362.44	R 295,746.97	R 5,672,028.19	The City's attorneys are in a process of drafting an application for a Warrant of Execution in an attempt to recover the debt outstanding.

Top 10 Commercial debtors service charges breakdown

Account Owner Name	Other	Electricity	Water	Sewerage	Refuse	Rates	Security deposit	Sundries	TOTAL
Cape Peninsula University	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 28,131,082.72	R 0.00	R 0.00	R 28,131,082.72
Basfour 2295 (Propriety)	R 0.00	R 0.00	R 747,421.01	R 616,981.98	R 0.00	R 7,643,879.95	R 16,717,606.58	R 0.00	R 25,725,889.52
Church Methodist	R 23.66	R 0.00	R 25,002,715.34	R 62,480.69	R 0.00	R 0.00	R 0.00	R 0.00	R 25,065,219.69
Moslem Cemetery Board Trustees	R 6,673.63	R 1,225.40	R 4,331.25	R 248,323.28	R 47,812.47	R 12,580,240.12	R 0.00	R 135,105.87	R 13,023,712.02
Mitchells Plain Foundation	R 12,679.28	R 4,537,304.11	R 2,542,169.76	R 1,922,835.57	R 419,608.11	R 2,008,678.92	R 0.00	R 0.00	R 11,443,275.75
Zonnebloem College	R 31,214.44	R 0.00	R 678,207.11	R 597,820.52	R 62,516.39	R 9,617,457.26	R 0.00	R 23,355.72	R 11,010,571.44
Cornucopia Trust	R 0.00	R 0.00	R 427,865.35	R 340,446.04	R 0.00	R 6,321,923.07	R 1,301,675.58	R 0.00	R 8,391,910.04
Church Methodist	R 817.35	R 0.00	R 7,895,834.58	R 62,252.77	R 0.00	R 0.00	R 0.00	R 0.00	R 7,958,904.70
Myriad Trust	R 9.36	R 6,668,049.96	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 6,668,059.32
CP Saagmeule PTY LTD	R 27.99	R 0.00	R 6,322,601.72	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 6,322,629.71

TOP 10 Residential debtors - Age Analysis

Account Owner Name	Total	Current	30	60	90	120	150	180	365	>365	Comments
Amakhaya Ngoku ("Homes Now")	R 13,660,962.77	R 159,023.37	R 0.00	R 171,923.10	R 155,760.80	R 176,994.99	R 315,531.78	R 280,830.02	R 2,995,890.55	R 9,405,008.16	This an individual unit ownership complex but no formal body corporate has been formed as required. The appointed board is not effectively performing its roles. In order to manage and control further accumulation of debt, the water pressure has been reduced to manage consumption as well as to reduce water losses/wastage.
Ndabeni Communal Property	R 5,518,133.05	R 192,740.51	R 18,136.06	R 98,246.68	R 100,492.88	R 123,429.22	R 108,054.03	R 110,497.53	R 556,605.97	R 4,209,930.17	This is a land restitution case and the beneficiaries' representatives, appointed by the High Court, submitted an offer in full and final settlement. The City has negotiations with them and a dunning lock is pending until 31 July 2019 for a resolution to the matter.
Portia Holly	R 4,543,725.96	R 30,446.14	R 31,731.20	R 316,015.36	R 0.00	R 0.00	R 0.00	R 0.00	R 153,688.64	R 4,011,844.62	The Water Management Device was installed on the property in July 2018, however, high water usage continues to be billed. The Water and Sanitation Management department is investigating the possibility of leaks and will be taking appropriate action.
Sandpiper Mansions Body Corp	R 4,417,043.74	R 85,511.20	R 100,454.87	R 75,499.61	R 43,474.61	R 47,771.95	R 46,140.67	R 47,538.08	R 796,914.48	R 3,173,738.27	The body corporate has installed individual water meters for each unit. A meeting was entered into between the City and the debtor, which resulted in payments from April 2019 and an agreed payment arrangement.
The Friends of Bathandwa Trust	R 4,197,096.50	R 391,108.46	R 65,663.80	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 634,788.67	R 3,105,535.57	This property is operating as a crèche. According to the Trustees of The Friends of Bathandwa, the crèche is occupying the property illegally. However, the crèche claims to have legal documents allowing them to occupy and utilise the property. The City had requested all relevant documentation but has not received anything thus far. Summonses were issued and successfully delivered and an instruction has been given to the City's appointed attorney to proceed with the judgement phase. There continues to be high water usage although the Water & Sanitation Management department reported to have assessed the property for leaks.
Mlawuli Lawrence Zondani	R 4,052,714.44	R 24,396.80	R 29,550.90	R 24,468.81	R 29,548.54	R 24,143.49	R 28,593.47	R 25,661.20	R 1,354,394.35	R 2,511,956.88	A water management device has been installed at the property, however, high water usage continues to be billed. The Water & Sanitation Management department is investigating the possibility of leaks and will be taking appropriate action.

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Account Owner Name	Total	Current	30	60	90	120	150	180	365	>365	Comments
Silvermist Mountain Lodge Body Corporate	R 3,771,454.02	R 94,402.11	R 84,442.37	R 82,047.52	R 87,577.03	R 104,843.87	R 102,834.70	R 86,426.63	R 3,097,353.47	R 31,526.32	Investigations to ascertain the cause of the high electricity and water consumption/billing are ongoing. The property valuation dispute is also being dealt with. The current account payments are being maintained while investigations are underway.
Park Road Place	R 3,418,546.54	R 24,892.32	R 41,530.27	R 46,660.84	R 48,197.15	R 67,971.95	R 24,646.66	R 28,776.78	R 3,135,870.57	R 0.00	The debtor is disputing the water charges and has applied for a meter test. There is an interim payment arrangement while the dispute is being investigated.
Curnick Mnyamezeli Nonkwelo	R 3,081,031.39	R 19,501.75	R 21,966.19	R 224,744.16	R 0.00	R 0.00	R 0.00	R 0.00	R 370,873.03	R 2,443,946.26	This property is deemed as an indigent property in terms of relevant City policies. The properties continues to have high water usage. The Water & Sanitation Management department is currently investigating the cause and will take appropriate action.
Reginald Mzwandile Mondl	R 3,075,006.00	R 35,048.10	R 21,599.17	R 35,047.80	R 41,713.49	R 40,033.07	R 41,712.73	R 26,722.78	R 2,832,884.54	R 244.32	This property is deemed as an indigent property in terms of relevant City policies. The properties continues to have high water usage. The Water & Sanitation Management department is currently investigating the cause and will take appropriate action.

Top 10 Residential debtors service charges breakdown

Account Owner Name	Other	Electricity	Water	Sewerage	Refuse	Rates	SECD	Sundries	TOTAL
Amakhaya Ngoku ("Homes Now")	R 452.10	R 0.00	R 6,350,272.61	R 6,416,790.15	R 893,447.91	R 0.00	R 0.00	R 0.00	R 13,660,962.77
Ndabeni Communal Property	R 10,644.54	R 0.00	R 5,212.34	R 5,212.34	R 4,952.58	R 4,969,683.49	R 0.00	R 522,427.76	R 5,518,133.05
Portia Holly	R 125.60	R 0.00	R 4,507,543.84	R 33,076.08	R 2,980.44	R 0.00	R 0.00	R 0.00	R 4,543,725.96
Sandpiper Mansions BodyCorp	R 201.99	R 0.00	R 2,078,209.03	R 2,035,571.28	R 303,061.44	R 0.00	R 0.00	R 0.00	R 4,417,043.74
The Friends of Bathandwa Trust	R 109.33	R 0.00	R 3,912,769.24	R 256,729.21	R 8,625.24	R 18,863.48	R 0.00	R 0.00	R 4,197,096.50
Mlawuli Lawrence Zondani	R 429.58	R 0.00	R 3,963,211.97	R 82,316.93	R 6,750.86	R 5.10	R 0.00	R 0.00	R 4,052,714.44
Silvermist Mountain Lodge Body Corporate	R 36.48	R 3,388,387.74	R 372,433.29	R 0.00	R 10,454.31	R 142.20	R 0.00	R 0.00	R 3,771,454.02
Park Road Place	R 9.12	R 0.00	R 2,592,098.94	R 781,701.13	R 44,737.35	R 0.00	R 0.00	R 0.00	R 3,418,546.54
Curnick Mnyamezeli Nonkwelo	R 310.12	R 0.00	R 3,015,199.12	R 57,954.91	R 7,472.51	R 94.73	R 0.00	R 0.00	R 3,081,031.39
Reginald Mzwandile Mondl	R 28.87	R 0.00	R 3,065,028.44	R 9,069.95	R 878.74	R 0.00	R 0.00	R 0.00	R 3,075,006.00

IN YEAR BUDGET STATEMENT TABLES

Table C1: Monthly 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	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Financial Performance								
Property rates	8,669,308	9,361,952	9,362,895	9,511,194	9,362,895	148,299	1.6%	9,511,194
Service charges	17,019,653	19,179,838	19,476,569	19,035,567	19,476,569	(441,001)	-2.3%	19,035,567
Investment revenue	877,984	936,513	940,288	993,849	940,288	53,561	5.7%	993,849
Transfers and subsidies	6,450,645	6,803,608	7,369,203	6,615,901	7,369,203	(753,302)	-10.2%	6,615,901
Other own revenue	3,769,321	3,067,907	3,033,368	3,651,101	3,033,368	617,733	20.4%	3,651,101
Total Revenue (excluding capital transfers and contributions)	36,786,911	39,349,818	40,182,322	39,807,613	40,182,322	(374,710)	-0.9%	39,807,613
Employee costs	10,865,323	12,920,115	12,514,850	11,553,988	12,514,850	(960,862)	-7.7%	11,553,988
Remuneration of Councillors	154,923	169,640	169,640	161,297	169,640	(8,343)	-4.9%	161,297
Depreciation & asset impairment	2,578,561	2,814,336	2,850,051	2,747,092	2,850,051	(102,959)	-3.6%	2,747,092
Finance charges	781,948	1,089,285	906,445	799,930	906,445	(106,514)	-11.8%	799,930
Materials and bulk purchases	9,345,475	10,742,417	10,345,579	9,916,685	10,345,579	(428,894)	-4.1%	9,916,685
Transfers and subsidies	408,037	333,807	483,845	382,358	483,845	(101,487)	-21.0%	382,358
Other expenditure	8,767,007	11,194,339	11,228,341	9,709,110	11,228,341	(1,519,231)	-13.5%	9,709,110
Total Expenditure	32,901,274	39,263,938	38,498,749	35,270,460	38,498,749	(3,228,290)	-8.4%	35,270,460
Surplus/(Deficit)	3,885,637	85,879	1,683,573	4,537,153	1,683,573	2,853,580	169.5%	4,537,153
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1,732,882	2,067,896	2,536,296	1,477,642	2,536,296	(1,058,654)	-41.7%	1,477,642
Contributions & Contributed assets	78,248	76,200	54,526	46,264	54,526	(8,262)	-15.2%	46,264
Surplus/(Deficit) after capital transfers & contributions	5,696,766	2,229,975	4,274,395	6,061,059	4,274,395	1,786,664	41.8%	6,061,059
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	5,696,766	2,229,975	4,274,395	6,061,059	4,274,395	1,786,664	41.8%	6,061,059
Capital expenditure & funds sources								
Capital expenditure	5,603,619	8,407,556	6,636,132	4,861,402	6,636,132	(1,774,730)	-26.7%	5,555,637
Capital transfers recognised	1,732,882	2,067,896	2,536,296	1,826,378	2,536,296	(709,919)	-28.0%	2,162,525
Public contributions & donations	72,532	76,200	54,526	48,116	54,526	(6,409)	-11.8%	51,359
Borrowing	2,533,155	4,000,000	500,000	363,124	500,000	(136,876)	-27.4%	404,781
Internally generated funds	1,265,050	2,263,460	3,545,310	2,623,784	3,545,310	(921,526)	-26.0%	2,936,972
Total sources of capital funds	5,603,619	8,407,556	6,636,132	4,861,402	6,636,132	(1,774,730)	-26.7%	5,555,637
Financial position								
Total current assets	14,968,444	15,622,361	20,472,425	14,234,540				20,472,425
Total non current assets	49,601,006	56,541,886	52,845,678	55,383,068				52,845,678
Total current liabilities	8,876,008	12,459,589	11,669,265	8,212,075				11,669,265
Total non current liabilities	12,717,712	16,872,693	14,289,354	12,543,129				14,289,354
Community wealth/Equity	42,975,729	42,831,965	47,359,484	48,862,405				47,359,484
Cash flows								
Net cash from (used) operating	7,349,603	4,809,613	7,783,578	8,265,481	7,783,579	(481,902)	-6.2%	7,783,578
Net cash from (used) investing	(6,037,208)	(7,683,492)	(6,089,669)	(4,358,489)	(6,089,669)	(1,731,179)	28.4%	(6,089,669)
Net cash from (used) financing	724,030	3,556,102	212,247	(129,500)	212,247	341,747	161.0%	212,247
Cash/cash equivalents at the month/year end	5,486,618	5,810,803	7,392,775	9,264,110	7,392,776	(1,871,335)	-25.3%	7,392,775
Debtors & creditors analysis								
	0-30 Days	31-60 Days	61-90 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis								
Total By Income Source	2,120,748	468,451	339,111	167,716	155,997	1,334,772	3,964,920	8,748,889
Creditors Age Analysis								
Total Creditors	519,226	694	-	(7)	-	(1,074)	2,230	521,074

Table C2: Monthly Budget Statement - 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	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue - Functional								
Governance and administration	14,271,943	14,763,272	14,805,339	15,085,004	14,805,339	279,665	1.9%	15,085,004
Executive and council	849	3,240	3,219	1,074	3,219	(2,145)	-66.6%	1,074
Finance and administration	14,271,074	14,760,024	14,802,117	15,083,922	14,802,117	281,805	1.9%	15,083,922
Internal audit	20	8	3	8	3	5	180.2%	8
Community and public safety	1,709,404	1,861,831	2,229,465	1,527,785	2,229,465	(701,680)	-31.5%	1,527,785
Community and social services	117,303	130,825	154,557	104,201	154,557	(50,356)	-32.6%	104,201
Sport and recreation	83,533	91,320	96,417	69,845	96,417	(26,572)	-27.6%	69,845
Public safety	36,980	11,726	46,731	35,669	46,731	(11,062)	-23.7%	35,669
Housing	1,091,120	1,211,961	1,531,667	1,007,988	1,531,667	(523,679)	-34.2%	1,007,988
Health	380,469	415,999	400,093	310,082	400,093	(90,011)	-22.5%	310,082
Economic and environmental services	3,247,954	3,188,342	3,261,732	3,199,942	3,261,732	(61,790)	-1.9%	3,199,942
Planning and development	351,649	369,522	377,987	357,712	377,987	(20,275)	-5.4%	357,712
Road transport	2,887,880	2,805,489	2,848,122	2,821,440	2,848,122	(26,682)	-0.9%	2,821,440
Environmental protection	8,425	13,331	35,622	20,789	35,622	(14,833)	-41.6%	20,789
Trading services	19,366,263	21,673,945	22,470,084	21,510,680	22,470,084	(959,405)	-4.3%	21,510,680
Energy sources	12,386,476	13,086,625	13,507,735	13,491,049	13,507,735	(16,686)	-0.1%	13,491,049
Water management	3,640,245	4,650,411	5,167,293	4,514,489	5,167,293	(652,804)	-12.6%	4,514,489
Waste water management	1,864,535	2,311,354	2,215,719	1,926,441	2,215,719	(289,278)	-13.1%	1,926,441
Waste management	1,475,007	1,625,554	1,579,336	1,578,700	1,579,336	(636)	0.0%	1,578,700
Other	2,477	6,524	6,524	8,108	6,524	1,585	24.3%	8,108
Total Revenue - Functional	38,598,041	41,493,914	42,773,144	41,331,519	42,773,144	(1,441,626)	-3.4%	41,331,519
Expenditure - Functional								
Governance and administration	6,785,360	8,518,213	8,237,958	7,265,604	8,237,958	(972,354)	-11.8%	7,265,604
Executive and council	398,148	450,141	456,656	439,651	456,656	(17,005)	-3.7%	439,651
Finance and administration	6,344,903	8,016,956	7,735,331	6,783,372	7,735,331	(951,959)	-12.3%	6,783,372
Internal audit	42,309	51,116	45,970	42,581	45,970	(3,390)	-7.4%	42,581
Community and public safety	4,717,683	5,101,875	5,341,506	4,933,379	5,341,506	(408,127)	-7.6%	4,933,379
Community and social services	852,925	894,025	902,676	878,581	902,676	(24,095)	-2.7%	878,581
Sport and recreation	1,111,964	1,174,156	1,128,294	1,135,458	1,128,294	7,164	0.6%	1,135,458
Public safety	547,035	615,325	594,972	571,003	594,972	(23,969)	-4.0%	571,003
Housing	1,129,742	1,239,650	1,541,010	1,206,827	1,541,010	(334,183)	-21.7%	1,206,827
Health	1,076,017	1,178,718	1,174,554	1,141,510	1,174,554	(33,044)	-2.8%	1,141,510
Economic and environmental services	6,083,375	6,551,219	6,809,586	6,414,537	6,809,586	(395,050)	-5.8%	6,414,537
Planning and development	919,377	1,060,444	1,085,224	1,009,025	1,085,224	(76,199)	-7.0%	1,009,025
Road transport	5,035,093	5,353,664	5,567,077	5,264,319	5,567,077	(302,758)	-5.4%	5,264,319
Environmental protection	128,905	137,111	157,285	141,192	157,285	(16,093)	-10.2%	141,192
Trading services	15,226,251	18,995,590	18,000,772	16,555,940	18,000,772	(1,444,832)	-8.0%	16,555,940
Energy sources	9,531,637	10,321,587	10,494,194	10,095,577	10,494,194	(398,617)	-3.8%	10,095,577
Water management	2,626,299	4,823,188	3,824,189	3,040,277	3,824,189	(783,912)	-20.5%	3,040,277
Waste water management	1,360,110	1,935,220	1,753,116	1,655,857	1,753,116	(97,259)	-5.5%	1,655,857
Waste management	1,708,205	1,915,595	1,929,273	1,764,228	1,929,273	(165,045)	-8.6%	1,764,228
Other	88,606	97,042	108,927	101,001	108,927	(7,927)	-7.3%	101,001
Total Expenditure - Functional	32,901,274	39,263,938	38,498,749	35,270,460	38,498,749	(3,228,290)	-8.4%	35,270,460
Surplus/ (Deficit) for the year	5,696,766	2,229,975	4,274,395	6,061,059	4,274,395	1,786,664	41.8%	6,061,059

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

Table C3: Monthly Budget Statement – 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	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue by Vote								
Vote 1 - Community Services & Health	845,742	917,952	938,743	771,414	938,743	(167,329)	-17.8%	771,414
Vote 2 - Corporate Services	88,093	79,950	72,677	60,597	72,677	(12,080)	-16.6%	60,597
Vote 3 - Economic Opportunities & Asset Managemnt	347,908	176,251	176,251	236,574	176,251	60,324	34.2%	236,574
Vote 4 - Energy & Climate Change	12,148,435	12,884,959	13,306,070	13,289,742	13,306,070	(16,328)	-0.1%	13,289,742
Vote 5 - Finance	14,244,329	15,357,286	15,431,477	15,708,185	15,431,477	276,708	1.8%	15,708,185
Vote 6 - Human Settlements	980,249	1,103,933	1,432,039	900,701	1,432,039	(531,338)	-37.1%	900,701
Vote 7 - Office of the City Manager	121	11	6	164	6	158	2715.1%	164
Vote 8 - Safety & Security	1,531,936	1,358,901	1,375,177	1,746,517	1,375,177	371,340	27.0%	1,746,517
Vote 9 - Spatial Planning & Environment	148,821	170,519	184,008	149,243	184,008	(34,765)	-18.9%	149,243
Vote 10 - Transport	1,421,486	1,515,791	1,550,511	1,131,802	1,550,511	(418,709)	-27.0%	1,131,802
Vote 11 - Urban Management	211,783	222,216	234,213	229,221	234,213	(4,992)	-2.1%	229,221
Vote 12 - Water & Waste	6,629,136	7,706,144	8,071,973	7,107,357	8,071,973	(964,616)	-12.0%	7,107,357
Total Revenue by Vote	38,598,041	41,493,914	42,773,144	41,331,518	42,773,144	(1,441,626)	-3.4%	41,331,518
Expenditure by Vote								
Vote 1 - Community Services & Health	3,129,812	3,590,992	3,588,556	3,294,319	3,588,556	(294,238)	-8.2%	3,294,319
Vote 2 - Corporate Services	1,585,561	1,791,434	1,710,372	1,685,913	1,710,372	(24,459)	-1.4%	1,685,913
Vote 3 - Economic Opportunities & Asset Managemnt	1,051,239	1,170,837	1,235,305	1,085,920	1,235,305	(149,385)	-12.1%	1,085,920
Vote 4 - Energy & Climate Change	9,805,546	10,673,982	10,794,201	10,384,706	10,794,201	(409,495)	-3.8%	10,384,706
Vote 5 - Finance	2,543,273	3,156,818	3,073,453	2,703,488	3,073,453	(369,965)	-12.0%	2,703,488
Vote 6 - Human Settlements	1,383,276	1,598,166	1,898,837	1,497,090	1,898,837	(401,748)	-21.2%	1,497,090
Vote 7 - Office of the City Manager	159,585	214,357	210,468	199,345	210,468	(11,123)	-5.3%	199,345
Vote 8 - Safety & Security	2,939,072	3,328,929	3,308,492	3,231,382	3,308,492	(77,110)	-2.3%	3,231,382
Vote 9 - Spatial Planning & Environment	541,000	558,353	594,227	538,035	594,227	(56,191)	-9.5%	538,035
Vote 10 - Transport	3,149,576	3,367,830	3,492,090	3,144,778	3,492,090	(347,312)	-9.9%	3,144,778
Vote 11 - Urban Management	679,351	788,234	769,384	721,949	769,384	(47,436)	-6.2%	721,949
Vote 12 - Water & Waste	5,933,983	9,024,005	7,823,364	6,783,537	7,823,364	(1,039,827)	-13.3%	6,783,537
Total Expenditure by Vote	32,901,274	39,263,938	38,498,749	35,270,460	38,498,749	(3,228,290)	-8.4%	35,270,460
Surplus/ (Deficit) for the year	5,696,766	2,229,975	4,274,395	6,061,059	4,274,395	1,786,664	41.8%	6,061,059

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.)

