

**REPORT TO: COUNCIL  
EXECUTIVE MAYOR  
FINANCE**

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**1. ITEM NUMBER**

**2. SUBJECT**

**QUARTERLY FINANCIAL REPORT: MARCH 2019**  
LSUA1980

**ONDERWERP  
KWARTAALLIKSE FINANSIËLE VERSLAG: MAART 2019**

**ISIHLOKO  
INGXELO ENGOKUBEK'ILISO KWEZEMALI: EYOKWINDLA 2019**

**3. DELEGATED AUTHORITY**

In terms of delegation

This report is FOR NOTING BY

- ☒ **Committee name** : Finance
- ☐ 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 31 March 2019.**

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 (MFMA 56/2003 – S66 and S71) and the Municipal Budgets and Reporting Regulations (MBRR - No 32141 gazetted 17 April 2009).

4.3. Staff Implications ☐ Yes ☒ No

4.4. Risk Implications ☐ Yes ☒ No

## 5. RECOMMENDATIONS

- a) The quarterly financial report for the quarter ended 31 March 2019 is submitted for information and noting only.

### AANBEVELING

- a) Die kwartaallikse finansiële verslag vir die kwartaal geëindig 31 March 2019 word slegs ter inligting en kennisname voorgelê.

### ISINDULULO

- a) INgxelo yeMali yaRhoqo ngeKota yekota ephele ngowama-31 eyoKwindla 2019 ingeniselwa iinjongo zolwazi nokuqatshelwa kuphela.

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## ANNEXURES

Annexure A Quarterly Financial Report – 31 March 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**

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**MARCH 2019 (2019 Q3)**

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**MUNICIPAL MANAGER QUALITY CERTIFICATION**

## **EXECUTIVE SUMMARY**

### **BACKGROUND**

Section 52 of the MFMA states:

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

Regulation 31 of the MBRR states:

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

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

## **KEY DATA: CITY OF CAPE TOWN (PAGE 4 - 28)**

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

## **IN YEAR BUDGET STATEMENT TABLES: CITY OF CAPE TOWN (PAGE 29 – 35)**

- **Table C1 (Page 29)** provides a high level summation of the operating and capital budgets, actuals to date, financial position and cash flow.
- **Table C2 (Pages 30)** is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification.
- **Table C3 (Pages 31)** shows budgeted financial performance in relation to the revenue and expenditure as well as the operating surplus or deficit.
- **Table C4 (Page 32)** is a view of the budgeted financial performance in relation to the revenue by source and expenditure by type.
- **Table C5 (Pages 33)** 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 34)** reflects the performance to date in relation to the financial position of the municipality.
- **Table C7 (Page 35)** indicates the cash flow position and cash/cash equivalents.

## **IN YEAR BUDGET STATEMENT SUPPORTING TABLES: CITY OF CAPE TOWN (PAGE 36 – 79)**

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



**KEY DATA: CITY OF CAPE TOWN****Operating Budget**

Operating Budget	Adjusted Budget 2018/19	YearTD budget 2018/19	YearTD actual 2018/19	YTD variance	Full Year Forecast
Total Revenue <sup>1</sup> (R'Thousands)	40,182,322	30,810,992	31,189,333	378,341	40,182,322
Total Expenditure <sup>1</sup> (R'Thousands)	38,498,749	26,471,636	25,292,902	(1,178,734)	38,498,749
<b>Surplus/(Deficit)</b>	<b>1,683,573</b>	<b>4,339,356</b>	<b>5,896,431</b>	<b>1,557,075</b>	<b>1,683,573</b>

<sup>1</sup>(excl. capital transfers and contributions)

Savings on the operating budget will cover financial gaps identified during the programme review/Strategic Management Framework (SMF) process, budget realities not known during compilation of the current budget, and to top-up provision for post-retirement medical aid.

**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	3,282,852	2,689,195	(593,657)	5,858,342

The year-to-date spend of R2 689 million represents 41.82% (R1 692 million) on internally-funded projects and 38.50% (R997 million) on externally-funded projects.

The full year forecast indicates that 88.3% 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
<b>Ratios</b>				
Cost coverage ratio (Actual Cash and cash equivalents as at period end/Monthly operating Expenditure) <sup>3</sup>	3,30:1	-	-	4,69:1
<b>Liquidity</b>				
Current Ratio (Current assets/current liabilities) <sup>4</sup>	1.69	1.25	1.75	1.95
<b>Borrowing</b>				
Capital Charges to Operating Expenditure (Interest & principal paid/Operating Expenditure) <sup>5</sup>	3.3%	4.0%	3.2%	3.5%
Borrowed funding of 'own' capital expenditure (Borrowings/Capital expenditure excl. transfers and grants) <sup>6</sup>	45.2%	47.6%	7.5%	8.0%
<b>Financial Position (R'Thousands)</b>				
Total Assets	64,569,450	72,164,247	73,318,103	69,357,226
Total Liabilities	21,593,720	29,332,282	25,958,619	19,498,401
<b>Cash Flow (R'Thousands)</b>				
Cash/cash equivalents at month/year end:	5,486,618	5,810,803	7,392,775	10,784,200

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

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 expected to normalize as expenditure is expected to accelerate in the last quarter of the financial year.

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

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). It is lower compared to the previous period's outcome due to the lower current assets and higher current liabilities shown for this period.

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

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

The ratio outcome for the reporting period is 0.3% above the budgeted ratio. The ratio is expected to have an outcome of 3.2% for the year depending on the Operating budget performance.

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

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 higher than the budgeted ratio. As performance on the capital budget progresses through the year the ratio outcome is expected to be in line with the 7.5% as budgeted.

### **Cash Flow**

The cash and cash equivalents of the City is R10 784 million as at end March 2019. This amount covers the reserves and commitments required to be backed by cash. The funds are invested with various financial institutions 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
	R Thousands		
Total	2,236,634	345,577	7,641,402
Rates	707,337	81,913	1,063,670
Electricity	809,181	55,187	354,522
Water	343,034	74,909	3,501,995

Debtors Collection Rate % <sup>2</sup>	Previous year 2017/18	Current year 2018/19 (Interim ratios)	YTD collection Rate (Interim ratios)
Electricity	99.19%	98.05%	98.21%
Water	73.81%	83.83%	134.73%
Sewerage	90.18%	94.66%	98.81%
Refuse	94.92%	91.78%	91.26%
Rates	102.43%	96.09%	96.49%
Other	97.20%	94.21%	96.62%

<sup>2</sup>12 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	12,695,188	8,787,882
Employee Costs (Employee costs/Total Revenue - capital revenue)	29.5%	32.8%	31.2%	27.8%
Total Cost of Overtime (R'Thousands)	602,665	517,090	591,630	422,310

Municipal Employees (numbers)	As at 30 June 2018	Original Budget 2018/19	Mar-19
Filled posts - Permanent	26,234	26,285	26,537
Filled posts - Temporary	618	1,005	1,152
Vacant posts - Permanent	2,620	2,486	3,402
	<b>29,472</b>	<b>29,776</b>	<b>31,091</b>

Municipal Councillors (numbers)	As at 30 June 2018	Original Budget 2018/19	Mar-19
Municipal Councillors	230	231	230
Municipal Councillors - Vacancies	1	-	1
	<b>231</b>	<b>231</b>	<b>231</b>

**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	31,189,333	30,810,992	378,341	77.6%
Total Expenditure	39,263,938	38,498,749	25,292,902	26,471,636	(1,178,734)	65.7%
Surplus/(Deficit)	85,879	1,683,573	5,896,431	4,339,356	1,557,075	

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
<b>R thousands</b>							
<b>Revenue By Source</b>							
Property rates	9,361,952	9,362,895	7,101,122	7,022,168	78,954	1.1%	9,362,895
Service charges - electricity revenue	12,591,403	13,027,472	9,818,548	9,763,381	55,167	0.57%	13,027,472
Service charges - water revenue	3,574,755	3,511,828	3,005,319	2,691,445	313,875	11.7%	3,511,828
Service charges - sanitation revenue	1,811,048	1,781,428	1,370,100	1,378,485	(8,385)	-0.6%	1,781,428
Service charges - refuse revenue	1,202,059	1,155,841	832,768	866,881	(34,113)	-3.9%	1,155,841
Service charges - other	573	–	–	430	(430)	-100.0%	–
Rental of facilities and equipment	381,262	381,872	238,913	286,796	(47,884)	-16.7%	381,872
Interest earned - external investments	936,513	940,288	780,636	705,216	75,420	10.7%	940,288
Interest earned - outstanding debtors	340,970	322,691	286,480	242,032	44,448	18.4%	322,691
Dividends received	–	–	–	–	–	–	–
Fines, penalties and forfeits	1,280,160	1,230,730	1,218,985	922,888	296,097	32.1%	1,230,730
Licences and permits	46,050	53,841	46,122	40,353	5,770	14.3%	53,841
Agency services	201,723	201,723	165,513	151,292	14,221	9.4%	201,723
Transfers and subsidies	6,803,608	7,369,203	5,614,571	6,113,928	(499,357)	-8.2%	7,369,203
Other revenue	773,871	798,641	631,241	594,670	36,571	6.1%	798,641
Gains on disposal of PPE	43,870	43,870	79,014	31,027	47,986	154.7%	43,870
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>39,349,818</b>	<b>40,182,322</b>	<b>31,189,333</b>	<b>30,810,992</b>	<b>378,341</b>	<b>1.2%</b>	<b>40,182,322</b>

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

- Property Rates (R78.9 million over)**

The over-recovery is due to the real time valuation of properties as well as new properties being valued for the first time i.e. Cape Peninsula University of Technology. The under expenditure on Rates rebates (Council determined), due to the reversal of approximately 62 000 indigent-related accounts to correct water accounts further contributed to the variance.

- **Service Charges – electricity revenue (R55.2 million over)**

The over-recovery is due to periodic changes in consumption as a consequence of changing weather conditions as well as implementation of alternate energy sources.

- **Service Charges – water revenue (R313.9 million over)**

The City over-recovered on water accruals during level 6 water restrictions in the first half of the year, which was primarily caused by consumers exceeding restriction thresholds and being subjected to the punitive tariffs designed specifically to reduce consumption. Not all accruals are cash-backed and the funding models of the City allowed for impairment in this case.

The City has lowered the restriction level to level 3 over recent months. 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 instance, 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. This risk was partially managed by the right-sizing of expenditure, which took place in the adjustments budget adopted in January 2019, and the utilisation of any cash revenue buffer that might have arisen from the application of the level 6 restriction tariffs.

- **Service Charges – refuse revenue (R34.1 million under)**

The variance is mainly due to under-recovery on Availability Charges where development of vacant properties are continuing and customers are moved to the refuse removal tariff; Refuse removal, due to fewer than anticipated requests for refuse removal services; Disposal coupon fees, due to waste minimisation initiatives being implemented resulting in less waste at disposal facilities; and Special Waste- and Builders Rubble Fees, as a result of lower than anticipated quantities of waste disposed to date.

- **Rental of facilities and equipment (R47.9 million under)**

The under-recovery is mainly within the Community Services & Health directorate and the Human Settlements directorate and is due to a lower demand for sport and recreation facilities; and lower than planned lease rental received from tenants occupying Council-owned units respectively.

- **Interest earned - external investments (R75.4 million over)**

The over-recovery is within the Finance directorate and is due to the favourable investment and cash balances as at 31 March 2019.

- **Interest earned – outstanding debtors (R44.5 million over)**

The over-recovery is due to higher than planned interest on outstanding consumer debtor accounts for Water, Sanitation, and Solid Waste.

- **Fines, penalties and forfeits (R296.1 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, and members of the public not making payments; 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 (R499.4 million under)**

The variance is a combination of over-/under-recovery largely due to the processing of the Equitable Share allocation after month-end; structure construction projects behind schedule affecting grant revenue; and faster than anticipated progress on the Public Transport Marketing and Communication initiatives as well as accelerated expenditure on the Automated Fair Collection (AFC) maintenance contract.

- **Other revenue (R36.6 million over)**

Over-recovery reflects on the following revenue elements within this category.

- Collection charges recovered, due to improvements in debt management procedures and processes.
- 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.
- Service charges - infrastructure and facilities, due to invoices raised for recovery of expenditure from grant funding in respect of invasive species control.

- **Gains on disposal of PPE (R47.9 million over)**

The variance is due to more than anticipated land sales to date.

Reasons for variances on revenue by source can be found in *Table SC1: Material variance explanations for revenue by source* on page 36.

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
<b>R thousands</b>							
<b>Expenditure By Type</b>							
Employee related costs	12,920,115	12,525,549	8,666,711	9,063,757	(397,046)	-4.4%	12,525,549
Remuneration of councillors	169,640	169,640	121,171	129,268	(8,097)	-6.3%	169,640
Debt impairment	2,988,951	2,401,378	1,932,463	1,947,271	(14,808)	-0.8%	2,401,378
Depreciation & asset impairment	2,814,336	2,850,051	2,051,453	2,087,663	(36,210)	-1.7%	2,850,051
Finance charges	1,089,285	907,220	576,534	628,240	(51,706)	-8.2%	907,220
Bulk purchases	9,487,132	8,987,316	5,882,804	5,910,961	(28,158)	-0.5%	8,987,316
Other materials	1,255,285	1,342,478	910,858	910,764	94	0.0%	1,342,478
Contracted services	6,004,687	6,608,282	3,634,097	3,982,613	(348,516)	-8.8%	6,608,282
Transfers and subsidies	333,807	488,126	277,559	316,908	(39,348)	-12.4%	488,126
Other expenditure	2,200,213	2,043,597	1,237,651	1,319,251	(81,600)	-6.2%	2,043,597
Loss on disposal of PPE	488	175,112	1,601	174,940	(173,339)	-99.1%	175,112
<b>Total Expenditure</b>	<b>39,263,938</b>	<b>38,498,749</b>	<b>25,292,902</b>	<b>26,471,636</b>	<b>(1,178,734)</b>	<b>-4.5%</b>	<b>38,498,749</b>

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

- **Employee Related Costs (R397.1 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 (R36.2 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 (R51.7 million under)**

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

- **Contracted Services (R348.5 million under)**

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

- Advisory services - Project management (R18.8 million), due to less project management services needed to date.
- Building Contractors (R27 million), due to lower than planned expenditure incurred to date; expenditure is expected to increase over the ensuing months.
- Recreation, sport and social development programmes (R17.3 million), due to lower than planned expenditure to date.

- R&M-related expenditure, against:
  - Electrical (R14.7 million), due to maintenance being lower than planned at buildings/facilities and orders not settled at month-end;
  - Building (R107.6 million), where actual expenditure to date is less than planned, due to the re-active nature of R&M;
  - Equipment (R71.6 million), due to the lower than planned demand to date.
- Contracted services – Mayor's Job Creation Projects (R17.2 million), due to delays in finalisation of contracts and appointment of workers.
- Sewerage services (R13.5 million), due to lower than planned expenditure for services rendered in informal settlements.

- **Transfers and subsidies (R39.3 million under)**

The over expenditure is mainly within:

- Human Settlements, due to higher than planned expenditure on Peoples Housing Project (PHP) payments as Top Structure projects are progressing ahead of schedule.
- Finance, due to the monthly Cape Town Stadium entity transfer payment being processed after month-end.
- Safety & Security, due to contracts not finalised and payments not processed, due to outstanding beneficiary information.