Table C4: Monthly Budget Statement – 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	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Revenue By Source								
Property rates	8,669,308	9,361,952	9,362,895	9,511,194	9,362,895	148,299	1.6%	9,511,194
Service charges - electricity revenue	11,810,596	12,591,403	13,027,472	13,022,293	13,027,472	(5,179)	0.0%	13,022,293
Service charges - water revenue	2,633,611	3,574,755	3,511,828	3,252,538	3,511,828	(259,290)	-7.4%	3,252,538
Service charges - sanitation revenue	1,518,274	1,811,048	1,781,428	1,623,060	1,781,428	(158,368)	-8.9%	1,623,060
Service charges - refuse revenue	1,057,172	1,202,059	1,155,841	1,137,677	1,155,841	(18,164)	-1.6%	1,137,677
Service charges - other	–	573	–	–	–	–	–	–
Rental of facilities and equipment	455,331	381,262	381,872	249,401	381,872	(132,471)	-34.7%	249,401
Interest earned - external investments	877,984	936,513	940,288	993,849	940,288	53,561	5.7%	993,849
Interest earned - outstanding debtors	302,792	340,970	322,691	358,498	322,691	35,807	11.1%	358,498
Dividends received	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	1,666,379	1,280,160	1,230,730	1,819,397	1,230,730	588,666	47.8%	1,819,397
Licences and permits	52,141	46,050	53,841	64,830	53,841	10,989	20.4%	64,830
Agency services	213,550	201,723	201,723	229,013	201,723	27,290	13.5%	229,013
Transfers and subsidies	6,450,645	6,803,608	7,369,203	6,615,901	7,369,203	(753,302)	-10.2%	6,615,901
Other revenue	998,651	773,871	798,641	850,949	798,641	52,308	6.5%	850,949
Gains on disposal of PPE	80,477	43,870	43,870	79,014	43,870	35,144	80.1%	79,014
Total Revenue (excluding capital transfers and contributions)	36,786,911	39,349,818	40,182,322	39,807,613	40,182,322	(374,710)	-0.9%	39,807,613
Expenditure By Type								
Employee related costs	10,865,323	12,920,115	12,514,850	11,553,988	12,514,850	(960,862)	-7.7%	11,553,988
Remuneration of councillors	154,923	169,640	169,640	161,297	169,640	(8,343)	-4.9%	161,297
Debt impairment	1,360,558	2,988,951	2,401,378	2,424,935	2,401,378	23,557	1.0%	2,424,935
Depreciation & asset impairment	2,578,561	2,814,336	2,850,051	2,747,092	2,850,051	(102,959)	-3.6%	2,747,092
Finance charges	781,948	1,089,285	906,445	799,930	906,445	(106,514)	-11.8%	799,930
Bulk purchases	8,122,430	9,487,132	8,987,316	8,651,163	8,987,316	(336,153)	-3.7%	8,651,163
Other materials	1,223,045	1,255,285	1,358,263	1,265,522	1,358,263	(92,741)	-6.8%	1,265,522
Contracted services	5,443,431	6,004,687	6,598,704	5,530,963	6,598,704	(1,067,741)	-16.2%	5,530,963
Transfers and subsidies	408,037	333,807	483,845	382,358	483,845	(101,487)	-21.0%	382,358
Other expenditure	1,950,158	2,200,213	2,053,142	1,750,014	2,053,142	(303,128)	-14.8%	1,750,014
Loss on disposal of PPE	12,861	488	175,117	3,198	175,117	(171,919)	-98.2%	3,198
Total Expenditure	32,901,274	39,263,938	38,498,749	35,270,460	38,498,749	(3,228,290)	-8.4%	35,270,460
Surplus/(Deficit)	3,885,637	85,879	1,683,573	4,537,153	1,683,573	2,853,580	169.5%	4,537,153
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1,732,882	2,067,896	2,536,296	1,477,642	2,536,296	(1,058,654)	-41.7%	1,477,642
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	72,532	76,200	54,526	43,838	54,526	(10,688)	-19.6%	43,838
Transfers and subsidies - capital (in-kind - all)	5,716	–	–	2,426	–	2,426	100.0%	2,426
Surplus/(Deficit) after capital transfers & Taxation	5,696,766	2,229,975	4,274,395	6,061,059	4,274,395			6,061,059
Surplus/(Deficit) after taxation	5,696,766	2,229,975	4,274,395	6,061,059	4,274,395			6,061,059
Attributable to minorities	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality	5,696,766	2,229,975	4,274,395	6,061,059	4,274,395			6,061,059
Share of surplus/ (deficit) of associate	–	–	–	–	–			–
Surplus/ (Deficit) for the year	5,696,766	2,229,975	4,274,395	6,061,059	4,274,395			6,061,059

Table C5: Monthly Budget Statement - 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	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Multi-Year expenditure appropriation								
Vote 1 - Community Services & Health	260,247	314,508	313,947	250,071	313,947	(63,876)	-20.3%	301,862
Vote 2 - Corporate Services	370,959	354,688	269,714	231,471	269,714	(38,243)	-14.2%	260,394
Vote 3 - Economic Opportunities & Asset Management	295,284	224,601	283,893	260,762	283,893	(23,131)	-8.1%	283,783
Vote 4 - Energy & Climate Change	1,024,550	1,113,506	863,239	720,222	863,239	(143,017)	-16.6%	761,014
Vote 5 - Finance	14,009	20,549	26,851	25,910	26,851	(941)	-3.5%	26,170
Vote 6 - Human Settlements	488,589	822,428	732,986	652,298	732,986	(80,688)	-11.0%	718,176
Vote 7 - Office of the City Manager	2,288	813	2,696	2,063	2,696	(633)	-23.5%	2,629
Vote 8 - Safety & Security	158,094	196,078	212,649	189,928	212,649	(22,720)	-10.7%	209,890
Vote 9 - Spatial Planning & Environment	34,566	107,025	62,253	36,566	62,253	(25,687)	-41.3%	43,494
Vote 10 - Transport	1,008,888	1,234,574	1,169,139	872,655	1,169,139	(296,484)	-25.4%	998,639
Vote 11 - Urban Management	17,308	13,620	23,477	18,433	23,477	(5,044)	-21.5%	23,356
Vote 12 - Water & Waste	1,928,837	4,005,167	2,675,289	1,601,023	2,675,289	(1,074,266)	-40.2%	1,926,231
Total Capital Expenditure	5,603,619	8,407,556	6,636,132	4,861,402	6,636,132	(1,774,730)	-26.7%	5,555,637
Capital Expenditure - Standard Classification								
Governance and administration	1,207,240	986,516	982,912	913,597	982,912	(69,315)	-7.1%	989,692
Executive and council	4,328	4,380	3,552	3,240	3,552	(312)	-8.8%	3,481
Finance and administration	1,202,160	982,005	979,084	910,083	979,084	(69,001)	-7.0%	985,936
Internal audit	751	131	276	275	276	(1)	-0.2%	275
Community and public safety	755,562	1,082,792	1,025,906	858,973	1,025,906	(166,933)	-16.3%	974,823
Community and social services	131,174	97,129	88,639	73,003	88,639	(15,636)	-17.6%	86,194
Sport and recreation	94,055	84,261	123,140	74,415	123,140	(48,725)	-39.6%	92,661
Public safety	20,342	35,064	40,915	26,751	40,915	(14,165)	-34.6%	40,914
Housing	464,900	794,497	710,755	637,890	710,755	(72,865)	-10.3%	696,039
Health	45,090	71,841	62,457	46,915	62,457	(15,542)	-24.9%	59,016
Economic and environmental services	1,117,077	1,389,642	1,317,751	987,822	1,317,751	(329,929)	-25.0%	1,127,466
Planning and development	33,694	39,904	68,025	44,613	68,025	(23,412)	-34.4%	51,472
Road transport	1,065,047	1,331,443	1,219,525	921,477	1,219,525	(298,049)	-24.4%	1,047,918
Environmental protection	18,337	18,294	30,201	21,733	30,201	(8,468)	-28.0%	28,076
Trading services	2,516,840	4,939,787	3,294,595	2,093,278	3,294,595	(1,201,317)	-36.5%	2,448,841
Energy sources	930,773	1,071,737	845,932	707,369	845,932	(138,563)	-16.4%	747,339
Water management	893,393	2,366,730	1,644,927	825,494	1,644,927	(819,433)	-49.8%	989,291
Waste water management	583,306	1,135,113	641,281	471,177	641,281	(170,105)	-26.5%	582,083
Waste management	109,367	366,207	162,455	89,238	162,455	(73,217)	-45.1%	130,128
Other	6,901	8,818	14,968	7,731	14,968	(7,237)	-48.3%	14,814
Total Capital Expenditure - Standard Classification	5,603,619	8,407,556	6,636,132	4,861,402	6,636,132	(1,774,730)	-26.7%	5,555,637
Funded by:								
National Government	1,699,597	2,015,146	2,510,069	1,803,081	2,510,069	(706,988)	-28.2%	2,137,314
Provincial Government	33,285	52,750	26,227	23,296	26,227	(2,931)	-11.2%	25,211
District Municipality	-	-	-	-	-	-	-	-
Other transfers and grants	-	-	-	-	-	-	-	-
Transfers recognised - capital	1,732,882	2,067,896	2,536,296	1,826,378	2,536,296	(709,919)	-28.0%	2,162,525
Public contributions & donations	72,532	76,200	54,526	48,116	54,526	(6,409)	-11.8%	51,359
Borrowing	2,533,155	4,000,000	500,000	363,124	500,000	(136,876)	-27.4%	404,781
Internally generated funds	1,265,050	2,263,460	3,545,310	2,623,784	3,545,310	(921,526)	-26.0%	2,936,972
Total Capital Funding	5,603,619	8,407,556	6,636,132	4,861,402	6,636,132	(1,774,730)	-26.7%	5,555,637

Table C6: Monthly Budget Statement - Financial Position

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

Description	2017/18	Budget Year 2018/19			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	249,821	103,918	103,918	292,088	103,918
Call investment deposits	7,218,373	7,335,199	8,917,172	7,218,373	8,917,172
Consumer debtors	5,633,326	6,349,964	9,329,389	3,200,554	9,329,389
Other debtors	1,380,906	1,424,934	1,588,042	3,067,923	1,588,042
Current portion of long-term receivables	14,290	15,657	15,005	14,121	15,005
Inventory	471,727	392,689	518,899	441,481	518,899
Total current assets	14,968,444	15,622,361	20,472,425	14,234,540	20,472,425
Non current assets					
Long-term receivables	25,854	36,978	24,561	8,664	24,561
Investments	5,111,773	4,903,463	4,903,463	8,796,716	4,903,463
Investment property	584,713	582,999	582,999	584,713	582,999
Investments in Associate	–	–	–	–	–
Property, plant and equipment	43,153,765	50,601,468	46,756,977	45,268,075	46,756,977
Agricultural	–	–	–	–	–
Biological	–	–	–	–	–
Intangible	716,009	408,074	568,787	716,009	568,787
Other non-current assets	8,892	8,904	8,891	8,892	8,891
Total non current assets	49,601,006	56,541,886	52,845,678	55,383,068	52,845,678
TOTAL ASSETS	64,569,450	72,164,247	73,318,103	69,617,608	73,318,103
LIABILITIES					
Current liabilities					
Bank overdraft	–	–	–	–	–
Borrowing	376,805	619,342	419,342	376,805	419,342
Consumer deposits	381,660	425,569	419,826	410,962	419,826
Trade and other payables	7,102,387	10,346,153	9,775,173	6,422,615	9,775,173
Provisions	1,015,156	1,068,525	1,054,924	1,001,693	1,054,924
Total current liabilities	8,876,008	12,459,589	11,669,265	8,212,075	11,669,265
Non current liabilities					
Borrowing	6,492,536	9,772,937	7,189,598	6,318,739	7,189,598
Provisions	6,225,176	7,099,756	7,099,756	6,224,389	7,099,756
Total non current liabilities	12,717,712	16,872,693	14,289,354	12,543,129	14,289,354
TOTAL LIABILITIES	21,593,720	29,332,282	25,958,619	20,755,204	25,958,619
NET ASSETS	42,975,729	42,831,965	47,359,484	48,862,405	47,359,484
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	39,510,648	39,405,832	41,575,959	45,710,577	41,575,959
Reserves	3,465,082	3,426,132	5,783,525	3,151,828	5,783,525
TOTAL COMMUNITY WEALTH/EQUITY	42,975,729	42,831,965	47,359,484	48,862,405	47,359,484

Table C7: Monthly Budget Statement - Cash Flow

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

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YTD actual	YTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
CASH FLOW FROM OPERATING ACTIVITIES								
Receipts								
Property rates	8,470,387	8,968,987	9,039,504	9,101,634	9,039,504	62,130	0.7%	9,039,504
Service charges	18,160,336	17,623,043	18,709,014	19,204,059	18,709,014	495,045	2.6%	18,709,014
Other revenue	2,472,152	4,202,011	4,237,201	4,349,006	4,237,201	111,805	2.6%	4,237,201
Government - operating	4,011,324	4,245,472	4,811,066	4,782,452	4,811,066	(28,614)	-0.6%	4,811,066
Government - capital	1,733,466	2,067,896	2,528,996	2,182,191	2,528,996	(346,806)	-13.7%	2,528,996
Interest	1,150,625	936,513	940,288	906,105	940,288	(34,183)	-3.6%	940,288
Dividends	-	-	-	-	-	-	-	-
Payments								
Suppliers and employees	(27,959,017)	(31,919,625)	(31,311,162)	(31,524,683)	(31,311,162)	213,521	-0.7%	(31,311,162)
Finance charges	(689,670)	(980,877)	(686,428)	(735,283)	(686,428)	48,855	-7.1%	(686,428)
Transfers and Grants	-	(333,807)	(484,901)	-	(484,901)	(484,901)	100.0%	(484,901)
NET CASH FROM/(USED) OPERATING ACTIVITIES	7,349,603	4,809,613	7,783,578	8,265,481	7,783,579	(481,902)	-6.2%	7,783,578
CASH FLOWS FROM INVESTING ACTIVITIES								
Receipts								
Proceeds on disposal of PPE	98,239	120,070	98,396	-	98,396	(98,396)	-100.0%	98,396
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	15,030	1,946	1,293	-	1,293	(1,293)	-100.0%	1,293
Decrease (increase) in non-current investments	(561,572)	(238,708)	(238,708)	-	(238,708)	238,708	-100.0%	(238,708)
Payments								
Capital assets	(5,588,905)	(7,566,800)	(5,950,649)	(4,358,489)	(5,950,649)	(1,592,159)	26.8%	(5,950,649)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(6,037,208)	(7,683,492)	(6,089,669)	(4,358,489)	(6,089,669)	(1,731,179)	28.4%	(6,089,669)
CASH FLOWS FROM FINANCING ACTIVITIES								
Receipts								
Short term loans	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	1,000,000	4,000,000	500,000	196,419	500,000	(303,581)	-60.7%	500,000
Increase (decrease) in consumer deposits	29,950	38,688	38,166	-	38,166	(38,166)	-100.0%	38,166
Payments								
Repayment of borrowing	(305,920)	(482,586)	(325,919)	(325,919)	(325,919)	0	0.0%	(325,919)
NET CASH FROM/(USED) FINANCING ACTIVITIES	724,030	3,556,102	212,247	(129,500)	212,247	341,747	161.0%	212,247
NET INCREASE/ (DECREASE) IN CASH HELD	2,036,425	682,224	1,906,157	3,777,491	1,906,157			1,906,157
Cash/cash equivalents at beginning:	3,450,193	5,128,579	5,486,619	5,486,619	5,486,619			5,486,619
Cash/cash equivalents at month/year end:	5,486,618	5,810,803	7,392,775	9,264,110	7,392,776			7,392,775

Corporate performance for Quarter 4 of 2019 – material variance explanation

Description of Indicator	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
3.J Number of service points (toilet and tap with hand basin) provided to backyarders	-0.21%	New projects that were identified to start and yield in 2018/19 did not commence, due to delays with the appointment of the new Basic Services plumbing term tender.	The delays relating to the tender were resolved in June 2019 and a contractor has since been appointed.
3.L Percentage of allocated housing opportunity budget spent	-0.91%	The variance is due to outstanding final invoices for numerous projects that have been completed.	Final invoices to be processed by the 2018/19 financial year-end dates.

SUPPORTING DOCUMENTATION**Table SC1: Material variance explanations for revenue by source**

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Revenue By Source</u>				
Property rates	148,299	1.6%	The over-recovery is as a result of real time supplementary valuations done and actual results being more than planned for the year. The variance was impacted by the higher number of properties qualifying for rebates than initially anticipated.	The over-recovery will be set aside to fund the replacement of grant-funded capital assets.
Service charges - electricity revenue	(5,179)	0.0%	Immaterial variance.	-
Service charges - water revenue	(259,290)	-7.4%	The City has recently lowered the restriction level to level 3. The level 3 restriction tariffs are noticeably less than level 6 restriction tariffs but there is allowance for additional (although limited) means of consumption. For example, consumers are able to water their gardens with a bucket or fill a swimming pool if a pool cover is in place (refer full restriction levels on the City's website). The level 3 restriction level relies on a higher consumption level to achieve a revenue target to sustain the cost of water and sanitation services. From analysis of the financial information it is clear that recent consumption has not increased to the level of the revenue target. The initial revenue over-recovery has thus served as a buffer for the under-recovery experienced during the level 3 restrictions. Recent reductions in the variances are also impacted upon by the alignment of the billing to indigent customers in accordance with the recommendations made by the Auditor General. Current indications are that the Water & Sanitation Management department will under recover its revenue in 2018/19. This risk is partially managed by aligning the expenditure with revenue patterns.	The City continues to monitor consumption levels and financially models around the strategy for water provision during a time when consumer behaviour has changed. The process relating to accounts in the indigent category is ongoing and will be completed before year-end closure Final transactions for the year still to be processed.
Service charges - sanitation revenue	(158,368)	-8.9%	The City has recently lowered the restriction level to level 3. The level 3 restriction tariffs are noticeably less than level 6 restriction tariffs but there is allowance for additional (although limited) means of consumption. For example, consumers are able to water their gardens with a bucket or fill a swimming pool if a pool cover is in place (refer full restriction levels on the City's website). The level 3 restriction level relies on a higher consumption level to achieve a revenue target to sustain the cost of water and sanitation services. From analysis of the financial information it is clear that recent consumption has not increased to the level of the revenue target. The initial revenue over-recovery has thus served as a buffer for the under-recovery experienced during the level 3 restrictions. Recent reductions in the variances are also impacted upon by the alignment of the billing to indigent customers in accordance with recommendations made by the Auditor General. Current indications are that the Water & Sanitation Management department will under recover its revenue in 2018/19. This risk is partially managed by aligning the expenditure with revenue patterns.	The City continues to monitor consumption levels and financially models around the strategy for water provision during a time when consumer behaviour has changed. The process relating to accounts in the indigent category is ongoing and will be completed before year-end closure Final transactions for the year still to be processed.

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source				
Service charges - refuse revenue	(18,164)	-1.6%	The under-recovery is mainly on: 1. Availability charges, due to lower than anticipated growth for new services. 2. Refuse removal, due to lower than anticipated growth for refuse removal services relating to new customers. 3. Disposal coupon fees, due to waste minimisation initiatives being implemented resulting in less waste at disposal facilities. 4. Special Waste Fees and Builders Rubble Fees, due to lower than anticipated quantities of hazardous waste disposed of for the period.	No corrective action required.
Service charges - other	–		Immaterial variance.	-
Rental of facilities and equipment	(132,471)	-34.7%	The under-recovery is mainly within the Community Services & Health directorate and the Human Settlements directorate and is due to: 1. Lower demand for sport and recreation facilities during the year; and 2. Lower than planned lease rental received from tenants occupying Council-owned units and the indigent provision being higher than planned	Final transactions for the year still to be processed.
Interest earned - external investments	53,561	5.7%	The over-recovery is within the Finance directorate and is largely due to the favourable investment and cash balances at the end of June 2019.	Final transactions for the year still to be processed.
Interest earned - outstanding debtors	35,807	11.1%	The over-recovery is due to higher than planned interest on outstanding consumer debtor accounts for Water, Sanitation, Refuse removal and Property Rates.	Final transactions for the year still to be processed.
Dividends received	–	-		-
Fines, penalties and forfeits	588,666	47.8%	The over-recovery is a combination of over-/under-recovery, mainly on: 1. Traffic Fines (under), due to the reduction and withdrawal of fines by courts as well as the payment ratio of fines by members of the public; and 2. Traffic Fines Accruals (over), due to more than planned fines issued to date as a result of improved law enforcement measures put in place i.e. number of active cameras, road blocks etc.	Final transactions for the year still to be processed.

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue By Source				
Licences and permits	10,989	20.4%	Immaterial variance.	-
Agency services	27,290	13.5%	The over-recovery is mainly within Finance and is due to licence renewal tariff increases implemented and the number of renewals processed during the year.	-
Transfers and subsidies	(753,302)	-10.2%	The variance is a combination of over-/under-recovery within the following directorates: 1. Human Settlements (under), due to Top Structure construction projects being behind schedule and unfilled vacancies funded from the Urban Settlements Development Grant (USDG). 2. Transport (over), due to: a) Expenditure being lower than planned for consultants on the Integrated Public Transport Network project; b) Purchases of MyCiTi EMV Cards being less than planned; c) Expenditure for MyCiTi Station Management being less than planned; d) IRT Taxi compensation actuals being less than planned; e) AFC Maintenance costs being less than planned; and f) Expenditure on the Glencairn Rail and Road Stabilisation project, which is less than planned, due to delays with finalisation of the agreement with PRASA. 3. Community Services & Health (under), where payment for health claims submitted to the Provincial Health Department have not yet been received. 4. Finance (under), where income relating to the VAT portion on a number of USDG projects is lower than planned.	Final transactions for the year still to be processed.
Other revenue	52,308	6.5%	The variance is a combination of over-/under-recovery on various revenue elements within this category. 1. Fair value adjustments (over), due to recognition of the upfront off-market portion of the concessionary loan taken up in November 2018. 2. Refunds received prior years (over), where income relating to previous financial years was received in 2018/19. 3. Development contribution (over), as a result of the extent of property development in the City being higher than planned to date. 4. Hire of municipal staff (over), due to more Law Enforcement staff being hired for externally-funded events than initially anticipated. 5. Camp/Resort fees (under), due to lower than anticipated demand. 6. Building levies (under), where revenue is dependant on property developments, which fluctuates making it difficult to accurately predict. 7. Bus fares - transit products (under), due to unprocessed journals from the fare system and the negative impact of bus driver strikes on MyCiTi services and related revenue. 8. Interest Received - Housing (under), where interest earned is lower than initially anticipated, due to the repayment of loans by Housing tenants.	Final transactions for the year still to be processed.
Gains on disposal of PPE	35,144	80.1%	The variance is due to more land sales than originally planned.	No corrective action required.

Table SC1: Material variance explanations for revenue by vote

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 1 - Community Services & Health	(167,329)	-17.8%	The under-recovery reflects mainly on: 1. Rental of facilities and equipment, due to lower than anticipated demand for sport/recreation facilities. 2. Overdue book fines, due to amnesty offered for the late return of library materials. 3. Transfers and subsidies - operating, due to revenue-recognition transactions still to be processed at year-end. 4. Other revenue, mainly on: a) Camp/Resort/Admission fees, due to lower than anticipated utilisation of facilities; and b) Service charges - infrastructure and facilities, due to fewer than planned vacant plots being cleared to date. 5. Transfers and subsidies - capital, due to slower than expected progress on the upgrade of cemetery projects, construction of the Pelican Park Health Clinic as well as the Gugulethu Synthetic Pitch.	Utilisation of facilities are demand driven. Final transactions for the year still to be processed.
Vote 2 - Corporate Services	(12,080)	-16.6%	The under-recovery is a combination of over-/under-recovery. 1. Transfers & Subsidies: National Conditional (under), due to: a) Expenditure on the Programme Support Grant (PPM) still to be finalised for the year and revenue to be recognised; and b) Infrastructure Skills Development Grant, where expenditure is less than planned as the City was unable to appoint the full complement of graduates. 2. Skills Development Levy (over), due to more than planned payments received for the year.	Final transactions for the year still to be processed.
Vote 3 - Economic Opportunities & Asset Managemnt	60,324	34.2%	The variance is a combination of over-/under-recovery. 1. Rental of facilities and equipment (over), due to higher than planned market-related rental revenue received to date. 2. Gains on disposal of PPE (over), due to higher than anticipated land sales for the year. 3. Indigent Relief (under), as a result of lower than expected applications received for the year. 4. Transfers & subsidies - Capital: Contributed Assets (over), due to revenue recognition as per GRAP statement for the Mandela statue donated to the City.	Final transactions for the year still to be processed.
Vote 4 - Energy & Climate Change	(16,328)	-0.1%	The variance is a combination of over-/under-recovery. 1. Forfeits: Unclaimed Money (over), where credits on consumer accounts have not been claimed resulting in it being recognised as revenue. 2. Service charges Electricity Revenue (under), due to periodic changes in consumption as a consequence of changing weather conditions and consumer demand. 3. Recoveries of Infrastructure Maintenance (over), due to an increase in requests for capital works. 4. Development Contribution/levy & BICL (over), where revenue is dependent on property development, which fluctuates constantly.	Final transactions for the year still to be processed.

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Revenue by Vote</u>				
Vote 5 - Finance	276,708	1.8%	<p>The variance is a combination of over-/under-recovery.</p> <ol style="list-style-type: none"> 1. Property Rates (over), due to real time supplementary valuations and results for the year being more than planned. 2. Income forgone (over), due to the number of properties qualifying for rebates being more than originally anticipated. 3. Indigent Relief - refuse (under), due to lower than planned applications received to date. 4. Interest earned - external investments (over), largely due to the favourable investment and cash balances at 30 June 2019. 5. Interest earned - Outstanding debtors (under), mainly due to outstanding Property Rates being less than planned and the impact of reversal of billings, due to account corrections. 6. Agency income - Provincial (over), due to licence renewal tariff increases and increases in renewals processed. 7. Grants: National Unconditional (under), due to income realised relating to the VAT portion on a number of USDG projects being lower than planned as final processes for the year must still be finalised. 8. Other revenue (over), mainly on: <ol style="list-style-type: none"> a) Fair value adjustments, due to recognition of the upfront off-market portion of the concessionary loan taken up in November 2018; b) Net gains on financial instruments, due to net gains on the valuation of financial instruments not budgeted for; c) Collection Charges recovered, due to an improvement in debt management business procedures resulting in an increase in payments received; and d) Cash recoveries claims, due to ad-hoc SASRIA insurance recovery claims received. 	Final transactions for the year still to be processed.
Vote 6 - Human Settlements	(531,338)	-37.1%	<p>The variance is a combination of over-/under-recovery.</p> <ol style="list-style-type: none"> 1. Rental of Facilities and equipment (under), combination of over/under, mainly on <ol style="list-style-type: none"> a) Indigent Relief (over), due to more than planned qualifying tenants for the year; b) Subsidies/Rebates (under), due to lower than planned subsidies granted; and c) Rental Fixed Assets (under), due to lower than planned lease rental income received from tenants occupying Council-owned rental units. 2. Interest Received - External Investments (over), due to higher than planned funds held in the Trust for the acquisition of land. 3. Transfers and Subsidies - Government Grants (under), where final year-end transactions for Top Structure construction projects are still to be processed. In addition, not all USDG-funded positions were filled during the year. 4. Interest Earned - Other (under), where interest earned is lower than initially anticipated due to the repayment of loans by housing tenants. 5. Profit on Sale of Assets (under), due to sale of assets being less than planned to date. 6. Capital GGR - National (under), due to final year-end processes relating to USDG- and HSDG funded capital projects that must still to be completed. 7. Administration fees (under), due to a decrease of Council's rental units resulting in lower administration fees revenue. 	Final transactions for the year still to be processed.

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 7 - Office of the City Manager	158	2715.1%	The over-recovery reflects against Grants and Subsidies: Other (Unconditional), due to a sundry billing for donations received from the public posted incorrectly to this account.	A journal will be processed to rectify the incorrect posting as part of the year-end processes.
Vote 8 - Safety & Security	371,340	27.0%	The variance is a combination of over-/under-recovery. 1. Fines, penalties and forfeits (over), combination of over/under, mainly on: a) Traffic fines (under), due to the reduction and withdrawal of fines by courts as well as the payment ratio of fines by the public; and b) Traffic fines accruals (over), due to more than planned fines issued for the year as a result of improved law enforcement measures put in place i.e. number of active cameras, road blocks etc. 2. Filming fee (under), due to a lower demand for filming services for the year. 3. Other Revenue - Hire of municipal staff (over), due to more law enforcement staff being hired for externally-funded events. 4. Capital GGR - National (under), due to final year-end transactions relating to the construction of two fire stations that must still be processed. 5. Driver's licence application fees (under), due to fewer applications received for the year. 6. Operators PDP permit (over), due to more permits issued than anticipated for the year. 7. Fire fees (over), due to more fire incidents than anticipated.	Final transactions for the year still to be processed.
Vote 9 - Spatial Planning & Environment	(34,765)	-18.9%	The variance is a combination of over-/under-recovery. 1. Building Levies, Application Fees, Rezoning Fees & Signage Fees (under), where demand is dependent on the construction industry, which is constantly fluctuating. 2. Service Charges - other (over), due to invoices raised to recover expenditure incurred relating to the Invasive Species Control project funded by the Department of Environmental Affairs. 3. Transfers and Subsidies (under), due to slower than anticipated progress on the Peninsula Wetland Rehabilitation and Invasive Species projects as well as year-end transactions still to be processed. 4. Building Fines (over), due to administrative penalties determined by the Municipal Planning Tribunal being higher than anticipated.	Final transactions for the year still to be processed.

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 10 - Transport	(418,709)	-27.0%	<p>The variance is a combination of over-/under-recovery.</p> <ol style="list-style-type: none"> 1. Fines, penalties and forfeits (over), due to credit balances on expired MyCiTi cards being accrued to revenue. 2. Licences and permits: Road and transport (over), due to an increase in wayleave permit applications where the trenchless methodology has not been applied by contractors. 3. Transfers and subsidies - operating (under), due to: <ol style="list-style-type: none"> a) Consultants fees in respect of the Integrated Public Transport Network project being lower than planned; b) Fewer than planned MyCiTi EMV Cards purchased; c) Less than planned MyCiTi Station Management expenditure; d) Less than planned IRT Taxi compensation expenditure to date; e) Less than planned AFC maintenance costs; and f) Lower than anticipated expenditure on the Glencairn Rail and Road Stabilisation project, due to delays with finalisation of the agreement with PRASA. 4. Other Revenue (over), combination of over/under, mainly on: <ol style="list-style-type: none"> a) Development levies and BICL (over), where revenue is dependent on property developments, which fluctuates constantly. b) TCT - MyConnect card sales (under), due to lower than anticipated sales of MyCiTi EMV cards. c) Bus fares - transit products (under), due to unprocessed journals from the fare system as well as the negative impact of bus driver strikes on MyCiTi services and related revenue. d) Advertising fees (under), due to MyCiTi advertising from November 2018 to January 2019 not being billed as the deviation report for extension of the contract was only approved recently. In addition, year-end transactions must still be processed. 5. Transfer and Subsidies - Capital (under), mainly due to: <ol style="list-style-type: none"> a) IRT Phase2A - Stock Road, where delays are due to unsafe site conditions; b) Additional work, which is required to secure a vacant site as well as relocation of services on IRT projects; and c) Non Motorised Transport projects, which were delayed due to tender appeals and delays in delivery of materials. 	Final transactions for the year still to be processed.
Vote 11 - Urban Management	(4,992)	-2.1%	<p>The variance is a combination of over-/under-recovery.</p> <ol style="list-style-type: none"> 1. CID: Commercial (over), due to higher than planned revenue from levies, which is dependent on property valuations and valuation adjustments. 2. Grants: National Conditional (under), due to delays experienced with implementation of the Imizamo Yethu project as a result of a court case that brought the project to a halt. 3. Interest Earned on Arrears (over), due to the success of debt management processes of accounts in arrears. 4. Other revenue - Informal Trading Levy (under), where income received from informal trading permits is slightly lower than planned to date. 	Final transactions for the year still to be processed.

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Vote				
Vote 12 - Water & Waste	(964,616)	-12.0%	<p>The variance is a combination of over-/under-recovery.</p> <ol style="list-style-type: none"> 1. Service Charges - Water Revenue (R259.2 million under) and Sanitation Revenue (R158.4 million under) The City has recently lowered the restriction level to level 3. The level 3 restriction tariffs are noticeably less than level 6 restriction tariffs but there is allowance for additional (although limited) means of consumption. For example, consumers are able to water their gardens with a bucket or fill a swimming pool if a pool cover is in place (refer full restriction levels on the City's website). The level 3 restriction level relies on a higher consumption level to achieve a revenue target to sustain the cost of water and sanitation services. From analysis of the financial information it is clear that recent consumption has not increased to the level of the revenue target. The initial revenue over-recovery has thus served as a buffer for the under-recovery experienced during the level 3 restrictions. Recent reductions in the variances are also impacted upon by the alignment of the billing to indigent customers in accordance with recommendations made by the Auditor General. Current indications are that the Water & Sanitation Management department will under recover its revenue in 2018/19. This risk is partially managed by aligning the expenditure with revenue patterns. 2. Service Charges - Refuse Revenue (R18.1 million under), mainly on: <ol style="list-style-type: none"> a) Availability charges, due to lower than anticipated growth for new services; b) Refuse removal, due to lower than anticipated growth for refuse removal services for new customers; c) Disposal coupon fees, due to waste minimisation initiatives being implemented resulting in less waste at disposal facilities; and d) Special Waste Fees and Builders Rubble Fees, due to lower than anticipated quantities of hazardous waste disposed of for the period. 3. Refunds received prior years (over), where income relating to previous financial years was received in the current year. 4. Transfers & Subsidies - Capital (under), due to lack of immediate access to private properties for the drilling of boreholes, which resulted in an appropriation process that is currently underway as well as delays as a result of tenders not meeting the local content requirements. 5. Interest Earned - Outstanding Debtors (over), where outstanding debtor balances are higher than anticipated, due to the impact of the punitive tariff implemented earlier in the financial year. 6. Other revenue (over), mainly on: <ol style="list-style-type: none"> a) Development Levy/BICL, due to an increase in property developments in the City; b) Recoveries of Operational Expenditure, due to higher than anticipated recovery of expenditure from legal fees where the outcome was in favour of the City; and c) By-Product sales, due to an increase in the sale of by-products (timber) at Steenbras- and Wemmershoek dam. 7. Fines, penalties and forfeits (over), where unclaimed money in the debtors billing write-off suspense account has been allocated to this category. 	<p>The City continues to monitor consumption levels and financially models around the strategy for water provision during a time when consumer behaviour has changed.</p> <p>The process relating to accounts in the indigent category is ongoing and will be completed before year-end closure.</p> <p>The under-recovery on revenue will be off-set against under spending on planned expenditure as far possible.</p> <p>Final transactions for the year still to be processed.</p>

Table SC1: Material variance explanations for expenditure by vote

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote Vote 1 - Community Services & Health	(294,238)	-8.2%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> Employee related costs (under), due to: <ol style="list-style-type: none"> The turnaround time in filling vacancies and the impact of the internal filling of vacancies; Slower than planned implementation of job creation projects; and Employment of seasonal staff by departments as and when required. Other materials (under), a combination of over/under, mainly on: <ol style="list-style-type: none"> Fuel (over), due to the impact of higher than expected fuel prices; Pharmaceutical supplies and vaccines (under), due to an outstanding account from the Western Cape Government (WCG); and Materials, Consumables, Tools and Equipment (under), due to expenditure to date being less than budgeted for. Contracted services (under), a combination of over/under, mainly on: <ol style="list-style-type: none"> Sport and recreation programmes (under), due to lower than planned expenditure incurred to date; R&M - Electrical (under), due to maintenance being less than planned and some orders not settled yet; R&M - building (under), due to outstanding invoices and lower demand for services; R&M - Gardening (over), due to more services required as a result of the good rainfall over the last few months; and Security services (under), due to outstanding invoices. Other expenditure (under), mainly on: <ol style="list-style-type: none"> Electricity, due to outstanding Eskom invoices; Training, due to delays experienced with the rollout of the directorate's 2019 Workplace Skills Plan; and Books periodicals & subscriptions, due to delays in delivery of library books and materials. 	<p>The directorate has 353 vacancies in various stages of the recruitment and selection process; 636 posts were filled while 822 were terminated since the beginning of the financial year.</p> <p>Outstanding invoices will be paid as soon as received.</p> <p>The WCG has updated its Central Dispensing Unit (CDU) billing system, and is continuously striving to improve invoicing processes.</p> <p>Final transactions for the year still to be processed.</p>

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote Vote 2 - Corporate Services	(24,459)	-1.4%	<p>The variance is a combination of over/under-expenditure.</p> <ol style="list-style-type: none"> 1. Depreciation & asset impairment (under), due to the lower capitalisation rate of assets, which is based on the progress of capital projects as well as the receipt of moveable assets. A moratorium was placed on the capital program on dark fibre (IS&T department) and delays were experienced in the awarding of a number of tenders. 3. Other Materials (under), due to expenditure for the year being lower than planned on R&M Materials, General & Consumables. 4. Contracted services (over), combination of over/under, on: <ol style="list-style-type: none"> a) Advisory services - communication (over), due to unplanned professional services required for community liaison; b) Advisory services - research (over) and Advisory services research - Grants and Donations (under), due to expenditure being incurred against the cost centre and not against the grant-funded project where the budget provision was provided; c) R&M Building & R&M Equipment (over), due to the incorrect allocation of budget against the various elements within R&M; d) Legal Cost - Legal Advice & Litigation (under), due to outstanding final invoices; e) Admin & Support Staff (under), due to fewer admin support services required for the financial year; and f) Advisory services - Project Management (under), due to an incorrect budget allocation against this cost element. 5. Other expenditure (over), combination of over/under, mainly on: <ol style="list-style-type: none"> a) Skills Development Levy (over), due to actual expenditure being more than the planned budget for the year; b) Computer services - Telecoms & Network and Internet Charges (under), due to outstanding GRNs. c) Computer services - Specialised IT services (over), due to the payment for services of additional contractors as a result of the large number of IT support staff vacancies; d) Advertising - Gifts & Promotional items (over), due to higher than anticipated demand for the year; e) Training (over), due to more than planned training interventions for the financial year; f) Bursaries - Non-Employees (under), due to less bursaries awarded; g) Training - Co Op Students (under), due to fewer students appointed during the year; h) Survey Expenses (under), due to surveys not implemented during the year; i) Telecom Services (over), due to higher costs for the year; and j) G&D Specialised IT Services (over) and R&M Specialised IT Services (under), due to expenditure allocated against the grant-funded element and not the R&M element. 	<p>The directorate has 208 vacancies. The recruitment and selection process is ongoing; 278 positions were filled and 99 terminations processed from the beginning of the financial year.</p> <p>Virements and/or reposting/journals will be processed to rectify the incorrect postings between elements and where budget provisions need to be corrected.</p> <p>Final transactions for the year still to be processed.</p>

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote Vote 3 - Economic Opportunities & Asset Managemnt	(149,385)	-12.1%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> 1. Employee related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies. 2. Depreciation & asset impairment (under), due to delays/postponement in acquisition/construction of assets resulting in assets being capitalised later than planned. 3. Finance Charges - Operating Leases (under), due to the cancellation of a number of lease agreements. 4. Other materials (over), mainly on R&M - Material General and Consumables, due to more materials used for the completion of the R&M programme in the Fleet department. 5. Contracted services (under), combination of over/under, mainly on: <ol style="list-style-type: none"> a) Advisory Services - Human Resources (over) and Project Management (under), due to the incorrect posting of actual expenditure against Advisory Services instead of Project Management as well as delays in receipt of final invoices; b) R&M - Contracted Services: Buildings & Electrical (under), due to actual expenditure being lower than planned as projects were only implemented during the second half of the financial year resulting in planned work not being completed; c) R&M - Maintenance of Equipment & Road Worthy Tests (under), due to the replacement of old vehicles with new vehicles with service plans; d) R&M - Vehicle Tracking (under), due to expenditure for the year being less than anticipated; e) Outsourced Services - Admin Support (under), due to outstanding invoices; f) Outsourced Services - Security Services (under), due to outstanding invoices; and g) Building Contractors (under), where actual expenditure is less than planned, due to work performed being classified as capital in nature and not as operational expenditure. 6. Other Expenditure - Operating Leases (under), where the acquisition of new fleet has resulted in less hiring of vehicles. 	<p>The directorate has 159 vacancies. The recruitment and selection process is ongoing; 101 positions were filled and 60 terminations processed from the beginning of the financial year.</p> <p>Virements will be actioned where budget provisions need to be corrected.</p> <p>Final transactions for the year still to be processed.</p>

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote Vote 4 - Energy & Climate Change	(409,495)	-3.8%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> Employee related costs (under), combination of over/under, mainly on: <ol style="list-style-type: none"> Salaries and Wages (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies; Standby allowance (over), due to staff being on standby during load shedding as well as changes in the shift system; Overtime (under), due to less overtime worked during the year; and Leave pay (under) due to staff opting to take leave days and not cash. Depreciation (under), due to delays in the acquisition of assets resulting in assets being capitalised later than planned. Bulk purchases (under), where budget provisions are based on historical trends and final transactions for the year has not yet been processed. Other Materials (under): <ol style="list-style-type: none"> Fuel, due to fuel price fluctuations and demand impact; Materials, tools and consumables, due to the lower than planned requirement for materials; and R&M - Material, due to lower than planned demand. Contracted services (under), mainly on: <ol style="list-style-type: none"> Contractors: R&M, due to maintenance of public lighting being insourced as a result of departmental restructuring; Outsourced services, due to security services and transportation payments being made one month in arrears; Consultants and Professional Services, due to downscaling in requirement of external project management; and Collection cost: Commission Prepaid, due to reduced rates as a result of a competitive tender process. Other Expenditure (under), combination of over/under, mainly on: <ol style="list-style-type: none"> Training (under), due to delays in tender approvals for specialised technical training; Electricity (under), due to outstanding invoices; Computer Software (under), due to delays in paying the Oracle licence fee as a result of the expired tax clearance certificate; and Refund Paid (over), due to unclaimed funds relating to prior years claimed in 2018/19. Loss on disposal of PPE (under), due to a budget allocation made for infrastructure transferred to Eskom, which was subsequently not required. 	<p>The directorate has 336 vacancies in various stages of the recruitment and selection process; 143 posts were filled while 73 were terminated since the beginning of the financial year.</p> <p>Final transactions for the year still to be processed.</p>

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote Vote 5 - Finance	(369,965)	-12.0%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> 1. Employee related costs (under), due to the turnaround time in filling vacancies as well as the impact of the internal filling of vacancies. 2. Operating lease (under), due to the delayed rental occupation of the Walk-in Centre at the Table Bay Mall. 3. Finance Charges (under), due to fewer than planned external loans being taken up resulting in less interest paid. 4. Materials other - printing and stationery (under), due to invoices for printing, folding of pamphlets, notifications, labelling, distribution and related activities for June 2019 still to be processed. 5. Contracted services (under), mainly on: <ol style="list-style-type: none"> a). Professional services, due to less professional services required than initially planned; and b) Outsourced services, relating to temporary staff who were employed to manage objection venues for the GV2018 for which final transactions are still to be processed. 6. Transfers and subsidies (under), due to the monthly Cape Town Stadium entity transfer payment, which must still be processed. 7. Loss on Foreign Exchange (over), resulting from penalties on the cancellation of a foreign exchange contract, which was not budgeted for. 8. Other expenditure (under), mainly on: <ol style="list-style-type: none"> a) Bank charges (under), due to a change in the City's official banker resulting in more favourable bank charges; b) Collection fees (under), due to invoices for June 2019, which must still to be processed; c) Investment management fees (under), due to lower fees negotiated resulting in savings; d) Post and Courier (under), due to the increased use of newly-implemented electronic processes; e) Refunds Paid (over), due to annual Vat apportionment on 2017/18 results; f) Insurance premiums - Unicity (under), which is aligned to departmental structures/requirements and varies from time to time, making it difficult to accurately plan for the year; g) Loan Appraisal (over), due to higher than planned fees for bank analysts and process advisors; and h) R&M Specialised (over), due to fire and access control system maintenance at the Cape Town Stadium. 	<p>The directorate has 163 vacancies in various stages of the recruitment and selection process; 172 posts were filled while 71 were terminated since the beginning of the financial year.</p> <p>Final transactions for the year still to be processed.</p>