- **Other Expenditure (R81.6 million under)**

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

- Training and learnerships (R14 million), mainly due to delays in the roll-out of training programmes and the prioritisation process currently underway.
- Uniforms and Protective clothing (R13.1 million) (largely within the Safety & Security directorate), due to delays in the start of certain Law Enforcement projects and delays in the issuing of uniforms and clothing.
- Hire of LDV/cars (R11.1 million), due to a lower demand for hiring of vehicles.
- Electricity (R18.3 million), due to lower than planned demand for water being pumped by pump stations as a result of the drought and the consequential water restrictions.
- Advertising (R8.1 million), due to less than planned advertising required during this period.
- Insurance premium - Unicity (R8 million), due to actual expenditure being less than planned as insurance requirements are changing continuously and therefore difficult to plan per monthly cycles.
- Commission - revenue sharing (R12.8 million), due to payments being made one month in arrears and the amount of revenue collected being lower than planned.
- Indigent relief - Eskom (R5.8 million), due to actual payments being less than planned to date. Insurance premium - Unicity (R8 million under), due to actual expenditure being less than planned as insurance requirements are changing continuously and therefore difficult to plan per monthly cycles.
- Indigent relief - Eskom reimbursement (R5.8 million), due to actual payments being less than planned to date.



- **Loss on disposal of PPE (R173.3 million under)**

The variance is due to misalignment of period budget provisions with the actual transactions processed to date.

Reasons for variances on expenditure by type can be found in *Table SC1: Material variance explanations for expenditure by type* on page 51.

### 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
<b>R thousands</b>							
<b>Expenditure by Vote</b>							
Vote 1 - Community Services & Health	3,590,992	3,588,556	2,351,812	2,516,280	(164,468)	-6.5%	3,588,556
Vote 2 - Corporate Services	1,791,434	1,710,372	1,198,427	1,179,481	18,946	1.6%	1,710,372
Vote 3 - Economic Opportunities & Asset Managemnt	1,170,837	1,235,305	770,201	782,807	(12,606)	-1.6%	1,235,305
Vote 4 - Energy & Climate Change	10,673,982	10,794,201	7,150,381	7,381,876	(231,495)	-3.1%	10,794,201
Vote 5 - Finance	3,156,818	3,073,453	2,036,810	2,109,612	(72,802)	-3.5%	3,073,453
Vote 6 - Human Settlements	1,598,166	1,898,837	1,029,137	1,107,829	(78,692)	-7.1%	1,898,837
Vote 7 - Office of the City Manager	214,357	210,468	134,883	154,321	(19,437)	-12.6%	210,468
Vote 8 - Safety & Security	3,328,929	3,308,492	2,389,889	2,447,452	(57,563)	-2.4%	3,308,492
Vote 9 - Spatial Planning & Environment	558,353	594,227	401,033	418,050	(17,017)	-4.1%	594,227
Vote 10 - Transport	3,367,830	3,492,090	2,252,791	2,269,096	(16,305)	-0.7%	3,492,090
Vote 11 - Urban Management	788,234	769,384	523,912	548,851	(24,939)	-4.5%	769,384
Vote 12 - Water & Waste	9,024,005	7,823,364	5,053,627	5,555,981	(502,355)	-9.0%	7,823,364
<b>Total Expenditure by Vote</b>	<b>39,263,938</b>	<b>38,498,749</b>	<b>25,292,902</b>	<b>26,471,636</b>	<b>(1,178,734)</b>	<b>-4.5%</b>	<b>38,498,749</b>

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

The narrative below provides details of categories with an overall over expenditure within directorates where there is bottom-line over expenditure.

- **Corporate Services (R18.9 million over)**

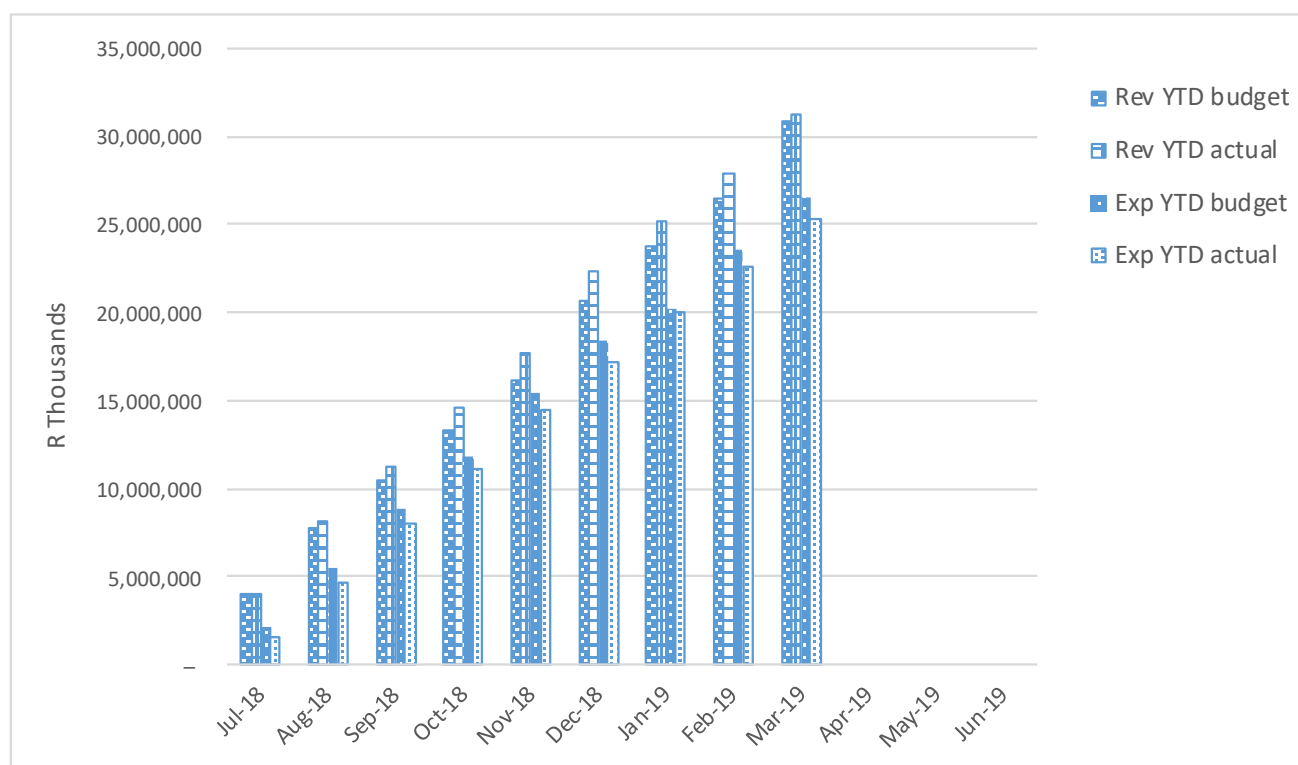
- Other Materials, due to misalignment of the period budget with actual expenditure to date.
- Contracted services:
  - Advisory services - communication, due to unplanned professional services required for communication with communities;
  - Advisory services - research, due to expenditure being incurred against the cost centre and not against the grant-funded project on which the budget was provided;
  - Advisory services research, due to the incorrect budget split between cost elements for the grant-funded project resulting in misalignment of the budget and actual expenditure incurred;
  - R&M - Building, due to the incorrect allocation of budget against the various elements on R&M;
  - Medical staff, due to an unplanned arbitration award to a former employee of the City;

- Other expenditure:
  - Skills Development Levy, due to misalignment of the budget and the actual expenditure to date;
  - Computer services - Specialised IT services, due to additional contractors who were required to provide IT services in the City as a result of the large number of IT support staff vacancies; and
  - Advertising - Gifts & Promotional items, due to higher than anticipated demand to date.

Details on variances for expenditure by vote can be found in *Table SC1: Material variance explanations for expenditure by vote* on page 42.

## Monthly Operating Revenue and Expenditure Performance

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



## VACANCY STATISTICS

The City had 3 402 vacancies as at 31 March 2019; 2 284 positions were filled (1 118 internal and 1 166 external) with 1 141 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 vacancies and value of these vacancies per directorate.