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 6 - Human Settlements	(401,748)	-21.2%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> 1. Employee related costs (under), mainly on Wages - MJCP, due to delays in the appointment of staff as a result of the late award of the inoculation contract. 2. Bad Debts (under), due to fewer bad debts written off than initially planned. 3. Impairment (under), which is dependent on the occurrence of events that result in the reduction of the future economic benefits of assets. No such events were identified during the financial year. 4. Operating lease (under), due to operating leases that were not implemented as well as termination of the Philippi Boys Town lease agreement on 31 December 2018. 5. Materials (under), combination of over/under, mainly on: <ol style="list-style-type: none"> a) Grants & Donations (under), due to invoices for fire kits not yet processed; and b) R&M materials (over), due to the increased demand for general maintenance. 6. Contracted Services (under), mainly on: <ol style="list-style-type: none"> a) Consultants & Professional services (under), due to less professional services required for the year; b) Contractors Other (under), due to less building- and electrical work done than initially anticipated as well as invoices for June 2019 that must still to be processed; c) Contractors - R&M (under), due to less maintenance done than initially anticipated; d) Contractors - Grants (under), due overall poor contractor performance on the City's Top Structure projects; and e) Outsourced Services (under), due to less security services required than originally anticipated. 7. Transfers & Subsidies (under), where the People's Housing Process (PHP) Top Structure projects are behind schedule, due to delays experienced as the result of community unrest. 8. Other Expenditure (under), combination of over/under, mainly on: <ol style="list-style-type: none"> a) Deeds & Transfers (under), due to fewer title deed work done than initially anticipated; b) Management fees (under), due to fees being paid from the HSDG and not from this cost element; c) Subsidy: Home Owners (over), where more individuals were eligible for the Enhanced Extended Discount Benefit Scheme (EEDBS) subsidy in respect of saleable Council rental units; d) Computer Software (under), due to less computer software required for the year; and e) Grants & Donations Survey Expenses (under), due to less survey-related work done than initially anticipated. 	<p>The directorate has 176 vacancies in various stages of the recruitment and selection process; 62 posts were filled while 45 were terminated since the beginning of the financial year.</p> <p>Final transactions for the year still to be processed.</p>
Vote 7 - Office of the City Manager	(11,123)	-5.3%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> 1. Employee related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies. 2. Legal Cost Advisory (under), due expenditure for the year being less than planned. 3. Other Materials (over), mainly on Printing & Stationery, due to more than planned printing done for Mayoral events. 4. Contracted Services (under), combination of over/under, mainly on: <ol style="list-style-type: none"> a) Plants and Gardening (under), due to actual requirements being less than planned; and b) R&M Contracted Services (over), due to reactive R&M being more than planned. 5. Transfers and Subsidies (under), due to expenditure on the Mayor's Relief Fund being less than planned. 6. Other Expenditure (over), due to the advance payment of the SALGA membership fees for 2019/20 in order to receive a discounted rate. 	<p>The directorate has 23 vacancies. The recruitment and selection process is ongoing. Year-end accruals will be processed for the 2019/20 SALGA membership fees. Final transactions for the year still to be processed.</p>

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Expenditure by Vote</u>				
Vote 8 - Safety & Security	(77,110)	-2.3%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> 1. Employee related costs (over), due to the increased demand for overtime as a result of service delivery and strike action, as well as additional deployment of officers to events, fires and City-wide duties. 2. Depreciation (under), due to delays in civil works at fire stations resulting in less capital works completed to date. 3. Materials - Other (under), due to stricter control measures put in place to curb the misuse of cleaning and printing materials. 4. Contracted Services (under), combination of over-/under, mainly on: <ol style="list-style-type: none"> a) Consultants and Professional services (under), due to late submission of invoices by the service provider; b) Building contractors (under), due to fewer than planned requests received for the year; c) Event Promoters (under), due to less than planned event-related expenditure for the year; d) Security Services (under), due to less services requests being received for the department; e) R&M - Contractors (under), as a result of the appointment of EPWP workers to safeguard buildings; and f) Security Services (over), due to increased security services required at traffic centres. 5. Transfers and Subsidies (under), due to cancellation of events and beneficiary payments not disbursed as result of outstanding documents. 6. Collection fees (under), due to less than anticipated commission paid to the service provider. 7. Other expenditure (under), due to numerous vacancies in the directorate, which resulted in fewer uniforms being purchased in the financial year. 	<p>The directorate has 672 vacancies in various stages of the recruitment and selection process; 350 posts were filled while 519 were terminated since the beginning of the 2018/19 financial year.</p> <p>Final transactions for the year still to be processed.</p>
Vote 9 - Spatial Planning & Environment	(56,191)	-9.5%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> 1. Employee related costs (under), due to the turnaround time in filling vacancies and the internal filling of vacancies. 2. Contracted Services (under), mainly on: <ol style="list-style-type: none"> a) G&D Alien Vegetation, due to expenditure being less than planned on the Peninsula Wetland Rehabilitation and Invasive Species projects; b) R&M Contracted Services Building, due to capacity constraints in executing the works orders created; and c) Security Services, due to outstanding invoices. 3. Other Expenditure - Advertising Corporate & Municipal Activities (under), due to building activity advertisements being booked to Corporate Communications and not being reposted to this G/L. 	<p>The directorate had 103 vacant positions with a vacancy rate of 11.73% as at 30 June 2019. The recruitment and selection process is ongoing; 69 positions were filled and 39 terminations processed from the beginning of the 2018/19 financial year.</p> <p>Final transactions for the year still to be processed.</p>

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Expenditure by Vote</u>				
Vote 10 - Transport	(347,312)	-9.9%	<p>The variance is a combination of over-/under expenditure on various items.</p> <ol style="list-style-type: none"> 1. Employee related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies. 2. Other materials (over), combination of over/under, mainly on: <ol style="list-style-type: none"> a) Fuel (over), due to higher than planned consumption as well as increases in the fuel price; b) G&D Materials general (under), due to the lower than anticipated purchase of MyCiTi EMV cards; and c) R&M Materials general (over), due to higher than anticipated expenditure on the maintenance of traffic signals. 3. Contracted services (under), mainly on: <ol style="list-style-type: none"> a) G&D Contracted Services (under), due to lower than planned expenditure for the year on the MyCiTi Station Management contract and IRT Business Planning contract; b) G&D Advisory Services Communications (under), due to lower than planned expenditure on MyCiTi Public Transport Marketing and Communications; c) G&D Professional Services - Town planner (under), due to lower than planned payments for consultants relating to the Integrated Public Transport Network (PTN) project; and d) R&M Contracted Services (under), due to the lower than planned expenditure on consultants working on the road reseal projects. 4. Other expenditure (over), mainly on: <ol style="list-style-type: none"> a) Computer services - software licences, due to payment of the Transport SAP licence for the 2019 calendar year. The expenditure portion relating to the 2019/20 financial year will be reposted at year-end to reflect in the correct year; b) Training, due to increased expenditure on mandatory training programmes at Roads depots, and c) Insurance: Non GIF, due to the additional premium (1 April to 30 June 2019) for MyCiTi busses as a result of the high risk profile. 	<p>The directorate has 328 vacancies in various stages of the recruitment and selection process; 137 posts were filled while 109 were terminated since the beginning of the financial year.</p> <p>Final transactions for the year still to be processed.</p>

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote				
Vote 11 - Urban Management	(47,436)	-6.2%	<p>The variance is a combination of over-/under expenditure.</p> <p>1. Employee related costs (under), mainly on:</p> <p>a) Salaries and Wages, due to the turnaround time in filling vacancies as well as the impact of the internal filling of vacancies; and</p> <p>b) Wages - MJCP, due to projects being implemented later than planned as well as staff resigning while projects are already in progress. Challenges experienced with the appointment of staff from the Jobseekers Database further contributed to this variance.</p> <p>2. Remuneration of Councillors (under), due to travel allowances and out of pocket expenses being less than planned for the year.</p> <p>3. Other Material (under), mainly on Printing, Stationery and Photography, due to cost containment measures resulting in a lower demand for printing, stationary and printer cartridges.</p> <p>4. Contracted Services (under), combination of over-/under on:</p> <p>a) AS: Project Management (under), due to expenditure relating to MURP- and AED projects being less than planned for the financial year;</p> <p>b) Event Promoters (under), due to ward allocation funding not fully utilised during the financial year;</p> <p>c) R&M Contracted Services (over), due to urgent unplanned security upgrades at various subcouncils; and</p> <p>d) Security Services (over), due to increased security services at subcouncils exposed to burglaries, theft and vandalism.</p> <p>5. Transfers and Subsidies (over), due to expenditure incurred towards the Safety Lab being more than planned for the year.</p>	<p>The directorate had 54 vacancies as at 30 June 2019. The recruitment and selection process is ongoing; 70 positions were filled and 56 terminations processed from the beginning of the financial year.</p> <p>Final virements and transactions for the year still to be processed.</p>
Vote 12 - Water & Waste	(1,039,827)	-13.3%	<p>The variance is a combination of over-/under expenditure.</p> <p>1. Employee related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies.</p> <p>2. Bulk Purchases - Water (under), a combination of over/under, mainly on:</p> <p>a) Raw Water (under), due to the lower water demand following the drought conditions coupled with continued savings by consumers and different cut-off dates between the City and the National Department of Water & Sanitation resulting in a one-month lag between payments;</p> <p>b) Bulk Water Levy (under), due to decreased water volumes resulting in reduced cost;</p> <p>c) Bulk Water - Desalination (under), due to a legal dispute with one of the contractors for breach of contract as well as water being produced at a slower rate than originally anticipated; and</p> <p>d) Bulk Water - Reclamation (under), due to a delay in the implementation of the project as this plant will only be operational in the 19/20 financial year, and</p> <p>e) Bulk Purchase - Ground Water (under), due to a delay in the implementation of the project.</p> <p>3. Other materials (under), a combination of over/under, mainly on:</p> <p>a) Chemicals (under), due to the continuous lower demand and water usage resulting in less chemicals being required to date;</p> <p>b) Cleansing related costs (under), where the current requirement for refuse bags is less than planned;</p> <p>c) Fuel (over), due to the unanticipated increase and fluctuation in fuel price and consumption; and</p> <p>d) Materials Consumables - Tools & Equipment (over), due to more vehicle breakdowns, which has resulted in the quantity of material used to repair the vehicles being higher than anticipated.</p> <p><i>Continued on next page.</i></p>	<p>The directorate has 1047 vacancies in various stages of the recruitment and selection process; 702 vacancies were filled and 362 posts were terminated since the beginning of the financial year.</p> <p>Journals will be processed to address incorrect postings.</p> <p>Final transactions for the year still to be processed.</p>

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure by Vote Vote 12 - Water & Waste	See previous page.	See previous page.	<p>4. Contracted Services (under), a combination of over-/under expenditure, on:</p> <p>a) Chipping (under), due to less than planned green waste disposed of at drop-off facilities;</p> <p>b) Haulage (under), due to less waste generated in informal settlements resulting in less waste transported to landfill sites;</p> <p>c) R&M (under), due to a number of invoices still outstanding as well as the impact of local content requirements on maintenance tenders;</p> <p>d) Sewerage services (under), due to a decrease in sewerage removal at various plants as a result of lower volumetric levels;</p> <p>e) Meter Management (under), due to a decrease in the number of notifications raised;</p> <p>f) MJCP (under), due to delays in finalisation of MJCP contracts and appointment of workers;</p> <p>g) Refuse removal (over), due to higher than planned requirement for this service;</p> <p>h) Relief Drivers (under), due to delays in the appointment of EPWP staff resulting in fewer drivers being appointed;</p> <p>i) Professional Services - Engineering: Civil (under), where the services for the Table Mountain Group Aquifer was no longer required;</p> <p>j) Professional Services - Geoinformatic (under), due to delays in finalisation of a new works package;</p> <p>k) Administrative and Support Staff (over), due to the appointment of labour broker staff to replace the EPWP staff who did not show up for work during the festive season;</p> <p>l) Security Services (over), due to more security services required at disposal facilities;</p> <p>m) Advisory services (under), due to delays in receipt of invoices as well as claims, which must still be verified;</p> <p>n) Sludge removal (under), due to a decrease in sludge removal at various treatment plants as a result of lower volumetric levels; and</p> <p>o) Litter picking and Street Cleaning (under), due to refuse removal and cleaning of sandy areas being less than planned for the year.</p> <p>5. Other Expenditure (under), a combination of over/under, mainly on:</p> <p>a) Hire of LDV/Cars (under), due to expenditure minimisation efforts;</p> <p>b) Electricity (under), due to lower volumetric flows requiring transporting;</p> <p>c) Water Research Levy (under), due to the water levy being directly aligned with the raw water bulk purchases, which was lower than anticipated;</p> <p>d) Training (under), due to misalignment of the periodic budget provision with the actual trend of expenditure;</p> <p>e) Vehicle Tracking (over), due to higher than anticipated costs;</p> <p>f) Specialised Information Technology services (under), due to a decrease in demand for these services; and</p> <p>g) Uniform & Protective Clothing (under), due to delays in the appointment of staff and a decrease in the number of uniforms handed out due to stock unavailability.</p> <p>6. Depreciation (under), due to delays in completion of infrastructure-related projects and misalignment of capitalisation dates.</p>	See previous page.

Table SC1: Material variance explanations for expenditure by type

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure By Type				
Employee related costs	(960,862)	-7.7%	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, and 4. Appointment of seasonal workers and temporary staff, which is dependent on seasonal requirements of departments.	The City had 3625 vacancies as at 30 June 2019; 2759 positions were filled (1373 internal and 1386 external) with 2266 terminations processed from 1 July 2018. The filling of vacancies is an ongoing process and seasonal staff are appointed as and when required.
Remuneration of councillors	(8,343)	-4.9%	Immaterial variance.	-
Debt impairment	23,557	1.0%	The variance is due to final year-end transactions that must still be processed.	-
Depreciation & asset impairment	(102,959)	-3.6%	The under expenditure is due to the capitalisation rate of assets and delays/postponements in acquisition/construction of assets resulting in assets being capitalised later than planned.	Final transactions for the year still to be processed.
Finance charges	(106,514)	-11.8%	The under expenditure is mainly due to fewer than planned external loans being taken up resulting in less interest paid.	No corrective action required.
Bulk purchases	(336,153)	-3.7%	The variance is a combination of over-/under expenditure and reflects against: 1. Electricity Bulk purchases (under), where the budget provision was based on historical trends and final transactions for the year are still be processed. 2. Bulk Purchases - Water (under), combination of over/under, mainly on: a) Raw Water (under), due to lower water demand following the drought conditions coupled with continued savings by consumers as well as different cut-off dates between the City and the National Department of Water & Sanitation resulting in a one-month lag between payments; b) Bulk Water Levy (under), due to a decrease in water volumes resulting in reduced cost; c) Bulk Water - Desalination (under), due to a legal dispute with one of the contractors for breach of contract as well as water being produced at a slower rate than originally anticipated; d) Bulk Water - Reclamation (under), due to a delay in implementation of the project as this plant will only be operational in 2019/20, and e) Bulk Purchase - Ground Water (under), due to a delay in the implementation of the project.	Final transactions for the year still to be processed.

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure By Type				
Other materials	(92,741)	-6.8%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> 1. Chemicals (under), due to the continuous lower demand and water usage resulting in less chemicals being required for the year; 2. Fuel (over), due to the impact of increased fuel prices and consumption. 3. G&D Pharmaceuticals and Vaccines (under), due to an outstanding account from the Western Cape Government. 4. Printing, Stationery and Photographic (under), due lower than planned requirement for 2018/19. 5. R&M - Material: Consumables (under), due to lower than planned requirements for the year. 	Final transactions for the year still to be processed.
Contracted services	(1,067,741)	-16.2%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> 1. Advisory services - Project management (R30.2 million under), due to less project management services required for the year. 2. Building Contractors (R84.8 million under), due to lower than planned expenditure incurred to date. 3. Chipping (R22.2 million under), where less than planned green waste was disposed of at drop-off facilities. 4. R&M-related expenditure (under), combination of over/under, against: <ol style="list-style-type: none"> a) Electrical (R19 million under), due to maintenance being lower than planned at buildings/facilities as well as orders not settled at month-end; b) Building (R198 million under), where actual expenditure to date is less than planned, due to the re-active nature of R&M; c) Gardening (R45 million over), due to a higher demand for grass cutting services; d) Equipment (R88.1 million under), due to lower than planned demand; and e) Clearing and Grass Cutting (R37.7 million under), due to expenditure being incurred as and when required. 5. Contracted services – MJCP (R20.7 million under), due to delays in finalisation of contracts and appointment of workers. 6. Sewerage services (R11 million under), due to lower than planned expenditure for services rendered in informal settlements. 7. Refuse removal (R16 million over), due to higher than planned cost for refuse removal in the Helderberg area. 8. Transportation services - People (R92.2 million under), due to outstanding invoices from service providers. 9. Litter Picking and Street Cleaning (R42 million under), due to refuse removal and cleaning of sandy areas being less than planned for the year. 	<p>Virements will be processed where required.</p> <p>Final transactions for the year still to be processed</p>

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Expenditure By Type				
Transfers and subsidies	(101,487)	-21.0%	The variance is mainly within the following directorates: 1. Human Settlements (under), where Top Structure projects are behind schedule, due to delays resulting from community unrest. 2. Finance (under), due to the monthly Cape Town Stadium entity transfer payment being processed after month-end. 3. Safety & Security (under), due to cancellation of events and beneficiary payments not disbursed as result of outstanding documents. 4. Urban Management (over), due to expenditure relating to the Safety Lab being higher than planned for the year.	Final transactions for the year still to be processed.
Other expenditure	(303,128)	-14.8%	The variance is a combination of over-/under expenditure. 1. Training and learnerships (R4 million under), mainly due to delays in the roll-out of training programmes and the prioritisation process currently underway. 2. Uniforms and Protective clothing (R18.7 million under), mainly within the Safety & Security directorate, due to delays in appointment of staff during the year. 3. Hire of LDV/cars (R14.8 million under), due to the lower demand for hiring of vehicles. 4. Electricity (R35.2 million under), due to less demand for water being pumped by pump stations as a result of the drought and the consequential water restrictions. 5. Levy - Skills development (R14 million over), due to higher than planned expenditure incurred to date. 6. Insurance premium - Unicity (R10 million under), due to expenditure being less than planned as insurance requirements are changing continuously and therefore difficult to plan per monthly cycle. 7. Loss on Foreign Exchange (R5.8 million over), due to penalties on cancellation of the foreign exchange contract, which was not budgeted for. 8. Membership Fees - Professional (R12.5 million over), due to the 2019/20 SALGA membership fees paid in advance. 9. Telecom Lines (R20.7 million under), due to final invoices still to be processed for the year. 10. Bank and Service charges (R19 million under), due to a change in the City's official banker resulting in more favourable bank charges. 11. Operating Leases (R29.9 million under), mainly due to the cancellation of operating leases for office space previously occupied by Council employees.	Virements will be processed where so required. Final transactions for the year still to be processed.
Loss on disposal of PPE	(171,919)	-98.2%	The variance is due to budget allocation made for infrastructure transferred to Eskom, which was subsequently not required.	No corrective action required.

Table SC1: Material variance explanations for capital expenditure by vote

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 1 - Community Services & Health	(63,876)	-20.3%	<p>The negative variance is due to:</p> <ol style="list-style-type: none"> 1. Outstanding payment certificates from vendors as well as delays in verification of payment certificates already received on the following completed projects: <ol style="list-style-type: none"> a. ECD: Informal Settlements; b. IT Modernisation; c. New Pelican Park Clinic; d. National Core Standards; e. Social Services Facility upgrades; and f. Du Noon Library & other Library upgrades. 2. Construction of ECD - Heideveld: Contractor behind schedule due to community unrest. Ground conditions required additional material to stabilise it. Completion date will now only be in October 2019. 	<p>Project managers, together with the support of the finance manager/heads, will:</p> <p>Continually engage with suppliers on outstanding invoices.</p> <p>Ensure all payment certificates are received, verified and paid by 14 July 2019.</p> <p>Engage with the community to mitigate community concerns.</p> <p>Unspent committed funds for 2018/19 will be rolled-over to 2019/20 in the August 2019 adjustments budget.</p>
Vote 2 - Corporate Services	(38,243)	-14.2%	<p>The negative variance reflects on the following projects:</p> <ol style="list-style-type: none"> 1. CityWeb/CityApps Redevelopment Resources Project: Tender for IT specialist services not in place; all funds will therefore not be spent. 2. Various projects, which have been completed but where final invoices have not yet been received. 3. Dark Fibre Broadband Infrastructure Programme: The project remains behind forecasted spend as a result of delays from the Auditor General's findings as well as tenders that were put on hold. Some projects are completed; awaiting invoices from vendor. 	<p>Project managers are liaising with vendors regarding the outstanding invoices, which will be processed before 14 July 2019.</p>
Vote 3 - Economic Opportunities & Asset Managemnt	(23,131)	-8.1%	<p>Fleet-, Facilities- and Property Management: Projects are completed; awaiting payment certificates and final invoices from contractors.</p>	<p>Project managers are currently liaising with contractors on outstanding invoices.</p>

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 4 - Energy & Climate Change	(143,017)	-16.6%	The negative variance reflects on the following projects: 1. Steenbras - Reline Steel Penstock: Delays due to late award of tenders. 2. System Infrastructure - South Area C FY19: A major project in Gugulethu has been placed on hold due to a shooting incident on site. 3. Electrification Area E FY19: Savings realised. 4. Blue Downs Streetlighting Depot: Contractor not able to commence with boundary and fence line. 5. Bloemhof Network Control Centre: Practical completion to be determined once site inspection is completed.	Unspent committed funds for 2018/19 will be rolled-over to 2019/20 in the August 2019 adjustments budget.
Vote 5 - Finance	(941)	-3.5%	Immaterial variance.	-
Vote 6 - Human Settlements	(80,688)	-11.0%	The negative variance is due to final invoices on completed projects that have not been received from consultants and contractors .	Project managers are liaising with consultants and contractors to expedite receipt of outstanding invoices. Final invoices to be processed once received.
Vote 7 - Office of the City Manager	(633)	-23.5%	The variance is due to delays in the manufacturing of certain furniture and equipment resulting in delivery not being made by 30 June 2019.	Unspent committed funds for 2018/19 will be rolled-over to 2019/20 in the August 2019 adjustments budget.
Vote 8 - Safety & Security	(22,720)	-10.7%	The variance is due to: 1. Late submission of invoices by contractors for work completed up until 30 June 2019 on the following projects: a. Sir Lowry's Pass Fire Station; b. Fire Station: Masipumelele; c. Integrated Contact Centre; and d. Upgrading of Security FY19. 2. Inclemental weather conditions, which has resulted in delays on the following projects: a. Sir Lowry's Pass Fire Station (R2.5 million), and b. Ndabeni Vehicle Pound Upgrade (R1.4 million).	Project managers are liaising with contractors and vendors to ensure that invoices are submitted for work completed. Unspent committed funds for 2018/19 will be rolled-over to 2019/20 in the August 2019 adjustments budget.
Vote 9 - Spatial Planning & Environment	(25,687)	-41.3%	Under-expenditure can be directly attributed to: 1. Basement Parking project: Anticipated spend is subject to Council approving the proposal submitted to construct the CTICC2 interface area and Basement 1. 2. Fencing at the Wolfgat Nature reserve was delayed due to community interference.	Unspent committed funds for 2018/19 will be rolled-over to 2019/20 in the August 2019 adjustments budget.