DIRECTORATE	VACANT POSTS (Permanent positions)		% of Posts Filled	Vacancy Rate
	Number of Posts	Value		
City Manager	30	R17,839,743	86.05%	13.95%
Community Services and Health	386	R133,226,095	93.71%	6.29%
Corporate Services	237	R120,295,423	88.05%	11.95%
Economic Opportunities and Assets Management	154	R57,390,621	85.43%	14.57%
Energy & Climate Change	321	R111,317,465	87.93%	12.07%
Finance	164	R65,067,675	91.15%	8.85%
Human Settlements	197	R87,233,718	81.74%	18.26%
Safety and Security	511	R167,491,685	89.16%	10.84%
Spatial Planning and Environment	90	R47,788,121	88.88%	11.12%
Transport	296	R97,187,388	86.22%	13.78%
Urban Management	39	R21,896,721	88.66%	11.34%
Water and Waste	977	R307,242,919	87.93%	12.07%
<b>TOTAL</b>	<b>3402</b>	<b>R1,233,977,573</b>	<b>89.06%</b>	<b>10.94%</b>

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
City Manager	18	8	4	0	30
Community Services & Health	262	85	27	12	386
Corporate Services	94	99	34	10	237
Economic Opportunities & Asset Management	62	66	12	14	154
Energy & Climate Change	79	151	53	38	321
Finance	71	55	26	12	164
Human Settlements	35	42	65	55	197
Safety & Security	231	169	81	30	511
Spatial Planning & Environment	38	30	13	9	90
Transport	107	82	50	57	296
Urban Management	15	11	12	1	39
Water & Waste	304	383	201	89	977
<b>Grand Total</b>	<b>1316</b>	<b>1181</b>	<b>578</b>	<b>327</b>	<b>3402</b>

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 68.

## CAPITAL EXPENDITURE AND FUNDING

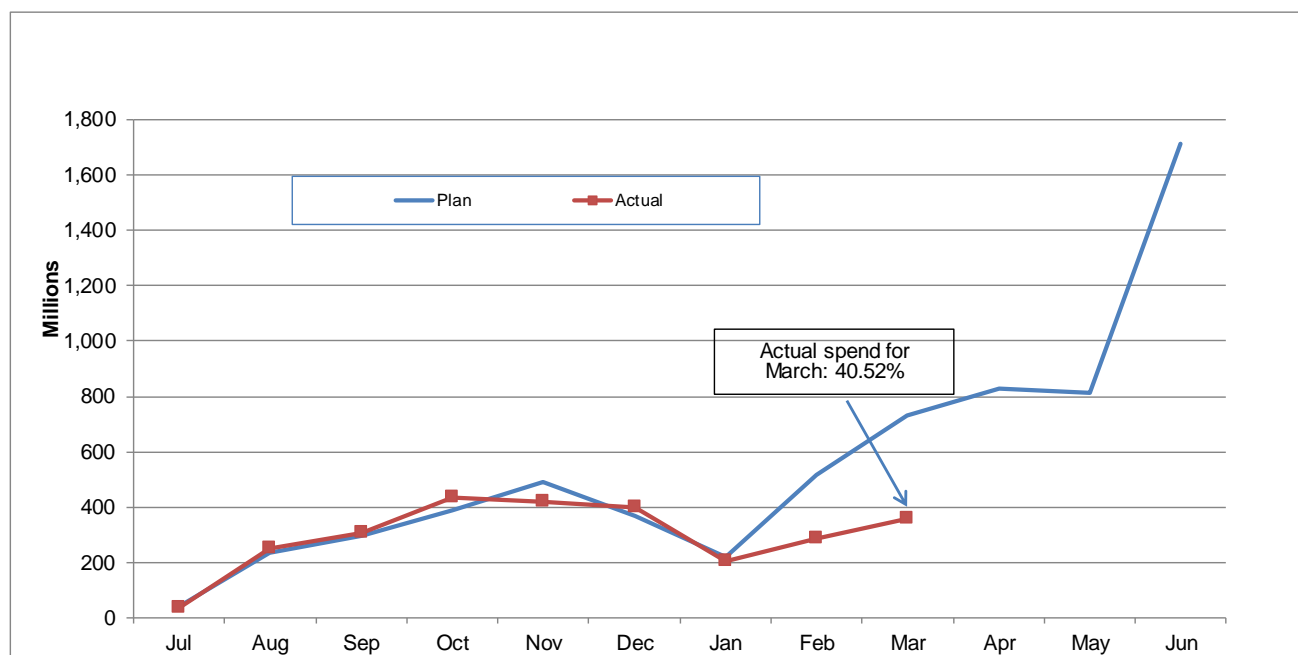
### Summary Statement of Capital Budget Performance

Vote Description	Budget Year 2018/19						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							
<b>Total Capital Expenditure</b>	<b>8,407,556</b>	<b>6,636,132</b>	<b>2,689,195</b>	<b>3,282,852</b>	<b>(593,657)</b>	<b>-18.1%</b>	<b>5,858,342</b>
<b>Funded by:</b>							
National Government	2,015,146	2,510,069	950,003	1,118,720	(168,717)	-15.1%	2,158,009
Provincial Government	52,750	26,227	10,831	11,985	(1,154)	-9.6%	26,227
<b>Transfers recognised - capital</b>	<b>2,067,896</b>	<b>2,536,296</b>	<b>960,833</b>	<b>1,130,705</b>	<b>(169,871)</b>	<b>-15.0%</b>	<b>2,184,237</b>
<b>Public contributions &amp; donations</b>	<b>76,200</b>	<b>54,526</b>	<b>36,616</b>	<b>39,529</b>	<b>(2,913)</b>	<b>-7.4%</b>	<b>53,403</b>
<b>Borrowing</b>	<b>4,000,000</b>	<b>500,000</b>	<b>214,495</b>	<b>289,777</b>	<b>(75,282)</b>	<b>-26.0%</b>	<b>449,031</b>
<b>Internally generated funds</b>	<b>2,263,460</b>	<b>3,545,310</b>	<b>1,477,250</b>	<b>1,822,841</b>	<b>(345,591)</b>	<b>-19.0%</b>	<b>3,171,671</b>
<b>Total Capital Funding</b>	<b>8,407,556</b>	<b>6,636,132</b>	<b>2,689,195</b>	<b>3,282,852</b>	<b>(593,657)</b>	<b>-18.1%</b>	<b>5,858,342</b>

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
<b>R thousands</b>								
<b><u>Multi-Year expenditure appropriation</u></b>								
Vote 1 - Community Services & Health	260,247	314,508	313,947	123,945	202,117	(78,172)	-38.7%	293,570
Vote 2 - Corporate Services	370,959	354,688	269,714	126,129	146,588	(20,459)	-14.0%	263,174
Vote 3 - Economic Opportunities & Asset Managemnt	295,284	224,601	283,893	108,831	107,159	1,672	1.6%	284,442
Vote 4 - Energy & Climate Change	1,024,550	1,113,506	863,239	489,373	506,397	(17,024)	-3.4%	834,196
Vote 5 - Finance	14,009	20,549	26,851	10,356	16,694	(6,338)	-38.0%	22,841
Vote 6 - Human Settlements	488,589	822,428	732,986	285,045	443,449	(158,404)	-35.7%	715,774
Vote 7 - Office of the City Manager	2,288	813	2,696	849	2,116	(1,267)	-59.9%	2,591
Vote 8 - Safety & Security	158,094	196,078	212,649	114,901	112,375	2,526	2.2%	211,603
Vote 9 - Spatial Planning & Environment	34,566	107,025	62,253	6,602	12,907	(6,305)	-48.8%	43,162
Vote 10 - Transport	1,008,888	1,234,574	1,169,139	526,326	589,046	(62,720)	-10.6%	1,086,663
Vote 11 - Urban Management	17,308	13,620	23,477	3,947	5,843	(1,896)	-32.5%	23,259
Vote 12 - Water & Waste	1,928,837	4,005,167	2,675,289	892,891	1,138,160	(245,269)	-21.5%	2,077,067
<b>Total Capital Multi-year expenditure</b>	<b>5,603,619</b>	<b>8,407,556</b>	<b>6,636,132</b>	<b>2,689,195</b>	<b>3,282,852</b>	<b>(593,657)</b>	<b>-18.1%</b>	<b>5,858,342</b>

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

- Community Services & Health directorate (R78 million under)**

The negative variance is mainly attributed to the slower than expected implementation of the IT Modernisation project as a result of the review of the IT tender, due to price adjustments as well as delayed construction of the ECD Centre: Heideveld, due to outstanding electrical connections from Eskom.

93.5% spend is forecasted for the projects currently on the budget.

- Human Settlements directorate (R158 million under)**

A combination of factors contributed to the directorate's negative variance i.e. delays in the replacement of an expired term tender and the late award of the plumbing tender on the Urbanisation of Informal Settlements Programme; delays in the application for underground cabling clearance and changes of detailed design of staircases on the Asset Management Programme; and delays in the approval of the transversal tenders in order to proceed with orders on the Rental Stock Sub-Meters project.

97.7% spend is forecasted for the projects currently on the budget.

- **Transport directorate (R62.7 million under)**

The negative variance is mainly attributed to an accumulation of slower than anticipated expenditure on various projects and programmes i.e. IRT PH2A - Stock Road as a result of community interference and vandalism; Integrated Bus Rapid Transit System, where connectivity issues were experienced on the CCTV project in the Khayelitsha area and although a solution is being sought a portion of this allocation is at risk. The IRT: Control Centre project is subject to, inter alia, variation order (VO) refinements. The previously reported dependencies resulted in a 24-month delay for the overall delivery of the Advanced Public Transport Management System (APTMS) contract.

These dependencies still continue to be slow in being resolved affecting the full budget spend. Funding iro the Road Upgrade: Sir Lowry's Pass Village Rd-Ph2 project will be paid over to the developer in terms of a Service Level Agreement entered into between the City and the developer; the deviation report approval is pending.

93% spend is forecasted for the projects currently on the budget.

- **Water & Waste directorate**

- Solid Waste Management department (R62 million under)**

The department's negative variance is mainly attributed to the slower than expected implementation of the Parow Depot Upgrade project as a result of delays in delivery of the elevator, plant and vehicles as well a change in the anticipated commencement date of the bulk earthworks construction tender, due to a local content procurement issue requiring clarification on the Coastal Park – Design and develop (MRF) project.

98.1% spend is forecasted for the projects currently on the budget.

- Water & Sanitation Management department (R183 million under)**

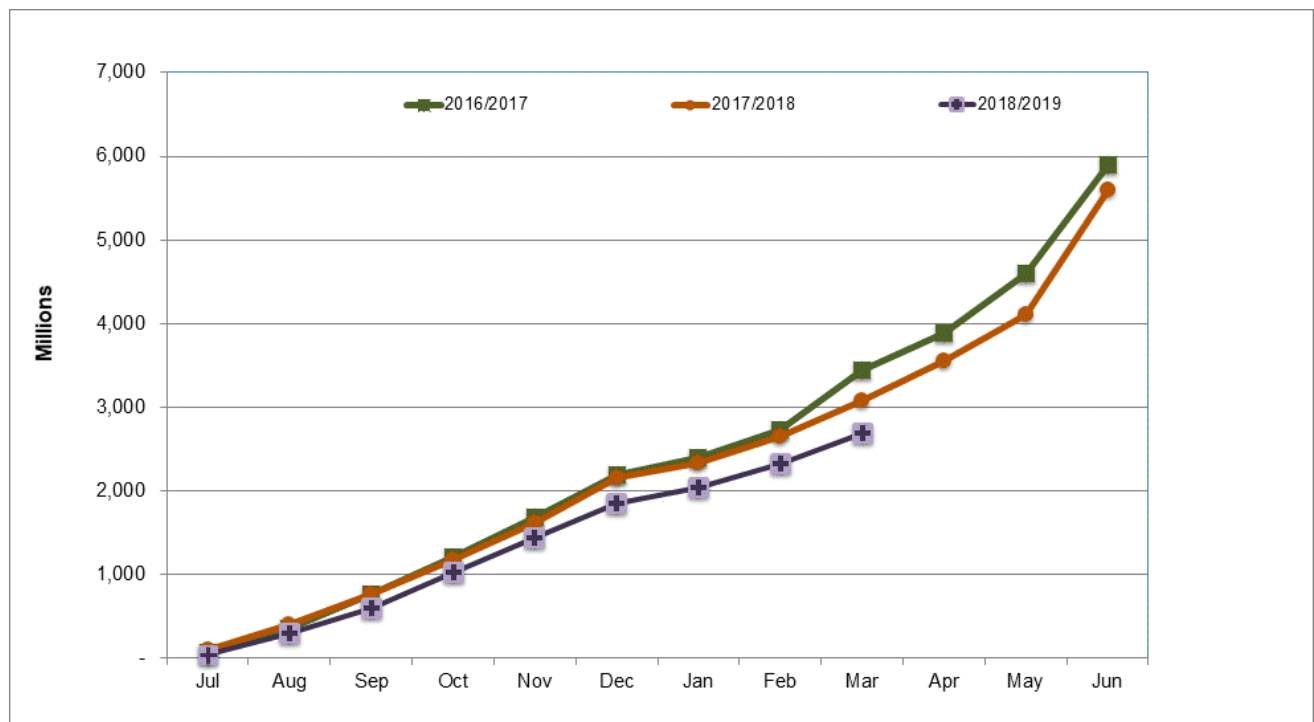
The negative variance is mainly attributed to the New Water Programme (NWP), which was created during the drought/emergency period to deliver additional water supply to the City resulting in projects being prepared via a "business unusual" methodology. Delays experienced e.g. access to properties, etc. have resulted in slower than anticipated progress in groundwater explorations in the Cape Flats, Table Mountain Group (TMG) and Atlantis aquifers and a current underspend of approximately R467 million is projected for this financial year.

75% spend is forecasted for the projects currently on the budget.

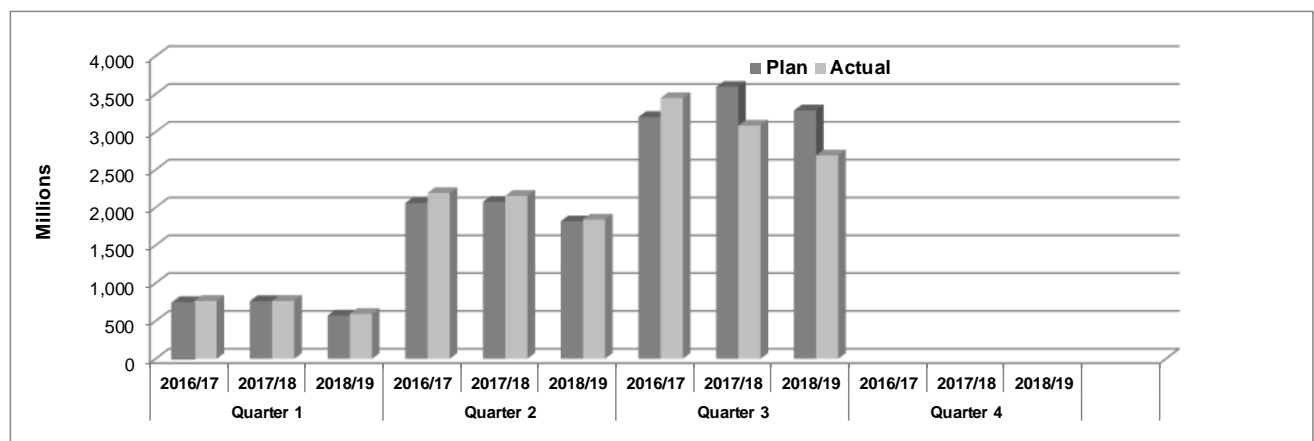
Detailed explanations and remedial action on variances on the capital budget can be found in *Table SC1: Material variance explanations for capital expenditure by vote* on page 54.