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 10 - Transport	(296,484)	-25.4%	<p>The directorate has a net negative variance, which is an accumulation of slower than anticipated expenditure on a number of projects, the most significant of which are:</p> <ol style="list-style-type: none"> 1. Bosmansdam dualling - Koeberg to Monta Drive: A deviation report is still being finalised by the Urban Development Implementation department (as per requirement from the City Manager's office). 2. Public Transport Interchange Programme: The minor upgrade programme is underway. Works at Blackheath, Kuilsriver, Atlantis, Fish Hoek, Eerste River and Melton Rose have commenced and will continue into the next financial year as planned and budgeted for. 3. Integrated Bus Rapid Transit System: Latest cash flow projections received from the contractor indicates that the full budget allocated to MyCiTi building upgrades will not be spent in 2018/19. The CCTV project has also experienced problems with connectivity in Khayelitsha with the result that a portion of the budget allocation will not be spent in 2018/19. 4. Congestion Relief Programme due to: <ol style="list-style-type: none"> a. Poor/slow performance from the contractor in respect of the Langverwacht Road project; b. The procurement strategy and detailed design stage review resulting from the technical assessment Traffic Safety Measures (TSM) projects, which determined the risk too high to implement via existing framework contracts; c. Difficult negotiation process associated with land acquisition in respect of Saxdown (Estate Late) and De Waal Main Road (part expropriation); and d. The time taken to obtain legal guidance in preparing a deviation report to allow the City to contribute to a public road scheme upgrade undertaken in terms of an Engineering Services agreement under the City's Development Services policy. 	Unspent committed funds for 2018/19 will be rolled-over to 2019/20 in the August 2019 adjustments budget.
Vote 11 - Urban Management	(5,044)	-21.5%	Projects completed; busy with final snags and awaiting final invoices.	Project managers to ensure all invoices are processed before 14 July 2019.

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Capital Expenditure by Vote				
Vote 12 - Water & Waste	(1,074,266)	-40.2%	The directorate is behind planned spend for the period under review. The main reasons are listed below at departmental level.	There are on-going engagements with directors and responsible project managers to ensure that tracking and monitoring of projects are within the prescribed timeframes and that corrective action is processed timeously so as to ensure maximum spend. Remedial action required as indicated below.
Management: Water & Waste	(221)	-52.0%	Computer Equipment: Some items were delivered although the balance of items could not be delivered, due to stock unavailability.	Unspent committed funds for 2018/19 will be rolled-over to 2019/20 in the August 2019 adjustments budget.
Solid Waste Management	(73,923)	-22.5%	<p>1. Kuilsriver and Schaapkraal depots: Final design completed. Award of construction tender was made on 5 November 2018 with site hand over on 26 March 2019. Delays are as a result of several Bid Evaluation Committee (BEC) meetings held for clarification from tenderers.</p> <p>2. Scottsdene Depot: Initial delays as a result of the building plan approval and construction permit. The contractor has also delayed arranging the guarantees. Construction only commenced in May 2019.</p> <p>3. Weltevreden bag store: The contractor was sent a notice of termination by the Legal Support Services department. The termination report was approved by the ED: Corporate Services. The application for transversal use of contract to complete outstanding works was declined by Supply Chain Management. Further motivations were sent to Supply Chain Management for consideration. A new tender process is to follow in 2019/20 as the existing term tenders cannot be used to complete works. Construction to start in 2020/21.</p> <p><i>Continued on next page.</i></p>	Unspent committed funds for 2018/19 will be rolled-over to 2019/20 in the August 2019 adjustments budget.

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<u>Capital Expenditure by Vote</u> Solid Waste Management	See previous page.	See previous page.	4. Retreat drop-off (multi-funded project): The scope has been reduced as a result of a decision to remove the Chipping facility, due to public objection. Construction commenced in November 2018. The contractor made a slow start, due to the builder's holiday in December 2018 resulting in construction not being finished by 30 June 2019. 5. Coastal Park material recovery facility: Bulk earthworks construction tender advertised on 31 August 2018, with an anticipated commencement date changed from February 2019 to June 2019 as a result of a local content procurement issue requiring clarification. A request for a roll over to accommodate the completion of the Bulk Earthmoving works in 2019/20 will be submitted.	See previous page.
Water & Sanitation Management	(1,000,122)	-42.6%	The department will underspend its 2018/19 capital budget. This is primarily due to the New Water Programme (NWP), which was created during the drought/emergency period to deliver additional supply of water resulting in projects being prepared via a "business unusual" methodology. Delays experienced i.e. access to properties etc. have resulted in slower than anticipated progress for groundwater explorations in the Cape Flats, Table Mountain Group (TMG) and Atlantis aquifers. Other reasons include successful appeals on Baden Powell water supply project, unresolved land acquisitions on Fisantekraal WWTW expansion project, and poor supplier performance on the provision of large water meters.	In order to ensure improved performance in 2019/20 the following will be implemented: Focused management attention on capital programme implementation. New Water Programme to be absorbed into Bulk Water Branch to regularise project management. This will require additional capacity. There will be the introduction of a Project Support Office in the department to support project managers with contract management and tender management. There will also be closer engagement with CPPM to align reports e.g. value at risk. The department will, via monthly meetings, also work with the CFO's office to timeously resolve issues impacting service delivery and bring urgent issues to the CFO's/SCM department's attention.

Table SC1: Material variance explanations for cash flow

Description	YTD variance R Thousands	YTD variance %	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands				
CASH FLOW FROM OPERATING ACTIVITIES				
Receipts				
Property rates	62,130	0.7%	Immaterial variance.	No corrective action required
Service charges	495,045	2.6%	Immaterial variance.	No corrective action required
Other revenue	111,805	2.6%	Immaterial variance.	No corrective action required
Government - operating	(28,614)	-0.6%	Immaterial variance.	No corrective action required
Government - capital	(346,806)	-13.7%	Not all capital grants were received as originally budgeted for.	No corrective action required
Interest	(34,183)	-3.6%	Immaterial variance.	No corrective action required
Dividends	-	-		
Payments				
Suppliers and employees	213,521	-0.7%	Immaterial variance.	No corrective action required
Finance charges	48,855	-7.1%	The variance is due to the repayment of the full interest payment although the full loan wasn't taken up.	No corrective action required
Transfers and Grants	(484,901)	100.0%	Financial year-end processes are still in progress.	No corrective action required
NET CASH FROM/(USED) OPERATING ACTIVITIES	(481,902)	-6.2%		
CASH FLOWS FROM INVESTING ACTIVITIES				
Receipts				
Proceeds on disposal of PPE	(98,396)	-100.0%	Financial year-end processes are still in progress.	No corrective action required
Decrease (Increase) in non-current debtors	-			
Decrease (increase) other non-current receivables	(1,293)	-100.0%	Financial year-end processes are still in progress.	No corrective action required
Decrease (increase) in non-current investments	238,708	-100.0%	Financial year-end processes are still in progress.	No corrective action required
Payments				
Capital assets	(1,592,159)	26.8%	Slower cash outflows than originally budgeted for. The system in some instances is unable to differentiate accurately between capital and operating expenditure.	No corrective action required
NET CASH FROM/(USED) INVESTING ACTIVITIES	(1,731,179)	28.4%		
CASH FLOWS FROM FINANCING ACTIVITIES				
Receipts				
Short term loans	-			
Borrowing long term/refinancing	(303,581)	-60.7%	Less external borrowing taken up than originally budgeted for.	No corrective action required
Increase (decrease) in consumer deposits	-	-100.0%	Financial year-end processes are still in progress.	No corrective action required
Payments				
Repayment of borrowing	0	0.0%	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES	341,747	161.0%		

Table SC2: Monthly Budget Statement - performance indicators

Description of financial indicator	Basis of calculation	2017/18	Budget Year 2018/19			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	3.3%	4.0%	3.2%	3.2%	3.2%
Borrowed funding of 'low n' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	45.2%	47.6%	7.5%	7.5%	7.3%
Safety of Capital						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	32.5%	48.4%	36.7%	26.8%	36.7%
Gearing	Long Term Borrowing/ Funds & Reserves	187.4%	285.2%	124.3%	200.5%	124.3%
Liquidity						
Current Ratio	Current assets/current liabilities	1.69	1.25	1.75	1.73	1.75
Liquidity Ratio	Monetary Assets/Current Liabilities	0.84	0.60	0.77	0.91	0.77
Revenue Management						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	19.2%	19.9%	27.3%	15.8%	27.5%
Other Indicators						
Employee costs	Employee costs/Total Revenue - capital revenue	29.5%	32.8%	31.1%	29.0%	29.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue	9.1%	9.9%	9.3%	2.6%	2.4%

Table SC3 Monthly budget statement Aged Debtors

Description	Budget Year 2018/19										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
	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		
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	273,837	160,532	99,390	44,969	41,741	46,846	632,381	1,226,120	2,525,816	1,992,056	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	767,990	52,516	30,750	21,631	18,733	5,853	94,099	205,775	1,197,347	346,091	-	-
Receivables from Non-exchange Transactions - Property Rates	683,498	112,521	102,071	98,195	43,824	51,861	228,873	652,120	1,972,964	1,074,874	-	-
Receivables from Exchange Transactions - Waste Water Management	137,038	45,590	40,461	19,879	17,553	18,790	166,762	438,239	884,311	661,221	-	-
Receivables from Exchange Transactions - Waste Management	112,684	56,913	37,056	13,741	9,027	8,911	61,430	309,275	609,037	402,384	-	-
Receivables from Exchange Transactions - Property Rental Debtors	85,419	363	(4,315)	(8,507)	22,516	7,223	51,153	529,056	682,907	601,441	-	-
Interest on Arrear Debtor Accounts	80,791	59,386	48,794	28,044	26,249	24,920	140,772	685,293	1,094,249	905,278	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	(20,510)	(19,369)	(15,097)	(20,778)	(11,926)	(8,406)	(40,697)	(80,959)	(217,743)	(162,766)	-	-
Total By Income Source	2,120,748	468,451	339,111	197,174	167,716	155,997	1,334,772	3,964,920	8,748,889	5,820,579	-	-
2017/18 - totals only	2,640,611	531,297	422,264	256,856	163,917	177,064	841,908	4,049,709	9,083,625	5,489,453	-	-
Debtors Age Analysis By Customer Group												
Organs of State	112,212	34,773	28,179	16,852	9,172	7,945	2,522	28,205	239,859	64,695	-	-
Commercial	1,086,863	80,201	64,653	40,428	31,484	38,906	154,016	278,375	1,774,926	543,208	-	-
Households	963,266	344,422	222,644	114,697	121,437	108,661	1,060,781	3,291,004	6,226,909	4,696,578	-	-
Other	(41,593)	9,055	23,635	25,198	5,624	486	117,453	367,337	507,195	516,098	-	-
Total By Customer Group	2,120,748	468,451	339,111	197,174	167,716	155,997	1,334,772	3,964,920	8,748,889	5,820,579	-	-

Table SC4 Monthly Budget Statement Aged Creditors

Description	Budget Year 2018/19									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										
Creditors Age Analysis By Customer Type										
Bulk Electricity	—	—	—	—	—	—	—	—	—	—
Bulk Water	—	—	—	—	—	—	—	—	—	—
PAYE deductions	—	—	—	—	—	—	—	—	—	—
VAT (output less input)	—	—	—	—	—	—	—	—	—	—
Pensions / Retirement deductions	—	—	—	—	—	—	—	—	—	—
Loan repayments	—	—	—	—	—	—	—	—	—	—
Trade Creditors	519,226	694	—	5	(7)	—	(1,074)	2,230	521,074	2,984,207
Auditor General	—	—	—	—	—	—	—	—	—	—
Other	—	—	—	—	—	—	—	—	—	—
Total By Customer Type	519,226	694	—	5	(7)	—	(1,074)	2,230	521,074	2,984,207

Table SC5 Monthly Budget Statement 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	Expiry date of investment	Accrued interest for the month	Yield for the month (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
ABSA Bank	101	Fixed	2019/07/05	181	7.35%	30,000	181	30,181
ABSA Bank	100	Fixed	2019/07/05	60	7.35%	10,000	60	10,060
ABSA Bank	99	Fixed	2019/07/05	61	7.37%	10,000	61	10,061
ABSA Bank	108	Fixed	2019/07/15	882	7.40%	145,000	882	145,882
ABSA Bank	108	Fixed	2019/07/15	213	7.40%	35,000	213	35,213
ABSA Bank	108	Fixed	2019/07/15	122	7.40%	20,000	122	20,122
ABSA Bank	108	Fixed	2019/07/15	213	7.40%	35,000	213	35,213
ABSA Bank	108	Fixed	2019/07/15	152	7.40%	25,000	152	25,152
ABSA Bank	102	Fixed	2019/07/12	304	7.40%	50,000	304	50,304
ABSA Bank	108	Fixed	2019/07/19	184	7.45%	30,000	184	30,184
ABSA Bank	113	Fixed	2019/07/26	183	7.43%	30,000	183	30,183
ABSA Bank	107	Fixed	2019/07/26	91	7.40%	15,000	91	15,091
ABSA Bank	102	Fixed	2019/07/26	121	7.36%	20,000	121	20,121
ABSA Bank	102	Fixed	2019/07/26	181	7.36%	30,000	181	30,181
ABSA Bank	102	Fixed	2019/07/26	181	7.36%	30,000	181	30,181
ABSA Bank	98	Fixed	2019/07/31	121	7.35%	20,000	121	20,121
ABSA Bank	82	Fixed	2019/07/31	179	7.27%	30,000	179	30,179
ABSA Bank	79	Fixed	2019/07/31	120	7.27%	20,000	120	20,120
ABSA Bank	86	Fixed	2019/08/08	150	7.30%	25,000	150	25,150
ABSA Bank	92	Fixed	2019/08/15	510	7.30%	85,000	510	85,510
ABSA Bank	91	Fixed	2019/08/15	120	7.30%	20,000	120	20,120
ABSA Bank	87	Fixed	2019/08/15	240	7.30%	40,000	240	40,240
ABSA Bank	86	Fixed	2019/08/15	120	7.30%	20,000	120	20,120
ABSA Bank	72	Fixed	2019/08/02	119	7.25%	20,000	119	20,119
ABSA Bank	85	Fixed	2019/08/16	90	7.28%	15,000	90	15,090
ABSA Bank	92	Fixed	2019/08/27	120	7.28%	20,000	120	20,120
ABSA Bank	91	Fixed	2019/08/27	209	7.28%	35,000	209	35,209
ABSA Bank	86	Fixed	2019/08/23	119	7.25%	20,000	119	20,119
ABSA Bank	89	Fixed	2019/08/27	120	7.27%	20,000	120	20,120
ABSA Bank	25	Fixed	2019/07/01	48	7.07%	10,000	48	10,048
ABSA Bank	81	Fixed	2019/08/30	207	7.20%	50,000	207	50,207
ABSA Bank	66	Fixed	2019/08/16	98	7.15%	25,000	98	25,098
ABSA Bank	85	Fixed	2019/09/06	36	7.20%	10,000	36	10,036
ABSA Bank	91	Fixed	2019/09/13	101	7.25%	30,000	101	30,101
ABSA Bank	87	Fixed	2019/09/13	115	7.20%	45,000	115	45,115
ABSA Bank	100	Fixed	2019/09/27	72	7.35%	30,000	72	30,072
ABSA Bank	99	Fixed	2019/09/27	33	7.35%	15,000	33	15,033
ABSA Bank	6	Fixed	2019/07/01	23	6.90%	20,000	23	20,023
ABSA Bank	5	Fixed	2019/07/01	19	6.90%	20,000	19	20,019
ABSA Bank	8	Fixed	2019/07/05	19	6.90%	25,000	19	25,019
Firststrand	101	Fixed	2019/07/05	182	7.37%	30,000	182	30,182
Firststrand	99	Fixed	2019/07/05	121	7.37%	20,000	121	20,121
Firststrand	108	Fixed	2019/07/15	909	7.37%	150,000	909	150,909

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Investments by maturity Name of institution & investment ID R thousands	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
	Days							
Firststrand	108	Fixed	2019/07/15	212	7.37%	35,000	212	35,212
Firststrand	108	Fixed	2019/07/15	151	7.37%	25,000	151	25,151
Firststrand	102	Fixed	2019/07/12	300	7.29%	50,000	300	50,300
Firststrand	108	Fixed	2019/07/19	211	7.35%	35,000	211	35,211
Firststrand	113	Fixed	2019/07/26	212	7.37%	35,000	212	35,212
Firststrand	108	Fixed	2019/07/26	666	7.37%	110,000	666	110,666
Firststrand	107	Fixed	2019/07/26	242	7.37%	40,000	242	40,242
Firststrand	106	Fixed	2019/07/26	363	7.37%	60,000	363	60,363
Firststrand	102	Fixed	2019/07/26	212	7.37%	35,000	212	35,212
Firststrand	98	Fixed	2019/07/31	180	7.28%	30,000	180	30,180
Firststrand	60	Fixed	2019/07/05	411	7.15%	70,000	411	70,411
Firststrand	78	Fixed	2019/07/26	446	7.23%	75,000	446	75,446
Firststrand	79	Fixed	2019/07/31	327	7.24%	55,000	327	55,327
Firststrand	86	Fixed	2019/08/08	150	7.28%	25,000	150	25,150
Firststrand	92	Fixed	2019/08/15	90	7.28%	15,000	90	15,090
Firststrand	91	Fixed	2019/08/15	150	7.28%	25,000	150	25,150
Firststrand	87	Fixed	2019/08/15	209	7.28%	35,000	209	35,209
Firststrand	86	Fixed	2019/08/15	149	7.27%	25,000	149	25,149
Firststrand	72	Fixed	2019/08/02	148	7.19%	25,000	148	25,148
Firststrand	85	Fixed	2019/08/16	90	7.27%	15,000	90	15,090
Firststrand	92	Fixed	2019/08/27	60	7.25%	10,000	60	10,060
Firststrand	91	Fixed	2019/08/27	209	7.25%	35,000	209	35,209
Firststrand	86	Fixed	2019/08/23	149	7.23%	25,000	149	25,149
Firststrand	89	Fixed	2019/08/27	149	7.23%	25,000	149	25,149
Firststrand	25	Fixed	2019/07/01	96	7.00%	20,000	96	20,096
Firststrand	81	Fixed	2019/08/30	226	7.15%	55,000	226	55,226
Firststrand	66	Fixed	2019/08/16	78	7.12%	20,000	78	20,078
Firststrand	85	Fixed	2019/09/06	141	7.17%	40,000	141	40,141
Firststrand	91	Fixed	2019/09/13	67	7.18%	20,000	67	20,067
Firststrand	87	Fixed	2019/09/13	141	7.18%	55,000	141	55,141
Firststrand	100	Fixed	2019/09/27	83	7.20%	35,000	83	35,083
Firststrand	99	Fixed	2019/09/27	43	7.20%	20,000	43	20,043
Firststrand	7	Fixed	2019/07/01	40	6.90%	30,000	40	30,040
Firststrand	6	Fixed	2019/07/01	33	6.71%	30,000	33	30,033
Firststrand	5	Fixed	2019/07/01	23	6.80%	25,000	23	25,023
Firststrand	8	Fixed	2019/07/05	19	6.90%	25,000	19	25,019
Investec Bank	101	Fixed	2019/07/05	61	7.45%	10,000	61	10,061
Investec Bank	99	Fixed	2019/07/05	61	7.45%	10,000	61	10,061
Investec Bank	108	Fixed	2019/07/15	398	7.45%	65,000	398	65,398
Investec Bank	108	Fixed	2019/07/15	61	7.45%	10,000	61	10,061
Investec Bank	108	Fixed	2019/07/15	92	7.45%	15,000	92	15,092
Investec Bank	108	Fixed	2019/07/15	122	7.45%	20,000	122	20,122
Investec Bank	102	Fixed	2019/07/12	182	7.40%	30,000	182	30,182
Investec Bank	108	Fixed	2019/07/19	61	7.40%	10,000	61	10,061
Investec Bank	113	Fixed	2019/07/26	92	7.50%	15,000	92	15,092
Investec Bank	102	Fixed	2019/07/26	398	7.45%	65,000	398	65,398
Investec Bank	102	Fixed	2019/07/26	92	7.45%	15,000	92	15,092
Investec Bank	98	Fixed	2019/07/31	91	7.35%	15,000	91	15,091
Investec Bank	60	Fixed	2019/07/05	298	7.25%	50,000	298	50,298

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Investments by maturity Name of institution & investment ID R thousands	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
	Days							
Investec Bank	78	Fixed	2019/07/26	181	7.35%	30,000	181	30,181
Investec Bank	82	Fixed	2019/07/31	121	7.35%	20,000	121	20,121
Investec Bank	79	Fixed	2019/07/31	60	7.35%	10,000	60	10,060
Investec Bank	86	Fixed	2019/08/08	60	7.35%	10,000	60	10,060
Investec Bank	92	Fixed	2019/08/15	211	7.35%	35,000	211	35,211
Investec Bank	92	Fixed	2019/08/15	151	7.35%	25,000	151	25,151
Investec Bank	91	Fixed	2019/08/15	91	7.35%	15,000	91	15,091
Investec Bank	87	Fixed	2019/08/15	91	7.35%	15,000	91	15,091
Investec Bank	86	Fixed	2019/08/15	60	7.35%	10,000	60	10,060
Investec Bank	85	Fixed	2019/08/16	90	7.30%	15,000	90	15,090
Investec Bank	92	Fixed	2019/08/27	119	7.25%	20,000	119	20,119
Investec Bank	91	Fixed	2019/08/27	91	7.35%	15,000	91	15,091
Investec Bank	86	Fixed	2019/08/23	60	7.30%	10,000	60	10,060
Investec Bank	89	Fixed	2019/08/27	60	7.35%	10,000	60	10,060
Investec Bank	81	Fixed	2019/08/30	104	7.20%	25,000	104	25,104
Investec Bank	66	Fixed	2019/08/16	39	7.20%	10,000	39	10,039
Investec Bank	85	Fixed	2019/09/06	54	7.25%	15,000	54	15,054
Investec Bank	91	Fixed	2019/09/13	51	7.25%	15,000	51	15,051
Investec Bank	101	Fixed	2019/09/27	52	7.35%	20,000	52	20,052
Investec Bank	100	Fixed	2019/09/27	36	7.35%	15,000	36	15,036
Investec Bank	99	Fixed	2019/09/27	22	7.35%	10,000	22	10,022
Investec Bank	6	Fixed	2019/07/01	11	6.80%	10,000	11	10,011
Investec Bank	6	Fixed	2019/07/01	11	6.90%	10,000	11	10,011
Nedbank	101	Fixed	2019/07/05	184	7.45%	30,000	184	30,184
Nedbank	99	Fixed	2019/07/05	122	7.45%	20,000	122	20,122
Nedbank	108	Fixed	2019/07/15	863	7.50%	140,000	863	140,863
Nedbank	108	Fixed	2019/07/15	216	7.50%	35,000	216	35,216
Nedbank	108	Fixed	2019/07/15	154	7.50%	25,000	154	25,154
Nedbank	91	Fixed	2019/07/01	306	7.45%	50,000	306	50,306
Nedbank	108	Fixed	2019/07/19	185	7.50%	30,000	185	30,185
Nedbank	113	Fixed	2019/07/26	216	7.50%	35,000	216	35,216
Nedbank	108	Fixed	2019/07/26	370	7.50%	60,000	370	60,370
Nedbank	107	Fixed	2019/07/26	123	7.50%	20,000	123	20,123
Nedbank	102	Fixed	2019/07/26	153	7.45%	25,000	153	25,153
Nedbank	98	Fixed	2019/07/31	184	7.45%	30,000	184	30,184
Nedbank	60	Fixed	2019/07/05	149	7.25%	25,000	149	25,149
Nedbank	78	Fixed	2019/07/26	270	7.30%	45,000	270	45,270
Nedbank	82	Fixed	2019/07/31	180	7.30%	30,000	180	30,180
Nedbank	79	Fixed	2019/07/31	120	7.30%	20,000	120	20,120
Nedbank	86	Fixed	2019/08/08	120	7.30%	20,000	120	20,120
Nedbank	92	Fixed	2019/08/15	181	7.35%	30,000	181	30,181
Nedbank	92	Fixed	2019/08/15	91	7.35%	15,000	91	15,091
Nedbank	92	Fixed	2019/08/15	151	7.35%	25,000	151	25,151
Nedbank	92	Fixed	2019/08/15	121	7.35%	20,000	121	20,121
Nedbank	91	Fixed	2019/08/15	151	7.35%	25,000	151	25,151