## 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 - March 2019
IRT Phase 2 A	210,000,000	97,950,208	92,804,708.43	-5,145,499.57	The contractor returned to site on 29 October 2018. SAPS is still assisting, via base camp, to ensure the safe and successful completion of the project. Completion is anticipated end April 2019 with anticipated savings to be realised.
Dark Fibre Broadband Infrastructure	110,582,516	47,482,991	59,625,099.08	12,142,108.08	Programme currently ahead of planned spend, however, the ED: Corporate Services is conducting a comprehensive business and management review of the Dark Fibre Broadband Infrastructure Programme (BIP) and Broadband Operations model. The existing rollout of the BIP was re-prioritised by pausing the rollout of switching centres and additional fibre routes. This pause must be in place until the comprehensive business and management review has been completed and a defined business plan and operating model has been developed.
Non-Motorised Transport Programme	101,950,261	41,885,154	43,218,560.19	1,333,406.19	The work on Buttskop diversion is progressing well and is about 50% complete; waiting on Eskom to remove their services in order for work to continue at Friedrick Street. The entire site was made safe before the Builders Holiday in December 2018. All outstanding invoices have been processed. Contractor returned to site on 9 January 2019 but experienced minor delays regarding premixing, due to the batching plant being offline as a result of technical issues. Normal supply activity resumed on 23 January 2019. The contractor is progressing well and is two months ahead of programme.
Congestion Relief Projects	115,359,420	35,944,269	17,829,266.32	-18,115,002.68	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. Deviation report approval is pending legal review. Construction commenced on 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	72,459,069	43,534,502	22,068,794.51	-21,465,707.49	Minor Works: Delays are as a result of waiting on approval to make use of transversal tender 243Q. Various small depot upgrade projects are implemented within this programme and term tenders, which are in place, are being utilised. Contractor has confirmed that the delay will not affect the completion dates.
Replace & Upgr Sewer City wide	65,000,000	53,567,785	13,614,611.48	-39,953,173.52	Project behind schedule as a result of the performance of service provider. Consultant appointed to complete investigation and design via term tender 35C/2016/17 by the third quarter of 2018/19. Tender process to follow and construction is estimated to start in 2019/20.
System Equipment Replacement: East	175,800,000	110,977,582	116,739,106.21	5,761,524.21	Programme ahead of schedule due to good contractor performance.

Table continues on next page.



City of Cape Town: S52 Annexure A – 2019 Q3 (March 2019)

Programme or Major Project	Current Budget	YTD Planned Spend	YTD Actual Spend	YTD Variance	Status of project - March 2019
Replace & Upgrade Water Network	63,661,200	52,801,900	15,443,281.58	-37,358,618.42	Some projects are delayed, due to congestion of underground services at certain locations. Term tender 231Q/2015/16 has been awarded. New works projects issued. Work in progress.
Roads: Rehabilitation	46,124,346	33,657,504	25,622,880.68	-8,034,623.32	Notwithstanding the negative variance, the project is progressing well with the contractor on program to complete the full project in time. All roads were open in December 2018. The Easter holidays are being targeted for construction of the new bridge in order for all roads to be open. Overall the project is on schedule for the revised completion date of October 2019.
Metro Roads: Reconstruction	62,286,000	37,299,769	26,448,920.30	-10,850,848.70	All construction projects allocated to this top line item have been completed with savings realised on some projects. Expenditure on the Rehabilitation of the Jan Van Riebeeck Road is behind projected cash flows, due to delays in the BEC process; project is now in 21 day appeal period. There are three minor projects, to the value of approximately R12 million, in the pipeline, which should be completed before the end of this financial year i.e. Rehabilitation of a portion of Simons Town Main Road, Rehabilitation of Old Paarl Road Phase 1 and Rehabilitation of Old Paarl Road Phase 2.
Asset Management Programme	76,041,036	34,656,117	28,324,943.23	-6,331,173.77	Some upgrade work completed in all regions. Hangberg upgrades at phase 3 achieved practical completion. Quotations requested for the replacement of roof covering at the Elsies River "Dura" type flats. Lwandle experienced significant delays to practical completion, due to the continued local labour disputes. Order placed for construction of new bin shelters in Atlantis. Requesting quotations for the upgrade of electrical reticulation at Solum Flats
Electrification	88,541,238	41,747,519	43,550,465.75	1,802,946.75	Ahead of schedule due to good contractor performance. Projects continuing with less community interference.
Service Connections: Quote	74,200,000	56,433,750	57,076,843.48	643,093.48	Customer demand driven. Applications for new and upgraded supplies have been less than planned for the period under review.
MV Switchgear Refurbishment	22,400,000	14,745,119	14,307,163.88	-437,955.12	Overall programme behind schedule, due to the switchgear refurbishment tender not being in place yet: 1. MV Switchgear Refurb: North Area N FY19; and 2. MV Switchgear Refurb: North Area C FY19.

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2019 Q3 (March 2019)

Programme or Major Project	Current Budget	YTD Planned Spend	YTD Actual Spend	YTD Variance	Status of project - March 2019
Public Transport Interchange (PTI) Programme	66,550,000	43,784,221	37,593,847.35	-6,190,373.65	Practical completion achieved on 4 March 2019. Contractor attending to snag items in order to achieve works completion.
Electricity Facilities	24,695,896	5,614,876	4,047,795.69	-1,567,080.31	The negative variance is as a result of delays, due to design changes; the deviation report is in progress for the following projects: 1. Bloemhof Network Control Centre; and 2. Hout Bay LV Depot.
MV System Infrastructure	52,650,000	33,353,421	22,910,386.61	-10,443,034.39	The negative variance is as a result of delays, due to outstanding wayleaves, security matters and staff shortages on the following projects: 1. System Infrastructure: South Area C FY19; 2. System Infrastructure: East Area E FY19; 3. System Infrastructure: North Area N FY19; and 4. System Infrastructure: East Area N FY19.
Upgrading of drop-off facilities	15,592,706	5,218,045	2,037,003.22	-3,181,041.78	Project initially delayed due to the tender evaluation process taking longer than anticipated. It is anticipated that the tender will only be awarded in April 2019. A portion of the project will be rolled-over to the 2019/20 financial year.
Street Lighting	63,729,091	41,693,713	33,342,157.81	-8,351,555.19	Various construction projects are currently underway although behind schedule. Others are in various stages of the design phase.
Meter Replacement Programme	270,000,000	150,500,000	130,844,290.21	-19,655,709.79	Project delayed, due to: 1. The Indigent Programme - under term tender 177Q/2015/16 (for contractors) for plumbing repairs and installation of water management devices at residential properties occupied by indigent households. The contractors were diverted from installations to resetting the meters in November 2018, due to the operational decision, which required a focus on quality rather than quantity. 2. The inability of the contractor to supply 50mm to 150mm bulk water meters under contract 37G/2015/16. Action has been taken against the supplier (termination currently being dealt with by the Legal department). A RFQ has been advertised; it closed on 22 March 2019. A deviation report was submitted to SCM for vetting on 29 March 2019. This is being put in place to source the 50mm to 150mm bulk water meters ensure operations are not negatively affected.
	<b>1,777,622,779</b>	<b>982,848,445</b>	<b>807,450,126</b>	<b>-172,164,583.61</b>	

## CASH AND CASH EQUIVALENTS

The City's cash and cash equivalents was R10 784 million at 31 March 2019.

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

Item	Previous Month	Current Month
<b>R'Thousands</b>		
<b>Closing Cash Balance</b>	<b>13,278,942</b>	<b>15,723,121</b>
Unspent Conditional Grants	1,746,750	2,900,398
Housing Development	352,761	353,942
MTAB	16,134	16,329
Trust Funds	815	820
Financial commitments	1,504,000	1,504,000
Sinking Funds	-	-
Insurance reserves	500,642	500,642
CRR	2,286,874	2,259,927
<b>TOTAL</b>	<b>6,407,976</b>	<b>7,536,058</b>
<b>TOTAL cash resources - committed working capital</b>	<b>6,870,966</b>	<b>8,187,063</b>

Details on the cash flow can be found in *Table C7: Monthly Budget Statement - Cash Flow* on page 35.

The City's investment portfolio breakdown can be found in *Table SC5 Monthly Budget Statement investment portfolio* on page 60.

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 70.

## GRANT UTILISATION

Description	Budget Year 2018/19						
	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>							
Total operating expenditure of Transfers and Grants	4,245,472	4,811,066	940,129	971,225	(16,905)	-1.7%	4,811,066
Total capital expenditure of Transfers and Grants	2,144,096	2,590,822	997,449	1,170,233	11,251	1.0%	2,237,639
<b>TOTAL EXPENDITURE OF TRANSFERS AND GRANTS</b>	<b>6,389,567</b>	<b>7,401,888</b>	<b>1,937,578</b>	<b>2,141,458</b>	<b>(5,654)</b>	<b>-0.3%</b>	<b>7,048,706</b>

Detailed information on transfers and grants per funding source is reflected in *Table SC7 Monthly Budget Statement transfers and grants expenditure* on page 65.

## CREDITORS

### Creditors Analysis

R thousands	Budget Year 2018/19							
	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	262,966	0	700	40	10	–	–	2,920
								266,637

The City's creditors are paid within 30 days as stipulated in the MFMA. The outstanding creditors are due to various reasons, including amongst others, bank rejections due to incorrect vendor banking details, outstanding credit note from supplier, and legal-related matters.

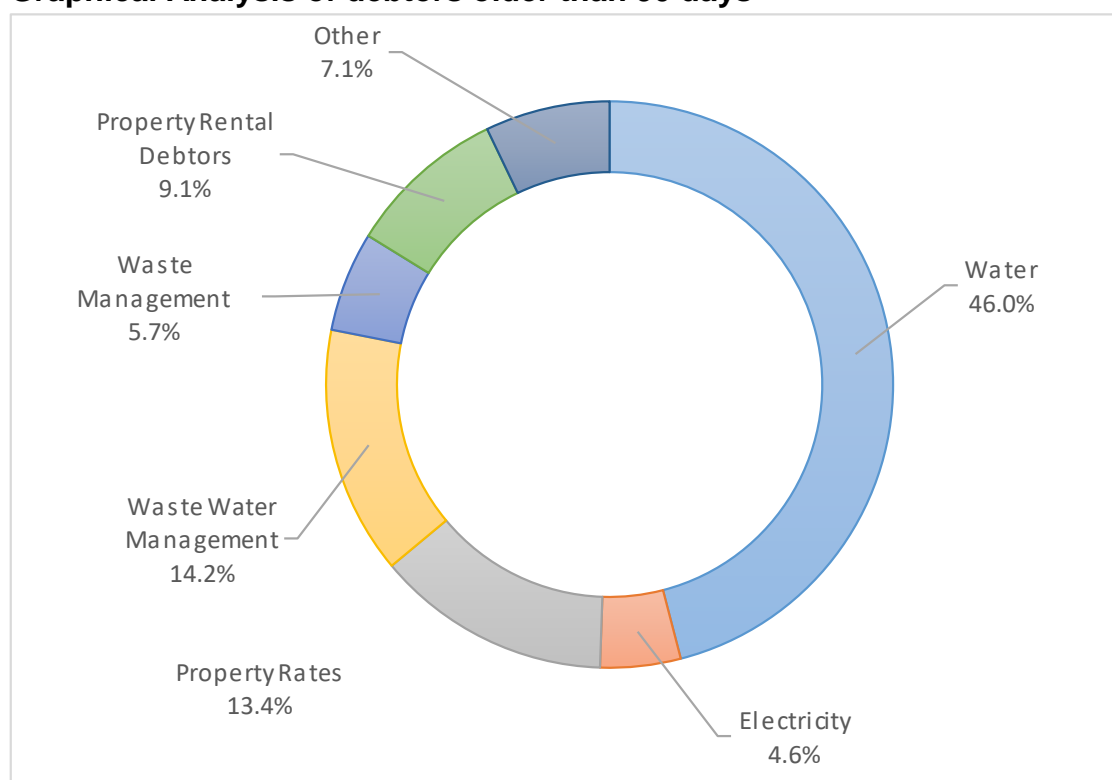
The City has an existing continuous management follow-up control system in place to facilitate the ultimate payment of these invoices.

## DEBTORS

### Debtors Age Analysis

Description	Budget Year 2018/19							
	0-30 Days		31-60 Days		61-90 Days		Total over 90 days	
	R Thousands	%	R Thousands	%	R Thousands	%	R Thousands	%
Total By Income Source	2,236,634	21.9%	345,577	3.4%	266,019	2.6%	7,375,383	72.1%
2017/18 - totals only	2,502,397	27.3%	235,774	2.6%	267,837	2.9%	6,146,485	67.2%
Movement	(265,764)		109,804		(1,818)		1,228,898	
% Increase/(Decrease) year on year		-10.6%		46.6%		-0.7%		20.0%
								11.70%

### Graphical Analysis of debtors older than 90 days



**Top 10 Commercial debtors - Age Analysis**

Account Owner Name	Total	Current	30	60	90	120	150	150><365	365	Comments
Victoria Mxenge Housing Development Assoc	R 83,241,588.46	R 296,000.01	R 304,521.15	R 280,688.96	R 785,000.27	R 1,554,208.22	R 2,281,833.67	R 45,325,964.06	R 32,413,372.12	The Water & Sanitation department reduced the water pressure for the meter servicing 102 properties. The Property Value Chain process, which involves all relevant departments, is in the process of finalising the subdivision, approve registration and ownership, which will ensure that individual owners pay for the services consumed. An interest lock has been activated to avoid debt accrual.
Astral Operations Limited	R 25,647,191.99	R 186,219.18	R 2,628,899.38	R 2,233,622.00	R 20,598,451.43	R 0.00	R 0.00	R 0.00	R 0.00	There is currently a water dispute, which is back dated to March 2018. The Water & Sanitation department is investigating the cause. The current account is being paid.
Church Methodist	R 25,065,219.69	R 117,767.82	R 145,126.13	R 357,719.61	R 561,679.85	R 934,094.73	R 1,359,633.08	R 15,409,556.96	R 6,179,641.51	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 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 2015(GV15)) 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 the 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.
Basfour 2295 (Proprietary)	R 21,892,786.64	R 1,614,056.37	R 1,862,330.27	R 1,770,545.48	R 16,648,508.52	-R 757.00	R 0.00	R 0.00	-R 1,897.00	The account had a water charges dispute resulting in a meter being changed. The Water & Sanitation department is monitoring the consumption until June 2019; the recent consumption will be used to rebill the account.
Moslem Cemetery Board Trustees	R 13,024,874.68	R 0.00	R 66,544.26	R 67,239.95	R 65,468.15	R 67,534.01	R 256,304.24	R 257,939.99	R 12,243,844.08	The cemetery is owned by a NPO, and with assistance from appointed/identified accountants, will apply for a Rates rebate once the necessary documentation has been compiled. Approval of the application will clear the outstanding debt. There is an active payment arrangement on the account, which is being adhered to.
Mitchells Plain Foundation	R 11,058,031.34	R 1,086,821.78	R 947,417.58	R 0.00	R 0.00	R 0.00	R 18.24	R 283,795.21	R 8,739,978.53	A meeting was held with the foundation's representatives on 20 February 2019, where they presented their financial status and requested assistance from the City. The options available to them were discussed and the City has received their rates rebate application, which will be considered based on the status of being a NPO. The City's Electricity Generation & distribution section has done a site inspection and indicated that their network will not be sustained with a prepaid electricity network. The water billing query has been finalised and the necessary adjustments were effected on the account.
Zonnebloem College	R 10,929,114.50	R 170,228.78	R 181,384.10	R 0.00	R 0.00	R 210,369.47	R 181,077.59	R 757,438.09	R 9,428,616.47	The Trust confirmed that they've processed and submitted the required information to be registered as an NPO to SARS in order to apply for the Rates rebate. The monthly payments are being made on the account as per the agreed payment arrangement while the registration process is being finalised.