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Investments by maturity Name of institution & investment ID R thousands	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
	Days							
Nedbank	90	Fixed	2019/08/15	121	7.35%	20,000	121	20,121
Nedbank	87	Fixed	2019/08/15	121	7.35%	20,000	121	20,121
Nedbank	86	Fixed	2019/08/15	151	7.35%	25,000	151	25,151
Nedbank	72	Fixed	2019/08/02	90	7.30%	15,000	90	15,090
Nedbank	85	Fixed	2019/08/16	120	7.30%	20,000	120	20,120
Nedbank	91	Fixed	2019/08/23	181	7.35%	30,000	181	30,181
Nedbank	91	Fixed	2019/08/23	302	7.35%	50,000	302	50,302
Nedbank	92	Fixed	2019/08/27	332	7.35%	55,000	332	55,332
Nedbank	92	Fixed	2019/08/27	121	7.35%	20,000	121	20,121
Nedbank	91	Fixed	2019/08/27	180	7.30%	30,000	180	30,180
Nedbank	86	Fixed	2019/08/23	150	7.30%	25,000	150	25,150
Nedbank	89	Fixed	2019/08/27	120	7.30%	20,000	120	20,120
Nedbank	380	Fixed	2020/04/30	426	8.35%	62,100	426	62,526
Nedbank	366	Fixed	2020/04/30	1	8.35%	165	1	166
Nedbank	25	Fixed	2019/07/01	241	7.05%	50,000	241	50,241
Nedbank	81	Fixed	2019/08/30	188	7.25%	45,000	188	45,188
Nedbank	65	Fixed	2019/08/16	75	7.25%	20,000	75	20,075
Nedbank	85	Fixed	2019/09/06	125	7.25%	35,000	125	35,125
Nedbank	91	Fixed	2019/09/13	118	7.25%	35,000	118	35,118
Nedbank	9	Fixed	2019/06/27	118	7.35%	45,000	118	45,118
Nedbank	100	Fixed	2019/09/27	72	7.35%	30,000	72	30,072
Nedbank	99	Fixed	2019/09/27	44	7.30%	20,000	44	20,044
Nedbank	91	Fixed	2019/09/20	70	7.30%	35,000	70	35,070
Nedbank	91	Fixed	2019/09/20	70	7.30%	35,000	70	35,070
Nedbank	7	Fixed	2019/07/01	26	6.70%	20,000	26	20,026
Nedbank	6	Fixed	2019/07/01	27	6.65%	25,000	27	25,027
Nedbank	5	Fixed	2019/07/01	18	6.65%	20,000	18	20,018
Nedbank	8	Fixed	2019/07/05	18	6.70%	25,000	18	25,018
Standard Bank	101	Fixed	2019/07/05	182	7.40%	30,000	182	30,182
Standard Bank	100	Fixed	2019/07/05	61	7.40%	10,000	61	10,061
Standard Bank	99	Fixed	2019/07/05	121	7.38%	20,000	121	20,121
Standard Bank	108	Fixed	2019/07/15	949	7.45%	155,000	949	155,949
Standard Bank	108	Fixed	2019/07/15	245	7.45%	40,000	245	40,245
Standard Bank	108	Fixed	2019/07/15	153	7.45%	25,000	153	25,153
Standard Bank	102	Fixed	2019/07/12	303	7.38%	50,000	303	50,303
Standard Bank	108	Fixed	2019/07/19	244	7.42%	40,000	244	40,244
Standard Bank	113	Fixed	2019/07/26	184	7.45%	30,000	184	30,184
Standard Bank	108	Fixed	2019/07/26	61	7.45%	10,000	61	10,061
Standard Bank	107	Fixed	2019/07/26	122	7.45%	20,000	122	20,122
Standard Bank	102	Fixed	2019/07/26	152	7.39%	25,000	152	25,152
Standard Bank	98	Fixed	2019/07/31	180	7.29%	30,000	180	30,180
Standard Bank	60	Fixed	2019/07/05	148	7.23%	25,000	148	25,148
Standard Bank	78	Fixed	2019/07/26	298	7.25%	50,000	298	50,298
Standard Bank	82	Fixed	2019/07/31	60	7.26%	10,000	60	10,060
Standard Bank	79	Fixed	2019/07/31	239	7.26%	40,000	239	40,239
Standard Bank	86	Fixed	2019/08/08	150	7.30%	25,000	150	25,150
Standard Bank	92	Fixed	2019/08/15	90	7.30%	15,000	90	15,090
Standard Bank	91	Fixed	2019/08/15	180	7.28%	30,000	180	30,180
Standard Bank	87	Fixed	2019/08/15	239	7.27%	40,000	239	40,239
Standard Bank	86	Fixed	2019/08/15	149	7.27%	25,000	149	25,149
Standard Bank	72	Fixed	2019/08/02	89	7.24%	15,000	89	15,089
Standard Bank	85	Fixed	2019/08/16	149	7.27%	25,000	149	25,149
Standard Bank	92	Fixed	2019/08/27	449	7.28%	75,000	449	75,449
Standard Bank	91	Fixed	2019/08/27	180	7.28%	30,000	180	30,180
Standard Bank	86	Fixed	2019/08/23	179	7.25%	30,000	179	30,179

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City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Investments by maturity Name of institution & investment ID R thousands	Period of Investment Days	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1 (%)	Market value at beginning of the month	Change in market value	Market value at end of the month
Standard Bank	89	Fixed	2019/08/27	119	7.25%	20,000	119	20,119
Standard Bank	25	Fixed	2019/07/01	97	7.05%	20,000	97	20,097
Standard Bank	81	Fixed	2019/08/30	229	7.23%	55,000	229	55,229
Standard Bank	66	Fixed	2019/08/16	99	7.21%	25,000	99	25,099
Standard Bank	85	Fixed	2019/09/06	125	7.25%	35,000	125	35,125
Standard Bank	91	Fixed	2019/09/13	118	7.25%	35,000	118	35,118
Standard Bank	9	Fixed	2019/06/27	131	7.33%	50,000	131	50,131
Standard Bank	100	Fixed	2019/09/27	72	7.32%	30,000	72	30,072
Standard Bank	99	Fixed	2019/09/27	44	7.30%	20,000	44	20,044
Standard Bank	91	Fixed	2019/09/20	40	7.25%	20,000	40	20,040
Standard Bank	91	Fixed	2019/09/20	119	7.25%	60,000	119	60,119
Standard Bank	7	Fixed	2019/07/01	84	6.75%	65,000	84	65,084
Standard Bank	6	Fixed	2019/07/01	28	6.75%	25,000	28	25,028
Standard Bank	5	Fixed	2019/07/01	22	6.50%	25,000	22	25,022
Standard Bank	8	Fixed	2019/07/05	18	6.75%	25,000	18	25,018
ABSA Bank		Call deposit			6.75%	409,295	(20,658)	388,637
Firststrand Bank		Call deposit			6.50%	311,057	(34,507)	276,550
Investec Bank		Call deposit			6.55%	115,665	(30,236)	85,429
Standard Bank		Call deposit			6.50%	316,072	(34,612)	281,460
Nedbank current account		Current account			6.55%	126,587	88,593	215,179
Fund Managers						5,470,372	76,410	5,546,782
Liberty, RMB and Nedbank sinking fund						913,917	41,504	955,421
Cash in transit						6,146	22,259	28,405
TOTAL INVESTMENTS AND INTEREST						14,061,377	141,655	14,203,031

Allocation and grant receipts and expenditure**Table SC7 Monthly Budget Statement transfers and grants expenditure**

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
EXPENDITURE								
Operating expenditure of Transfers and Grants								
National Government:	502,330	3,264,482	3,472,413	3,043,946	3,472,413	(407,815)	-11.7%	3,472,413
Equitable share	–	2,574,650	2,574,650	2,574,650	2,574,650	–	–	2,574,650
Finance Management grant	1,050	1,000	1,000	1,000	1,000	–	–	1,000
Urban Settlements Development Grant	49,009	204,792	224,495	24,248	224,495	(200,247)	-89.2%	224,495
Energy Efficiency and Demand Side Management Grant	186	600	700	521	700	(179)	-25.6%	700
Department of Environmental Affairs and Tourism	6,236	–	20,652	–	20,652	–	-	20,652
Expanded Public Works Programme	13,783	23,266	23,266	22,115	23,266	(1,151)	-4.9%	23,266
Integrated City Development Grant	(4,933)	7,622	9,478	1,083	9,478	(8,395)	-88.6%	9,478
Public Transport Infrastructure & Systems Grant	30,666	48,812	58,623	23,365	58,623	(35,259)	-60.1%	58,623
Infrastructure Skills Development	9,614	12,605	13,005	9,580	13,005	(3,425)	-26.3%	13,005
Public Transport Network Grant	396,719	391,135	546,544	387,386	546,544	(159,158)	-29.1%	546,544
Provincial Government:	850,267	967,719	1,291,191	870,883	1,291,191	(390,525)	-30.2%	1,291,191
Cultural Affairs and Sport - Provincial Library Services	37,344	47,347	50,547	44,006	50,547	(6,541)	-12.9%	50,547
Cultural Affairs and Sport - Library Services: Transfer funding to enable City of Cape Town to procure periodicals and newspapers	4,498	4,770	4,954	4,944	4,954	(10)	-0.2%	4,954
Human Settlements - Human Settlement Development Grant	413,409	333,550	601,254	449,378	601,254	(151,875)	-25.3%	601,254
Human Settlements - Municipal Accreditation Assistance	6,089	5,000	3,915	5,000	3,915	1,085	27.7%	3,915
Human Settlement - Settlement Assistance	766	1,500	1,500	843	1,500	(657)	-43.8%	1,500
Health - TB	27,604	53,063	29,095	29,095	29,095	–	–	29,095
Health - ARV	217,701	224,414	234,191	217,361	234,191	(16,830)	-7.2%	234,191
Health - Nutrition	5,200	5,928	5,928	5,470	5,928	(458)	-7.7%	5,928
Health - Vaccines	96,299	86,899	101,499	85,464	101,499	(16,035)	-15.8%	101,499
Comprehensive Health	–	173,489	182,857	–	182,857	(182,857)	-100.0%	182,857
Transport and Public Works - Provision for persons with special needs	10,312	10,000	13,690	12,070	13,690	(1,620)	-11.8%	13,690
Transport and Public Works - Planning, Maintenance & Rehabilitation	2,158	–	–	–	–	–	–	–
Transport Systems & Infrastructure								
Community Safety - Law Enforcement Auxiliary Services	28,255	4,283	6,123	5,094	6,123	(1,028)	-16.8%	6,123
Appointment, Training, Equipping and Operationalisation of School Resource Officers	–	–	390	224	390	(165)	-42.4%	390
Community Development Workers	402	886	948	642	948	(306)	-32.3%	948
Finance Management Capacity Building Grant	–	360	613	280	613	(333)	-54.3%	613
Provincial Government: Financial Management Support Grant	230	230	230	230	230	–	–	230
Provincial Contribution towards addressing Natural Disasters	–	–	2,500	–	2,500	(2,500)	-100.0%	2,500
Transport Safety and Compliance - Rail Safety	(0)	16,000	16,000	5,607	16,000	(10,393)	-65.0%	16,000
Aerial support fire suppression	–	–	5,000	4,791	5,000	(209)	-4.2%	5,000
Establishment and Support K9 unit	–	–	3,000	183	3,000	(2,817)	-93.9%	3,000
Accreditation - Support - NHP	–	–	200	200	200	–	–	200
Human Settlements - Tittle deeds restoration	–	–	26,757	–	26,757	–	-	26,757

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Other grant providers:	21,687	13,271	47,463	20,058	47,463	(27,405)	-57.7%	47,463
Tourism	2,000	2,000	2,000	1,875	2,000	(125)	-6.3%	2,000
CMTF	4,414	–	13,500	1,327	13,500	(12,173)	-90.2%	13,500
CID	5,242	4,107	4,107	3,963	4,107	(144)	-3.5%	4,107
Traffic Free Flow (PTY) Ltd	–	539	539	495	539	(45)	-8.3%	539
Westcott Primary	41	43	43	40	43	(4)	-8.3%	43
Airports Company South Africa SOC Ltd	1,333	1,333	1,333	1,111	1,333	(222)	-16.7%	1,333
Rockefeller Philanthropy Advisor's Inc	1,033	1,448	1,448	1,113	1,448	(335)	-23.1%	1,448
V&A Waterfront Holdings (Pty) Ltd	772	853	853	782	853	(71)	-8.3%	853
The South African Breweries	1,093	–	2,801	2,584	2,801	(217)	-7.7%	2,801
Bayside	486	–	594	491	594	(103)	-17.3%	594
Big Bay	308	396	396	68	396	(328)	-82.9%	396
Long Street law Enforcement	–	1,583	1,583	1,281	1,583	(302)	-19.1%	1,583
Sustainable Energy Africa	–	967	697	–	697	(697)	-100.0%	697
Prasa	–	–	16,000	3,725	16,000	(12,275)	-76.7%	16,000
Marine Circle Rent-A-Cop	–	–	206	158	206	(48)	-23.1%	206
GRAND CHINA	–	–	200	158	200	(42)	-21.0%	200
Bergvliet High Part-time Trfc Attendant	–	–	29	17	29	(12)	-41.7%	29
CCID - Traffic Wardnes	–	–	864	672	864	(192)	-22.2%	864
Green Point Law Enforcement	–	–	198	148	198	(50)	-25.4%	198
Rustenberg Girls	41	–	43	23	43	(20)	-45.8%	43
Popart Stellenbosch University	733	–	28	28	28	–	–	28
Century City	837	–	–	–	–	–	–	–
University of Connecticut	14	–	–	–	–	–	–	–
DBSA - Green Fund	3,339	–	–	–	–	–	–	–
Total operating expenditure of Transfers and Grants:	1,374,284	4,245,472	4,811,066	3,934,887	4,811,066	(825,745)	-17.2%	4,811,066
EXPENDITURE								
Capital expenditure of Transfers								
National Government:	1,699,597	2,015,146	2,510,069	1,803,081	2,510,069	(706,988)	-28.2%	2,137,314
Minerals and Energy: Energy Efficiency and Demand Side Management Grant	7,435	9,400	9,300	6,152	9,300	(3,148)	-33.8%	6,152
Minerals and Energy: Integrated National Electrification Programme (Municipal) Grant	2,739	10,000	12,234	10,608	12,234	(1,626)	-13.3%	12,234
National Government - Other: Previous years' Dora allocations	–	–	200	198	200	(2)	-0.9%	198
National Treasury: Environmental Affairs: Special Projects	–	–	574	530	574	(44)	-7.6%	530
National Treasury: Environmental Affairs: Terrestrial	–	–	644	636	644	(8)	-1.3%	636
National Treasury: Environmental Affairs: Wetland	–	–	508	–	508	(508)	-100.0%	–
National Treasury: Expanded Public Works Programme	400	1,000	1,000	1,000	1,000	(0)	0.0%	1,000
National Treasury: Infrastructure Skills Development Grant	986	1,000	600	215	600	(385)	-64.2%	465
National Treasury: Integrated City Development Grant	50,045	56,740	55,618	52,080	55,618	(3,538)	-6.4%	55,211
National Treasury: Local Government Restructuring Grant	128	600	1,170	1,156	1,170	(14)	-1.2%	1,156
National Treasury: Municipal Disaster Grant	74,383	–	37,134	26,806	37,134	(10,328)	-27.8%	37,134
National Treasury: Neighbourhood Development Partnership Grant	2,071	–	7,300	4,480	7,300	(2,820)	-38.6%	7,300
National Treasury: Public Transport Network: Budget Facility for Infrastructure Grant	–	–	33,000	33,000	33,000	(0)	0.0%	33,000
National Treasury: Urban Settlements Development Grant	1,029,238	1,279,998	1,260,295	996,641	1,260,295	(263,654)	-20.9%	1,170,618
Transport: Public Transport Infrastructure & Systems Grant	–	2,021	1,200	925	1,200	(275)	-22.9%	925
Transport: Public Transport Network Grant	512,190	654,387	536,241	416,287	536,241	(119,955)	-22.4%	479,754
Co-operative Governance: Emergency Disaster Relief Grant	20,813	–	–	–	–	–	–	–
Transport: Public Transport Infrastructure	(831)	–	–	(0)	–	(0)	–	–
National Treasury: Municipal Disaster Recovery Grant	–	–	553,050	252,366	553,050	(300,684)	-54.4%	331,000

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
EXPENDITURE								
Capital expenditure of Transfers and Grants								
Provincial Government:	33,285	52,750	26,227	23,296	26,227	(2,931)	-11.2%	25,211
Provincial Government: Community Safety: Training and Equipment for Volunteers: Law Enforcement Service (LEAS)	—	—	770	734	770	(36)	-4.7%	762
Cultural Affairs and Sport: Library Services (Conditional Grant)	15,208	1,600	3,640	3,599	3,640	(42)	-1.1%	3,640
Cultural Affairs and Sport: Library Services: Metro Library Grant	9,958	10,000	11,704	10,484	11,704	(1,220)	-10.4%	11,704
Housing: Integrated Housing and Human Settlement Development Grant	8,030	41,000	10,050	8,417	10,050	(1,633)	-16.2%	9,041
Provincial Government: Community Development Workers (CDW) Operational Grant Support	91	150	63	63	63	(0)	-	63
Other grant providers:	72,541	76,200	54,526	48,116	54,526	(6,409)	-11.8%	51,359
Other: Other	72,541	76,200	54,526	48,116	54,526	(6,409)	-11.8%	51,359
Total capital expenditure of Transfers and Grants	1,805,424	2,144,096	2,590,822	1,874,494	2,590,822	(716,328)	-27.6%	2,213,884
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	3,179,707	6,389,567	7,401,888	5,809,381	7,401,888	(1,542,073)	-20.8%	7,024,950

Expenditure on councillor and board members' allowances and employee benefits

Table SC8 Monthly Budget Statement - councillor and staff benefits

Summary of Employee and Councillor remuneration	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Councillors (Political Office Bearers plus Other)								
Basic Salaries and Wages	139,878	147,923	138,955	137,581	138,955	(1,374)	-1.0%	137,581
Pension and UIF Contributions	—	—	5,625	4,984	5,625	(641)	-11.4%	4,984
Motor Vehicle Allowance	—	—	5,084	453	5,084	(4,631)	-91.1%	453
Cellphone Allowance	6,977	10,038	9,466	9,339	9,466	(127)	-1.3%	9,339
Other benefits and allowances	8,068	11,679	10,510	8,940	10,510	(1,570)	-14.9%	8,940
Sub Total - Councillors	154,923	169,640	169,640	161,297	169,640	(8,343)	-4.9%	161,297
% increase		9.5%	9.5%					4.1%
Senior Managers of the Municipality								
Basic Salaries and Wages	23,508	28,128	28,704	22,988	28,704	(5,716)	-19.91%	22,988
Pension and UIF Contributions	1,780	2,172	1,848	1,807	1,848	(41)	-2.22%	1,807
Medical Aid Contributions	118	164	164	112	164	(52)	-31.93%	112
Motor Vehicle Allowance	412	442	442	404	442	(38)	-8.65%	404
Cellphone Allowance	120	194	177	157	177	(20)	-11.30%	157
Other benefits and allowances	172	82	82	61	82	(21)	-25.84%	61
Payments in lieu of leave	438	—	—	116	—	116	100.00%	116
Sub Total - Senior Managers of Municipality	26,548	31,182	31,417	25,644	31,417	(5,773)	-18.4%	25,644
% increase		17.5%	18.3%					-3.4%
Other Municipal Staff								
Basic Salaries and Wages	7,442,697	8,946,536	8,488,025	8,015,390	8,470,971	(455,581)	-5.4%	8,015,390
Pension and UIF Contributions	1,157,975	1,666,537	1,348,537	1,251,730	1,345,357	(93,627)	-7.0%	1,251,730
Medical Aid Contributions	702,198	752,518	752,539	745,903	755,504	(9,602)	-1.3%	745,903
Overtime	602,665	517,090	591,291	609,771	598,205	11,566	1.9%	609,771
Motor Vehicle Allowance	194,044	220,701	221,495	200,746	222,042	(21,296)	-9.6%	200,746
Cellphone Allowance	17,853	23,853	23,944	21,899	24,045	(2,145)	-8.9%	21,899
Housing Allowances	59,361	64,402	64,403	61,444	64,665	(3,221)	-5.0%	61,444
Other benefits and allowances	242,503	236,358	238,640	261,672	240,730	20,941	8.7%	261,672
Payments in lieu of leave	144,677	134,139	138,727	115,511	139,914	(24,403)	-17.4%	115,511
Long service awards	179	79,206	76,067	511	74,407	(73,896)	-99.3%	511
Post-retirement benefit obligations	274,623	247,593	547,593	243,767	547,593	(303,826)	-55.48%	243,767
Sub Total - Other Municipal Staff	10,838,775	12,888,933	12,491,261	11,528,344	12,483,433	(955,089)	-7.65%	11,528,344
% increase		18.9%	15.2%					6.4%
Total Parent Municipality	11,020,246	13,089,755	12,692,317	11,715,285	12,684,490	(969,205)	-7.6%	11,715,285

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
Councillors (Political Office Bearers plus Other)				
Basic Salaries and Wages	(1,374)	-1.0%	The variance is due to one vacancy.	The process to fill the vacancy is ongoing.
Pension and UIF Contributions	(641)	-11.4%	Immaterial variance.	-
Medical Aid Contributions	-	-	-	-
Motor Vehicle Allowance	(4,631)	-91.1%	The variance is due to fewer than planned claims from councillors for travelling on official council business outside the jurisdiction of the City.	No remedial action required.
Cellphone Allowance	(127)	-1.3%	Immaterial variance.	-
Housing Allowances	-	-	-	-
Other benefits and allowances	(1,570)	-14.9%	The variance is due to number of vacancies throughout the year as a result of resignations, re-deployments and councillor deaths.	No remedial action required.
Senior Managers of the Municipality				
Basic Salaries and Wages	(5,716)	-19.9%	Immaterial variance.	-
Pension and UIF Contributions	(41)	-2.2%	Immaterial variance.	-
Medical Aid Contributions	(52)	-31.9%	Immaterial variance.	-
Motor Vehicle Allowance	(38)	-8.7%	Immaterial variance.	-
Cellphone Allowance	(20)	-11.3%	Immaterial variance.	-
Other benefits and allowances	(21)	-25.8%	Immaterial variance.	-
Payments in lieu of leave	116	100.0%	Immaterial variance.	-
Other Municipal Staff				
Basic Salaries and Wages	(455,581)	-5.4%	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, and 4. Appointment of seasonal workers and temporary staff, which is dependent on seasonal requirements of departments.	The City had 3625 vacancies as at 30 June 2019. 2759 vacancies were filled (1373 internal and 1386 external) with 2266 terminations processed from 1 July 2018. The filling of vacancies is ongoing and seasonal staff are appointed as and when required.
Pension and UIF Contributions	(93,627)	-7.0%	The variance is mainly due the turnaround time in filling vacancies and the internal filling of vacancies.	The process to fill vacancies is ongoing.

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
Medical Aid Contributions	(9,602)	-1.3%	The variance is mainly due the turnaround time in filling vacancies and the internal filling of vacancies.	The process to fill vacancies is ongoing.
Overtime	11,566	1.9%	This variance is largely in the Safety & Security directorate and is as a result of an increase in deployment of staff as a result of protest action, services delivery strikes and fires.	Virement will be processed to address over expenditure.
Motor Vehicle Allowance	(21,296)	-9.6%	The variance is mainly due to termination of permanent staff who were in receipt of car allowances.	The process to fill vacancies is ongoing.
Cellphone Allowance	(2,145)	-8.9%	The variance is mainly due to termination of permanent staff who were in receipt of cellphone allowances.	The process to fill vacancies is ongoing.
Housing Allowances	(3,221)	-5.0%	The variance is mainly due the turnaround time in filling vacancies resulting from termination of permanent staff who were in receipt of housing allowances.	The process to fill vacancies is ongoing.
Other benefits and allowances	20,941	8.7%	The variance, which is mainly on standby is within the following directorates: a) Energy , as a result of load shedding requiring staff to be on standby; b) Safety & Security , as result of the service delivery strikes in the City, and c) Transport , due to capacity constraints within the Roads Infrastructure & Management department resulting in staff being on standby to meet set deadlines.	Virements will be processed to address over expenditure.
Payments in lieu of leave	(24,403)	-17.4%	Payments are dependent on resignation and retirement of employees, which is difficult to plan accurately per monthly cycles.	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.
Long service awards	(73,896)	-99.3%	Payments are dependent on when qualifying employees exercise their option to convert leave days to cash, which is difficult to plan accurately per monthly cycle.	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	(303,826)	-55.5%	Payments are dependent on eligible members as stated in the Council Policy, which is difficult to plan accurately per monthly cycles.	No remedial action required.

Monthly actual and targets for cash flow**Table SC9: Monthly Budget Statement - Actual and revised targets for cash receipts and cash flows**

Description	Budget Year 2018/19												2018/19 Medium Term Revenue & Expenditure Framework		
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Outcome	May Outcome	June Outcome	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
R thousands															
Cash Receipts By Source															
Property rates	664,607	761,309	799,725	887,575	744,764	683,111	819,792	731,389	746,577	746,462	781,929	734,395	9,039,504	9,677,093	10,496,097
Service charges - electricity revenue	1,110,330	1,138,000	1,042,662	1,233,167	1,051,095	1,005,664	980,763	1,049,115	1,050,010	1,099,410	1,106,724	1,061,858	12,704,081	12,947,945	14,229,672
Service charges - water revenue	281,158	295,552	295,316	334,654	301,867	269,700	243,207	235,929	248,967	224,975	224,864	233,824	3,404,031	4,847,912	5,693,836
Service charges - sanitation revenue	156,502	166,858	166,492	179,795	160,340	148,714	130,304	125,818	127,849	109,906	114,825	116,784	1,727,529	2,429,780	2,841,486
Service charges - refuse	68,003	69,332	66,370	78,397	72,786	68,906	72,318	70,382	75,215	89,080	75,559	71,435	873,373	898,257	992,739
Service charges - other	44,087	50,180	41,776	53,915	40,527	28,138	44,337	38,904	36,036	34,233	48,670	42,478	–	–	–
Rental of facilities and equipment	18,396	24,924	19,137	21,522	25,385	17,106	23,861	24,401	22,599	23,499	24,090	55,300	241,736	154,714	149,137
Interest earned - external investments	62,703	79,163	59,110	72,830	69,774	65,625	87,409	63,207	83,095	75,424	86,903	100,861	940,288	989,834	1,020,077
Interest earned - outstanding debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Dividends received	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	19,992	17,671	19,052	25,290	25,899	22,438	20,028	19,311	20,696	20,293	22,503	18,044	246,146	270,114	285,105
Licences and permits	17,421	22,582	20,889	44,411	18,489	21,949	26,639	20,116	31,575	37,475	14,366	44,005	255,564	48,432	51,120
Agency services	–	–	–	–	–	–	–	–	–	–	–	–	–	212,818	224,629
Transfer receipts - operating	1,058,518	345,200	135,414	–	425,625	638,825	345,674	126,265	1,634,126	–	–	72,805	4,811,066	4,461,535	4,718,167
Other revenue	77,421	1,085,406	25,401	238,381	75,626	934,734	23,300	29,120	947,136	26,876	14,252	–	3,493,755	3,661,559	3,847,473
Cash Receipts by Source	3,579,137	4,056,176	2,691,345	3,169,936	3,012,176	3,904,910	2,817,631	2,533,956	5,023,881	2,487,633	2,514,685	2,551,790	37,737,074	40,599,995	44,549,538
Other Cash Flows by Source															
Transfer receipts - capital	581,229	62,892	83,996	93,009	–	578,891	–	–	683,632	41,242	21,906	35,391	2,528,996	2,118,842	2,296,333
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Proceeds on disposal of PPE	–	–	–	–	–	–	–	–	–	–	–	–	98,396	124,883	160,952
Short term loans	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing	–	–	–	–	–	–	98,210	–	–	–	98,209	–	500,000	2,500,000	5,900,000
Increase in consumer deposits	–	–	–	–	–	–	–	–	–	–	–	–	38,166	41,983	46,181
Receipt of non-current debtors	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Receipt of non-current receivables	–	–	–	–	–	–	–	–	–	–	–	–	1,293	1,228	1,167
Change in non-current investments	–	–	–	–	–	–	–	–	–	–	–	–	(238,708)	(267,859)	(298,475)
Total Cash Receipts by Source	4,160,366	4,119,068	2,775,341	3,262,946	3,012,176	4,483,801	2,915,841	2,533,956	5,707,513	2,528,876	2,634,801	2,587,181	40,665,217	45,119,070	52,655,695

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	Budget Year 2018/19												2018/19 Medium Term Revenue & Expenditure Framework		
	July Outcome	August Outcome	Sept Outcome	October Outcome	Nov Outcome	Dec Outcome	January Outcome	Feb Outcome	March Outcome	April Outcome	May Outcome	June Outcome	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
R thousands															
Cash Payments by Type															
Employee related costs	770,605	864,153	1,026,367	938,731	1,405,866	964,995	973,390	989,439	973,676	994,814	979,075	1,011,418	12,076,741	13,718,008	14,790,029
Remuneration of councillors	12,378	12,373	12,360	12,360	11,888	12,090	12,307	15,966	12,813	12,771	12,577	12,478	169,640	180,666	192,500
Interest paid	49,752	–	157,805	–	–	139,779	48,988	–	154,747	–	45,593	138,619	686,428	824,458	1,060,745
Bulk purchases - Electricity	943,889	1,025,746	1,041,752	605,352	589,477	629,702	561,021	595,688	568,676	582,020	585,362	631,079	8,341,400	8,991,000	9,691,800
Bulk purchases - Water & Sewer	25,505	22,440	20,753	20,887	16,528	19,365	18,666	28,283	22,986	22,288	18,579	18,041	645,916	1,905,898	2,047,235
Other materials	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Grants and subsidies paid - other municipalities	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Grants and subsidies paid - other	–	–	–	–	–	–	–	–	–	–	–	–	484,901	356,864	365,224
General expenses	1,511,803	811,829	707,956	844,716	946,127	860,357	605,046	622,422	1,184,524	807,821	780,914	1,182,191	10,077,466	10,144,737	10,776,217
Cash Payments by Type	3,313,932	2,736,541	2,966,992	2,422,047	2,969,886	2,626,288	2,219,418	2,251,799	2,917,423	2,419,714	2,422,100	2,993,826	32,482,492	36,121,629	38,923,750
Other Cash Flows/Payments by Type															
Capital assets	839,281	234,727	196,102	318,059	268,040	361,384	218,693	240,465	266,430	431,524	539,629	444,154	5,950,649	7,727,513	8,421,632
Repayment of borrowing	76,958	–	79,481	–	–	20,000	50,000	–	79,481	–	–	20,000	325,919	365,678	518,961
Other Cash Flows/Payments	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Cash Payments by Type	4,230,171	2,971,268	3,242,575	2,740,106	3,237,927	3,007,672	2,488,111	2,492,264	3,263,334	2,851,238	2,961,729	3,457,980	38,759,060	44,214,820	47,864,344
NET INCREASE/(DECREASE) IN CASH HELD	(69,805)	1,147,801	(467,234)	522,840	(225,751)	1,476,129	427,730	41,692	2,444,180	(322,363)	(326,928)	(870,799)	1,906,157	904,250	4,791,352
Cash/cash equivalents at the month/year beginning:	5,486,619	5,416,814	6,564,614	6,097,381	6,620,221	6,394,470	7,870,598	8,298,328	8,340,021	10,784,200	10,461,837	10,134,909	5,486,619	7,392,776	8,297,026
Cash/cash equivalents at the month/year end:	5,416,814	6,564,614	6,097,381	6,620,221	6,394,470	7,870,598	8,298,328	8,340,021	10,784,200	10,461,837	10,134,909	9,264,110	7,392,776	8,297,026	13,088,377

Capital programme performance

The capital programme performance tables provide details of capital expenditure by month; and summaries of capital expenditure by asset class and sub-class.

Table SC12 Monthly Budget Statement - capital expenditure trend

Month	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands								
Monthly expenditure performance trend								
July	91,966	81,629	41,782	37,034	41,782	4,747	11.4%	0.4%
August	307,806	197,698	232,060	289,329	273,842	(15,488)	-5.7%	3.4%
September	365,481	356,211	295,485	594,578	569,327	(25,252)	-4.4%	7.1%
October	407,002	413,726	387,504	1,026,662	956,831	(69,832)	-7.3%	12.2%
November	453,820	455,857	470,933	1,443,922	1,427,763	(16,159)	-1.1%	17.2%
December	527,653	356,660	354,310	1,840,894	1,782,073	(58,820)	-3.3%	21.9%
January	170,822	235,626	209,280	2,043,115	1,991,353	(51,762)	-2.6%	24.3%
February	327,886	643,624	461,765	2,329,755	2,453,118	123,363	5.0%	27.7%
March	429,928	775,707	661,623	2,689,195	3,114,741	425,546	13.7%	32.0%
April	461,913	1,098,538	775,123	3,222,397	3,889,864	667,467	17.2%	38.3%
May	568,703	1,272,572	753,837	3,887,128	4,643,701	756,573	16.3%	46.2%
June	1,490,638	2,519,706	1,992,431	4,861,402	6,636,132	1,774,730	26.7%	57.8%
Total Capital expenditure	5,603,619	8,407,556	6,636,132					

Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Capital expenditure on new assets by Asset Class/Sub-class								
Infrastructure	1,905,632	3,564,426	2,554,415	1,604,411	2,554,415	(950,004)	-37.2%	1,850,510
Roads Infrastructure	798,684	643,094	881,328	706,727	881,328	(174,601)	-19.8%	840,634
Roads	798,684	643,094	881,328	706,727	881,328	(174,601)	-19.8%	840,634
Storm water Infrastructure	1,746	94,818	2,250	2,093	2,250	(157)	-7.0%	2,140
Drainage Collection	1,746	94,818	2,250	2,093	2,250	(157)	-7.0%	2,140
Electrical Infrastructure	427,495	415,032	366,374	308,892	366,374	(57,481)	-15.7%	247,789
HV Substations	340,451	362,532	301,724	252,947	301,724	(48,777)	-16.2%	186,009
MV Networks	43,044	–	–	(145)	–	(145)	-100.0%	–
LV Networks	44,000	52,500	64,650	56,091	64,650	(8,559)	-13.2%	61,781
Water Supply Infrastructure	386,154	1,291,185	997,439	393,084	997,439	(604,356)	-60.6%	528,026
Reservoirs	280,855	1,140,450	863,768	313,535	863,768	(550,234)	-63.7%	427,721
Water Treatment Works	–	–	3,184	1,168	3,184	(2,016)	-63.3%	1,168
Bulk Mains	74,417	52,630	69,110	50,473	69,110	(18,637)	-27.0%	65,255
Distribution	30,882	98,105	61,377	27,909	61,377	(33,469)	-54.5%	33,882
Sanitation Infrastructure	63,369	711,890	199,768	120,773	199,768	(78,995)	-39.5%	139,967
Reticulation	62,170	156,605	51,247	28,096	51,247	(23,151)	-45.2%	39,237
Waste Water Treatment Works	1,199	555,285	143,521	91,674	143,521	(51,847)	-36.1%	99,728
Outfall Sewers	–	–	5,000	1,003	5,000	(3,997)	-79.9%	1,003
Solid Waste Infrastructure	65,287	168,000	30,992	6,814	30,992	(24,178)	-78.0%	17,821
Landfill Sites	65,287	168,000	30,992	6,814	30,992	(24,178)	-78.0%	17,821
Information and Communication Infrastructure	162,897	240,406	76,265	66,029	76,265	(10,236)	-13.4%	74,132
Data Centres	162,897	240,406	76,265	66,029	76,265	(10,236)	-13.4%	74,132
Community Assets	218,957	303,007	317,349	261,337	317,349	(56,012)	-17.6%	305,376
Community Facilities	217,809	302,827	316,691	260,951	316,691	(55,740)	-17.6%	304,847
Centres	–	2,030	–	–	–	–	–	–
Clinics/Care Centres	34,182	49,435	39,183	28,304	39,183	(10,878)	-27.8%	37,012
Fire/Ambulance Stations	12,657	19,436	19,842	11,028	19,842	(8,814)	-44.4%	19,842
Testing Stations	1,345	–	–	–	–	–	–	–
Museums	99	2,500	3,151	2,431	3,151	(720)	-22.9%	2,431
Libraries	19,746	9,505	9,005	7,380	9,005	(1,625)	-18.0%	9,005
Cemeteries/Crematoria	9,362	20,500	7,287	5,169	7,287	(2,118)	-29.1%	5,308
Public Open Space	832	220	420	291	420	(129)	-30.8%	291
Nature Reserves	15,044	3,701	1,288	1,280	1,288	(8)	-0.6%	1,280
Taxi Ranks/Bus Terminals	124,542	195,500	236,515	205,068	236,515	(31,447)	-13.3%	229,678
Sport and Recreation Facilities	1,149	180	658	386	658	(272)	-41.3%	529
Outdoor Facilities	1,149	180	658	386	658	(272)	-41.3%	529
Other assets	213,644	220,191	118,606	88,457	118,606	(30,149)	-25.4%	107,644
Operational Buildings	205,531	165,951	95,514	71,672	95,514	(23,842)	-25.0%	85,711
Municipal Offices	155,586	26,001	36,015	24,150	36,015	(11,865)	-32.9%	35,441
Laboratories	–	–	8,583	8,222	8,583	(361)	-4.2%	8,222
Training Centres	730	–	–	–	–	–	–	–
Depots	49,216	139,950	50,916	39,299	50,916	(11,616)	-22.8%	42,048
Housing	8,113	54,240	23,092	16,785	23,092	(6,307)	-27.3%	21,933
Social Housing	8,113	54,240	23,092	16,785	23,092	(6,307)	-27.3%	21,933
Intangible Assets	3,690	13,325	12,167	11,656	12,167	(510)	-4.2%	11,905
Licences and Rights	3,690	13,325	12,167	11,656	12,167	(510)	-4.2%	11,905
Computer Software and Applications	3,690	13,325	12,167	11,656	12,167	(510)	-4.2%	11,905
Computer Equipment	209,167	102,927	130,057	115,355	130,057	(14,702)	-11.3%	123,815
Computer Equipment	209,167	102,927	130,057	115,355	130,057	(14,702)	-11.3%	123,815
Furniture and Office Equipment	104,605	124,755	113,657	95,768	113,657	(17,890)	-15.7%	144,510
Furniture and Office Equipment	104,605	124,755	113,657	95,768	113,657	(17,890)	-15.7%	144,510
Machinery and Equipment	139,739	72,547	45,932	35,189	45,932	(10,743)	-23.4%	40,781
Machinery and Equipment	139,739	72,547	45,932	35,189	45,932	(10,743)	-23.4%	40,781
Transport Assets	68,313	108,906	155,330	154,710	155,330	(620)	-0.4%	152,908
Transport Assets	68,313	108,906	155,330	154,710	155,330	(620)	-0.4%	152,908
Land	1,511	208,000	5,307	5,157	5,307	(150)	-2.8%	5,157
Land	1,511	208,000	5,307	5,157	5,307	(150)	-2.8%	5,157
Total Capital Expenditure on new assets	2,865,259	4,718,083	3,452,820	2,372,041	3,452,820	(1,080,780)	-31.3%	2,742,606

Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Capital expenditure on renewal of existing assets by Asset Class/Sub-class								
Infrastructure	1,004,662	1,450,862	1,118,171	773,782	1,118,171	(344,389)	-30.8%	893,229
Roads Infrastructure	156,348	220,181	161,163	107,237	161,163	(53,925)	-33.5%	129,509
<i>Roads</i>	156,348	220,181	161,163	107,237	161,163	(53,925)	-33.5%	129,509
Storm water Infrastructure	7,681	40,275	44,886	22,101	44,886	(22,785)	-50.8%	31,074
<i>Drainage Collection</i>	7,681	40,275	44,886	22,101	44,886	(22,785)	-50.8%	31,074
Electrical Infrastructure	322,032	426,096	344,877	297,118	344,877	(47,759)	-13.8%	304,344
<i>HV Substations</i>	71,655	139,296	103,377	68,516	103,377	(34,861)	-33.7%	72,031
<i>MV Substations</i>	81,192	74,000	20,100	18,305	20,100	(1,795)	-8.9%	18,494
<i>MV Networks</i>	137,565	174,800	178,100	167,476	178,100	(10,624)	-6.0%	170,772
<i>LV Networks</i>	31,619	38,000	43,300	42,821	43,300	(479)	-1.1%	43,047
Water Supply Infrastructure	415,558	423,000	372,961	231,609	372,961	(141,352)	-37.9%	269,522
<i>Reservoirs</i>	26,847	-	-	-	-	-	-	-
<i>Bulk Mains</i>	25,337	50,000	50,000	25,406	50,000	(24,594)	-49.2%	38,043
<i>Distribution</i>	363,374	373,000	322,961	206,203	322,961	(116,758)	-36.2%	231,479
Sanitation Infrastructure	96,530	339,750	185,257	112,985	185,257	(72,272)	-39.0%	150,021
<i>Pump Station</i>	89	24,000	17,106	7,651	17,106	(9,455)	-55.3%	9,507
<i>Reticulation</i>	4,848	163,000	64,067	26,330	64,067	(37,737)	-58.9%	47,491
<i>Waste Water Treatment Works</i>	81,593	105,000	86,584	64,827	86,584	(21,757)	-25.1%	77,023
<i>Outfall Sewers</i>	10,000	47,750	17,500	14,177	17,500	(3,323)	-19.0%	16,000
Solid Waste Infrastructure	-	-	200	-	200	(200)	-100.0%	-
<i>Landfill Sites</i>	-	-	200	-	200	(200)	-100.0%	-
Information and Communication Infrastructure	6,514	1,560	8,827	2,733	8,827	(6,095)	-69.0%	8,760
<i>Data Centres</i>	6,514	1,560	8,827	2,733	8,827	(6,095)	-69.0%	8,760
Community Assets	12,142	5,522	4,046	2,754	4,046	(1,292)	-31.9%	3,972
Community Facilities	11,704	5,522	4,046	2,754	4,046	(1,292)	-31.9%	3,972
<i>Centres</i>	3,452	-	-	-	-	-	-	-
<i>Clinics/Care Centres</i>	499	1,172	1,172	261	1,172	(911)	-77.8%	1,172
<i>Libraries</i>	2,352	3,050	2,050	1,959	2,050	(91)	-4.4%	2,050
<i>Public Open Space</i>	5,401	1,300	824	534	824	(290)	-35.2%	750
Sport and Recreation Facilities	439	-	-	-	-	-	-	-
<i>Outdoor Facilities</i>	439	-	-	-	-	-	-	-
Heritage assets	430	1,800	5,712	4,669	5,712	(1,043)	-18.3%	5,082
<i>Monuments</i>	430	1,800	5,712	4,669	5,712	(1,043)	-18.3%	5,082
Other assets	44,688	92,601	81,091	75,109	81,091	(5,982)	-7.4%	78,921
Operational Buildings	24,525	16,017	27,849	23,811	27,849	(4,038)	-14.5%	26,911
<i>Municipal Offices</i>	19,850	13,667	18,196	17,403	18,196	(793)	-4.4%	17,948
<i>Laboratories</i>	-	300	300	299	300	(1)	-0.4%	299
<i>Depots</i>	4,676	2,050	9,353	6,109	9,353	(3,244)	-34.7%	8,664
Housing	20,163	76,583	53,242	51,298	53,242	(1,944)	-3.7%	52,010
<i>Social Housing</i>	20,163	76,583	53,242	51,298	53,242	(1,944)	-3.7%	52,010
Intangible Assets	2,282	2,500	10,227	8,251	10,227	(1,976)	-19.3%	10,194
<i>Licences and Rights</i>	2,282	2,500	10,227	8,251	10,227	(1,976)	-19.3%	10,194
<i>Computer Software and Applications</i>	2,282	2,500	10,227	8,251	10,227	(1,976)	-19.3%	10,194
Computer Equipment	79,127	67,940	123,711	114,855	123,711	(8,856)	-7.2%	121,520
<i>Computer Equipment</i>	79,127	67,940	123,711	114,855	123,711	(8,856)	-7.2%	121,520
Furniture and Office Equipment	14,557	16,839	18,921	15,755	18,921	(3,166)	-16.7%	17,254
<i>Furniture and Office Equipment</i>	14,557	16,839	18,921	15,755	18,921	(3,166)	-16.7%	17,254
Machinery and Equipment	56,922	29,100	66,963	62,724	66,963	(4,239)	-6.3%	65,907
<i>Machinery and Equipment</i>	56,922	29,100	66,963	62,724	66,963	(4,239)	-6.3%	65,907
Transport Assets	302,131	211,700	375,322	374,108	375,322	(1,214)	-0.3%	375,117
<i>Transport Assets</i>	302,131	211,700	375,322	374,108	375,322	(1,214)	-0.3%	375,117
Total Capital Expenditure on renewal of existing assets	1,516,941	1,878,864	1,804,164	1,432,007	1,804,164	(372,158)	-20.6%	1,571,194

Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class

Description R thousands	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Capital expenditure on upgrading of existing assets by Asset Class/Sub-class								
Infrastructure	716,234	1,253,224	787,959	624,709	787,959	(163,250)	-20.7%	706,166
Roads Infrastructure	176,127	303,053	223,850	165,647	223,850	(58,203)	-26.0%	184,922
Roads	176,127	303,053	223,850	165,647	223,850	(58,203)	-26.0%	184,922
Storm water Infrastructure	3,015	9,200	8,200	3,282	8,200	(4,918)	-60.0%	7,769
Drainage Collection	3,015	9,200	8,200	3,282	8,200	(4,918)	-60.0%	7,769
Electrical Infrastructure	108,642	62,338	40,692	40,544	40,692	(148)	-0.4%	40,234
HV Substations	108,642	62,338	40,692	40,544	40,692	(148)	-0.4%	40,234
Water Supply Infrastructure	69,311	116,975	145,819	110,936	145,819	(34,883)	-23.9%	125,419
Reservoirs	5,028	16,575	11,861	2,564	11,861	(9,297)	-78.4%	6,501
Distribution	64,283	100,400	133,958	108,372	133,958	(25,586)	-19.1%	118,919
Sanitation Infrastructure	346,023	674,202	341,824	293,914	341,824	(47,910)	-14.0%	338,663
Pump Station	16,013	-	5,194	-	5,194	(5,194)	-100.0%	-
Reticulation	65,341	7,800	9,400	5,513	9,400	(3,887)	-41.4%	7,837
Waste Water Treatment Works	264,669	666,402	327,230	288,401	327,230	(38,829)	-11.9%	330,826
Solid Waste Infrastructure	13,115	87,456	27,573	10,385	27,573	(17,188)	-62.3%	9,159
Landfill Sites	13,115	87,456	27,573	10,385	27,573	(17,188)	-62.3%	9,159
Community Assets	171,298	238,230	259,983	187,761	259,983	(72,222)	-27.8%	247,275
Community Facilities	124,632	198,803	166,080	120,381	166,080	(45,700)	-27.5%	157,247
Halls	2,958	1,680	1,928	1,576	1,928	(351)	-18.2%	1,695
Centres	4,351	8,550	13,390	6,382	13,390	(7,008)	-52.3%	13,326
Clinics/Care Centres	9,261	34,654	41,184	30,046	41,184	(11,138)	-27.0%	39,917
Fire/Ambulance Stations	-	7,970	13,163	7,924	13,163	(5,239)	-39.8%	13,163
Testing Stations	2,141	-	-	-	-	-	-	-
Museums	2,221	2,500	302	30	302	(272)	-90.0%	302
Theatres	67	-	-	-	-	-	-	-
Libraries	4,032	8,675	8,513	7,364	8,513	(1,149)	-13.5%	8,513
Cemeteries/Crematoria	7,498	12,800	7,231	4,755	7,231	(2,476)	-34.2%	7,126
Public Open Space	66,242	52,625	42,200	36,801	42,200	(5,399)	-12.8%	41,868
Nature Reserves	215	11,490	13,069	6,086	13,069	(6,983)	-53.4%	11,369
Public Ablution Facilities	23,010	2,500	1,923	1,923	1,923	(0)	-	1,923
Markets	86	-	-	-	-	-	-	-
Taxi Ranks/Bus Terminals	2,549	55,360	23,178	17,494	23,178	(5,684)	-24.5%	18,044
Sport and Recreation Facilities	46,666	39,427	93,902	67,380	93,902	(26,522)	-28.2%	90,028
Indoor Facilities	-	960	1,788	775	1,788	(1,012)	-56.6%	1,784
Outdoor Facilities	46,666	38,467	92,115	66,605	92,115	(25,510)	-27.7%	88,244
Heritage assets	7,580	-	1,315	940	1,315	(375)	-28.5%	1,315
Monuments	7,580	-	1,315	940	1,315	(375)	-28.5%	1,315
Other assets	287,846	269,581	281,935	203,550	281,935	(78,384)	-27.8%	240,394
Operational Buildings	207,620	244,758	246,666	169,120	246,666	(77,546)	-31.4%	205,129
Municipal Offices	160,524	109,948	117,963	74,595	117,963	(43,367)	-36.8%	90,005
Yards	-	-	81	76	81	(4)	-5.4%	76
Training Centres	43	-	-	-	-	-	-	-
Depots	47,053	134,810	128,623	94,448	128,623	(34,174)	-26.6%	115,048
Housing	80,226	24,822	35,269	34,430	35,269	(839)	-2.4%	35,264
Social Housing	80,226	24,822	35,269	34,430	35,269	(839)	-2.4%	35,264
Intangible Assets	7,205	12,450	24,982	20,793	24,982	(4,189)	-16.8%	24,460
Licences and Rights	7,205	12,450	24,982	20,793	24,982	(4,189)	-16.8%	24,460
Computer Software and Applications	7,205	12,450	24,982	20,793	24,982	(4,189)	-16.8%	24,460
Computer Equipment	13,064	8,952	225	225	225	(0)	0.0%	225
Computer Equipment	13,064	8,952	225	225	225	(0)	0.0%	225
Furniture and Office Equipment	16,576	17,176	12,324	9,402	12,324	(2,922)	-23.7%	11,905
Furniture and Office Equipment	16,576	17,176	12,324	9,402	12,324	(2,922)	-23.7%	11,905
Machinery and Equipment	1,616	10,995	10,425	9,976	10,425	(450)	-4.3%	10,098
Machinery and Equipment	1,616	10,995	10,425	9,976	10,425	(450)	-4.3%	10,098
Total Capital Expenditure on upgrading of existing assets	1,221,419	1,810,608	1,379,147	1,057,355	1,379,147	(321,793)	-23.3%	1,241,837

Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Repairs and maintenance expenditure by Asset Class/Sub-class								
Infrastructure	2,000,480	2,161,718	2,061,212	1,806,882	2,060,957	254,075	12.3%	1,806,882
Roads Infrastructure	588,798	671,164	659,649	564,858	659,649	(94,791)	-14.4%	564,858
Roads	588,798	671,164	659,649	564,858	659,649	(94,791)	-14.4%	564,858
Storm water Infrastructure	—	—	—	—	—	—	—	—
Drainage Collection	—	—	—	—	—	—	—	—
Electrical Infrastructure	484,296	536,787	534,516	501,841	534,516	(32,675)	-6.1%	501,841
Power Plants	17,371	22,646	22,646	18,474	22,646	(4,172)	-18.4%	18,474
HV Substations	31,369	31,262	31,259	35,094	31,259	3,835	12.3%	35,094
MV Substations	363,016	393,574	391,309	327,710	391,309	(63,600)	-16.3%	327,710
LV Networks	72,540	89,305	89,302	120,563	89,302	31,261	35.0%	120,563
Water Supply Infrastructure	487,625	548,620	485,602	385,978	485,599	(99,621)	-20.5%	385,978
Reservoirs	42,334	50,545	42,018	24,034	42,018	(17,984)	-42.8%	24,034
Pump Stations	35,191	71,014	69,675	24,080	69,675	(45,595)	-65.4%	24,080
Water Treatment Works	55,782	55,046	52,738	38,610	52,738	(14,128)	-26.8%	38,610
Bulk Mains	12,673	19,943	11,463	9,812	11,463	(1,651)	-14.4%	9,812
Distribution	341,644	352,072	309,708	289,442	309,705	(20,263)	-6.5%	289,442
Sanitation Infrastructure	437,208	401,043	379,584	352,555	379,331	(26,776)	-7.1%	352,555
Reticulation	309,711	270,041	248,926	284,058	248,674	35,384	14.2%	284,058
Waste Water Treatment Works	121,183	119,560	119,236	65,527	119,236	(53,709)	-45.0%	65,527
Outfall Sewers	6,314	11,443	11,421	2,970	11,421	(8,452)	-74.0%	2,970
Solid Waste Infrastructure	2,553	4,104	1,861	1,651	1,861	(211)	-11.3%	1,651
Landfill Sites	2,553	4,104	1,861	1,651	1,861	(211)	-11.3%	1,651
Community Assets	496,660	344,806	376,984	473,628	387,195	86,433	22.3%	473,628
Community Facilities	117,431	100,533	109,565	107,348	115,885	(8,537)	-7.4%	107,348
Halls	46,195	37,591	45,505	47,816	52,405	(4,589)	-8.8%	47,816
Centres	8,356	6,647	9,638	7,307	7,638	(332)	-4.3%	7,307
Clinics/Care Centres	16,468	6,494	6,181	12,650	6,181	6,468	104.6%	12,650
Fire/Ambulance Stations	2,031	2,712	4,677	2,638	4,677	(2,039)	-43.6%	2,638
Testing Stations	—	—	—	—	—	—	—	—
Libraries	15,861	24,857	19,415	13,571	19,415	(5,844)	-30.1%	13,571
Cemeteries/Crematoria	12,813	10,589	10,586	8,524	10,586	(2,062)	-19.5%	8,524
Public Open Space	—	—	—	—	—	—	—	—
Nature Reserves	5,346	4,722	4,643	4,576	4,643	(67)	-1.4%	4,576
Public Ablution Facilities	10,129	6,657	6,655	8,747	8,075	672	8.3%	8,747
Markets	234	264	2,264	1,520	2,264	(744)	-32.9%	1,520
Sport and Recreation Facilities	379,229	244,273	267,420	366,279	271,310	94,970	35.0%	366,279
Indoor Facilities	781	5	25	158	25	132	519.9%	158
Outdoor Facilities	378,448	244,268	267,394	366,122	271,284	94,837	35.0%	366,122

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
<u>Heritage assets</u>	730	1,928	1,921	230	1,921	(1,691)	-88.0%	230
Works of Art	730	1,928	1,921	230	1,921	(1,691)	-88.0%	230
<u>Investment properties</u>	20,726	20,710	7,655	3,043	3,855	(811)	-21.0%	3,043
Revenue Generating	229	16	41	129	41	89	218.6%	129
Improved Property	229	16	41	129	41	89	218.6%	129
Non-revenue Generating	20,497	20,694	7,614	2,914	3,814	(900)	-23.6%	2,914
Unimproved Property	20,497	20,694	7,614	2,914	3,814	(900)	-23.6%	2,914
<u>Other assets</u>	143,284	177,353	278,342	138,720	278,982	(140,262)	-50.3%	138,720
Operational Buildings	143,284	177,353	278,342	138,720	278,982	(140,262)	-50.3%	138,720
Municipal Offices	141,313	172,345	273,286	137,299	273,911	(136,612)	-49.9%	137,299
Laboratories	1,628	1,930	1,928	1,165	1,928	(763)	-39.6%	1,165
Training Centres	331	273	324	216	339	(122)	-36.2%	216
Depots	12	2,805	2,805	41	2,805	(2,764)	-98.6%	41
<u>Computer Equipment</u>	246,521	269,549	269,775	199,789	265,693	(65,904)	-24.8%	199,789
Computer Equipment	246,521	269,549	269,775	199,789	265,693	(65,904)	-24.8%	199,789
<u>Furniture and Office Equipment</u>	430,696	551,321	535,969	526,902	535,074	(8,172)	-1.5%	526,902
Furniture and Office Equipment	430,696	551,321	535,969	526,902	535,074	(8,172)	-1.5%	526,902
<u>Transport Assets</u>	470,969	447,079	422,602	455,224	422,602	32,622	7.7%	455,224
Transport Assets	470,969	447,079	422,602	455,224	422,602	32,622	7.7%	455,224
Total Repairs and Maintenance Expenditure	3,810,065	3,974,465	3,954,461	3,604,419	3,956,279	(351,860)	-8.9%	3,604,419

Depreciation - Table SC13d Monthly Budget Statement - depreciation by asset class

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Depreciation by Asset Class/Sub-class								
Infrastructure	1,141,038	1,264,113	1,215,201	1,217,564	1,215,201	2,364	0.2%	1,217,564
Roads Infrastructure	328,532	355,019	378,252	353,860	378,252	(24,393)	-6.4%	353,860
Roads	328,532	355,019	274,875	353,860	274,875	78,985	28.7%	353,860
Road Structures	–	–	66,702	–	66,702	(66,702)	-100.0%	–
Road Furniture	–	–	36,676	–	36,676	(36,676)	-100.0%	–
Storm water Infrastructure	43,542	53,592	44,564	44,642	44,564	79	0.2%	44,642
Drainage Collection	43,542	53,592	44,564	44,642	44,564	79	0.2%	44,642
Electrical Infrastructure	222,834	251,637	220,682	243,450	220,682	22,768	10.3%	243,450
Power Plants	6,959	6,955	6,955	6,955	6,955	–	–	6,955
HV Substations	19,357	38,916	(0)	20,512	(0)	20,512	100.0%	20,512
HV Transmission Conductors	–	–	14,594	–	14,594	(14,594)	-100.0%	–
MV Substations	43,557	44,658	5,011	52,057	5,011	47,046	938.8%	52,057
MV Switching Stations	–	–	52,041	–	52,041	(52,041)	-100.0%	–
MV Networks	96,594	100,809	103,065	101,305	103,065	(1,760)	-1.7%	101,305
LV Networks	56,368	60,299	39,017	62,621	39,017	23,604	60.5%	62,621
Water Supply Infrastructure	212,271	263,049	230,278	229,234	230,278	(1,044)	-0.5%	229,234
Reservoirs	21,219	39,651	21,951	21,592	21,951	(359)	-1.6%	21,592
Pump Stations	4,850	4,776	5,456	5,456	5,456	(0)	0.0%	5,456
Water Treatment Works	26,573	26,143	26,178	26,234	26,178	55	0.2%	26,234
Bulk Mains	10,256	20,747	11,461	10,344	11,461	(1,118)	-9.8%	10,344
Distribution	149,373	171,732	165,231	165,609	165,231	378	0.2%	165,609
Sanitation Infrastructure	243,107	257,283	258,948	258,187	258,948	(761)	-0.3%	258,187
Pump Station	5,766	7,239	7,327	7,090	7,327	(236)	-3.2%	7,090
Reticulation	145,333	153,806	154,235	154,648	154,235	413	0.3%	154,648
Waste Water Treatment Works	83,326	87,779	85,245	84,995	85,245	(250)	-0.3%	84,995
Outfall Sewers	8,682	8,460	12,142	11,454	12,142	(688)	-5.7%	11,454
Solid Waste Infrastructure	57,111	48,690	39,475	46,216	39,475	6,741	17.1%	46,216
Landfill Sites	57,111	48,690	39,475	46,216	39,475	6,741	17.1%	46,216
Coastal Infrastructure	–	–	4,474	–	4,474	(4,474)	-100.0%	–
Promenades	–	–	4,474	–	4,474	(4,474)	-100.0%	–
Information and Communication Infrastructure	33,640	34,843	38,528	41,975	38,528	3,447	8.9%	41,975
Data Centres	33,640	34,843	–	41,975	–	41,975	100.0%	41,975
Core Layers	–	–	6,586	–	6,586	(6,586)	-100.0%	–
Distribution Layers	–	–	31,942	–	31,942	(31,942)	-100.0%	–
Community Assets	323,434	323,437	356,415	323,493	356,415	(32,922)	-9.2%	323,493
Community Facilities	105,145	104,930	143,633	104,338	143,633	(39,295)	-27.4%	104,338
Halls	2,701	2,678	2,718	2,718	–	0	0.0%	2,718
Centres	3,760	4,512	45,755	3,590	45,755	(42,165)	-92.2%	3,590
Clinics/Care Centres	5,718	5,953	5,933	5,807	5,933	(126)	-2.1%	5,807
Fire/Ambulance Stations	1,695	2,086	1,755	1,696	1,755	(59)	-3.3%	1,696
Testing Stations	1,071	1,141	1,089	1,071	1,089	(17)	-1.6%	1,071
Museums	192	226	193	193	193	(1)	-0.3%	193
Theatres	47	48	112	112	112	0	0.0%	112
Libraries	5,244	5,616	5,271	5,269	5,271	(2)	-0.04%	5,269
Cemeteries/Crematoria	3,186	3,585	3,310	3,244	3,310	(67)	-2.0%	3,244
Public Open Space	16,257	15,663	14,597	18,220	14,597	3,622	24.8%	18,220
Nature Reserves	378	1,090	378	378	378	(0)	0.0%	378
Public Ablution Facilities	1,894	2,359	1,941	1,959	1,941	17	0.9%	1,959
Markets	1,499	1,501	1,508	1,508	1,508	(1)	-0.1%	1,508
Airports	4	4	4	4	4	–	–	4
Taxi Ranks/Bus Terminals	61,498	58,467	59,068	58,571	59,068	(497)	-0.8%	58,571
Sport and Recreation Facilities	218,289	218,506	212,782	219,155	212,782	6,373	3.0%	219,155
Indoor Facilities	9,096	8,959	6,266	9,678	6,266	3,412	54.5%	9,678
Outdoor Facilities	209,194	209,547	206,517	209,477	206,517	2,961	1.4%	209,477

Table continues on next page.

City of Cape Town: FMR - Annexure A (June 2019 – Provisional Results)

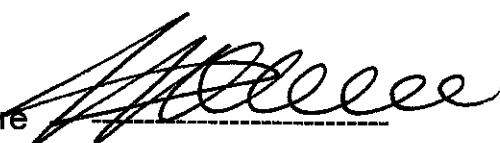
Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
<u>Depreciation by Asset Class/Sub-class</u>								
<u>Investment properties</u>	1,714	1,714	1,714	1,714	1,714	0	0.0%	1,714
Revenue Generating	1,714	1,714	1,714	1,714	1,714	0	0.0%	1,714
Improved Property	1,714	1,714	1,714	1,714	1,714	0	0.0%	1,714
<u>Other assets</u>	255,376	260,924	252,373	282,073	252,373	29,700	11.8%	282,073
Operational Buildings	158,157	161,260	153,440	183,341	153,440	29,901	19.5%	183,341
Municipal Offices	136,180	138,295	3,577	155,266	3,577	151,689	4240.5%	155,266
Workshops	–	–	27,841	–	27,841	(27,841)	-100.0%	–
Yards	212	212	0	212	0	212	100.0%	212
Laboratories	124	121	0	124	0	124	100.0%	124
Training Centres	289	298	296	289	296	(7)	-2.5%	289
Manufacturing Plant	–	–	6,970	–	6,970	(6,970)	-100.0%	–
Depots	21,351	22,334	114,757	27,449	114,757	(87,307)	-76.1%	27,449
Housing	97,219	99,665	98,933	98,732	98,933	(201)	-0.2%	98,732
Social Housing	97,219	99,665	98,933	98,732	98,933	(201)	-0.2%	98,732
<u>Intangible Assets</u>	154,677	121,872	147,222	144,871	147,222	(2,351)	-1.6%	144,871
Licences and Rights	154,677	121,872	147,222	144,871	147,222	(2,351)	-1.6%	144,871
Computer Software and Applications	84,496	51,692	77,042	74,691	77,042	(2,351)	-3.1%	74,691
Unspecified	70,180	70,180	70,180	70,180	70,180	–		70,180
<u>Computer Equipment</u>	232,043	223,487	239,824	221,020	239,824	(18,804)	-7.8%	221,020
Computer Equipment	232,043	223,487	239,824	221,020	239,824	(18,804)	-7.8%	221,020
<u>Furniture and Office Equipment</u>	117,884	120,641	110,679	121,811	110,679	11,131	10.1%	121,811
Furniture and Office Equipment	117,884	120,641	110,679	121,811	110,679	11,131	10.1%	121,811
<u>Machinery and Equipment</u>	57,585	98,414	118,526	103,411	118,526	(15,115)	-12.8%	103,411
Machinery and Equipment	57,585	98,414	118,526	103,411	118,526	(15,115)	-12.8%	103,411
<u>Transport Assets</u>	294,810	333,234	341,385	332,656	341,385	(8,729)	-2.6%	332,656
Transport Assets	294,810	333,234	341,385	332,656	341,385	(8,729)	-2.6%	332,656
Land	–	66,457	66,457	–	66,457	(66,457)	-100.0%	–
Land	–	66,457	66,457	–	66,457	(66,457)	-100.0%	–
Zoo's, Marine and Non-biological Animals	–	–	211	–	211	(211)	-100.0%	–
Zoo's, Marine and Non-biological Animals	–	–	211	–	211	(211)	-100.0%	–
Total Depreciation	2,578,561	2,814,293	2,850,008	2,748,613	2,850,008	(101,396)	-3.6%	2,748,613

MUNICIPAL MANAGER'S QUALITY CERTIFICATION

I, **Lungelo Mbandazayo**, the Municipal Manager of **City of Cape Town**, hereby certifies that the quarterly report on the implementation of the budget and financial state of affairs of the municipality, for the period ended **30 June 2019** has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name Lungelo Mbandazayo

Municipal Manager of City of Cape Town (CPT)

Signature 

Date 2019 -07- 16