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2019 Q3 (March 2019)

Account Owner Name	Total	Current	30	60	90	120	150	150><365	365	Comments
Cornucopia Trust	R 7,937,553.33	R 1,259,382.74	R 1,366,565.03	R 563,961.49	R 42,194.99	R 1,430,888.90	R 1,334,165.51	R 1,940,394.67	R 0.00	There is an active arrangement to pay the current account in full and an agreed amount towards the arrears.
Church Methodist	R 7,837,387.92	R 42,627.62	R 45,673.36	R 140,946.84	R 407,509.13	R 55,381.14	R 473,412.20	R 5,623,719.23	R 1,048,118.40	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 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 2015(GV15)) 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 the interest lock activated to control further accumulation of debt. A water connection has been installed for individual properties and water pressure has been reduced to control water consumption and reduce water losses/wastage.
Cornucopia Trust	R 7,445,165.36	R 1,101,158.09	R 109,435.78	-R 757.00	R 1,130,750.31	R 5,104,578.18	R 0.00	R 0.00	R 0.00	There is an active arrangement to pay the current account in full and an agreed amount towards the arrears.

**Top 10 Commercial debtors service charges breakdown**

Account Owner Name	Other	Electricity	Water	Sewerage	Refuse	Rates	Security deposit	Sundries	TOTAL
Victoria Mxenge Housing Development Assoc	R 45.77	R 0.00	R 83,094,424.73	R 75,416.72	R 16,060.95	R 56,088.02	-R 447.73	R 0.00	R 83,241,588.46
Astral Operations Limited	R 0.00	R 0.00	R 25,556,352.12	R 0.00	R 0.00	R 90,839.87	R 0.00	R 0.00	R 25,647,191.99
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
Basfour 2295 (Propriety)	R 0.00	R 0.00	R 273,261.78	R 224,734.75	R 0.00	R 3,668,262.50	-R 2,654.00	R 0.00	R 21,892,786.64
Moslem Cemetry Board Trustees	R 6,336.29	R 1,225.40	R 4,331.25	R 249,117.79	R 47,812.47	R 12,580,945.61	R 0.00	R 135,105.87	R 13,024,874.68
Mitchells Plain Foundation	R 12,447.44	R 4,367,654.58	R 2,505,262.95	R 1,864,508.55	R 381,432.45	R 1,926,725.37	R 0.00	R 0.00	R 11,058,031.34
Zonnebloem College	R 31,373.08	R 0.00	R 686,129.68	R 606,053.44	R 62,282.24	R 9,511,544.15	R 0.00	R 31,731.91	R 10,929,114.50
Cornucopia Trust	R 0.00	R 7,937,553.33	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 7,937,553.33
Church Methodist	R 817.35	R 0.00	R 7,777,656.32	R 58,914.25	R 0.00	R 0.00	R 0.00	R 0.00	R 7,837,387.92
Cornucopia Trust	R 0.00	R 0.00	R 560,293.45	R 821,301.84	R 0.00	R 5,081,719.56	-R 757.00	R 0.00	R 7,445,165.36

**TOP 10 Residential debtors - Age Analysis**

Account Owner Name	Total	Current	30	60	90	120	150	150><365	365	Comments
Amakhaya Ngoku ("Homes Now")	R 13,330,016.30	R 155,760.80	R 176,994.99	R 315,531.78	R 280,830.02	R 428,224.53	R 349,333.55	R 3,555,463.56	R 8,067,877.07	This an individual unit ownership complex but no formal body corporate has been formed as required. There is an appointed board, which 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, reduce water losses/wastage and an interest lock has been activated on the account.
Reginald Mzwandile Mondli	R 5,516,850.01	R 41,713.49	R 40,033.07	R 41,712.73	R 26,722.78	R 1,121,135.68	R 18.24	R 3,403,230.51	R 842,283.51	This is an indigent property that is being dealt with through a water leaks project. A Water Management Device (WMD) and Pre-paid Electricity meters installation is required in order to deal with the debt as detailed in the City's Credit Control & Debt Collection Policy. WMD installations are currently on hold, however, high water consumers and accounts with high debts are being dealt with to reduce the debt and manage future consumption and accumulation of debt.
Ndabeni Communal Property	R 5,209,009.80	R 100,492.88	R 123,429.22	R 108,054.03	R 110,497.53	R 96,294.03	R 87,923.19	R 749,506.53	R 3,832,812.39	This is a land restitution case and the beneficiaries' representatives, who were appointed by the High Court, submitted an offer in full and final settlement. The City has since responded to the offer requesting specific information. A follow up meeting has been scheduled for 9 April 2019 with the relevant stakeholders and the City.
Sandpiper Mansions Body Corp	R 5,053,919.70	R 828,355.81	R 47,771.95	R 46,140.67	R 47,538.08	R 67,826.88	R 84,826.26	R 1,119,618.07	R 2,811,841.98	The body corporate has installed individual water meters for each unit. A follow up meeting between the City and the debtor to discuss the outstanding debt as well as a payment arrangement to settle the arrear debt was held and the debtor has indicated the willingness to enter into a payment arrangement, which will commence in April 2019.
Stonehill Place Body Corporate	R 4,603,208.94	R 30,400.62	R 656,832.80	R 640,643.44	R 574,492.11	R 662,538.72	R 597,001.57	R 1,441,299.68	R 0.00	This debtor is disputing the water charges and has applied for a meter test. There is an interim payment arrangement whilst the dispute is being addressed. Regular payments are made.
Portia Holly	R 4,450,376.85	R 284,843.59	R 0.00	R 0.00	R 0.00	R 0.00	R 273.36	R 914,233.05	R 3,251,026.85	A WMD was installed in July 2018, however, the meter was not set therefore no write off has been effected as per the City's Credit Control & Debt Collection Policy. Furthermore, the Water & Sanitation department is investigating the cause of the high consumption and assessing the property for leaks.

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2019 Q3 (March 2019)

Account Owner Name	Total	Current	30	60	90	120	150	150><365	365	Comments
The Friends of Bathandwa Trust	R 3,985,891.25	R 65,774.30	R 179,792.71	R 0.00	R 0.00	R 64,812.00	R 441,193.77	R 193,724.81	R 3,040,593.66	This property is operating as a crèche. According to the Trustees, 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 has requested all relevant documentation. The Trustees have promised to provide the City with a copy of the eviction application/order. A summons has been issued and successfully delivered and an instruction has been given to the City's appointed attorney to proceed to the Judgement phase. In the meantime, the Water & Sanitation department has been requested to assess the property for leaks and to reduce water pressure as the water usage is extremely high.
Mzimkhulu Amos Ngcaza	R 3,978,530.09	R 29,828.03	R 29,219.78	R 27,594.51	R 25,549.91	R 495,023.69	R 25,242.21	R 1,806,095.46	R 1,539,976.50	This is an indigent property that is being dealt with through a water leaks project. A WMD and pre-paid electricity meter installation is required in order to deal with the debt as detailed in the City's Credit Control & Debt Collection Policy. WMD installations are currently on hold, however, high water consumers and accounts with high debt is being dealt with to reduce the debt and manage future consumption and accumulation of debt.
Mlawuli Lawrence Zondani	R 3,974,225.33	R 29,475.94	R 24,216.09	R 28,520.87	R 25,733.80	R 95,939.59	R 314,567.68	R 2,102,800.12	R 1,352,971.24	Investigations are currently underway to ascertain the cause of the high water consumption/billings despite there being a WMD installed on the property. Once the cause of the high consumption has been identified and dealt with, a decision will be made on how to appropriately deal with the debt outstanding.
Zamumuzi Solomon Matika	R 3,900,344.12	R 25,609.49	R 24,045.47	R 16,506.29	R 222,827.00	R 0.00	R 291,473.05	R 1,882,423.67	R 1,437,459.15	This account has a history of high consumption. The Water & Sanitation department attempted to install the WMD and the debtor refused. Debt Management action is being taken to enforce settlement of the debt and, furthermore, applicable bylaws, policies and processes will be used to ensure that the water wastage is managed and reduced.



### 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 6,188,766.58	R 6,276,855.31	R 866,150.49	R 0.00	-R 2,208.18	R 0.00	R 13,330,016.30
Reginald Mzwandile Mondl	R 28.06	R 0.00	R 5,491,552.49	R 24,481.00	R 788.46	R 0.00	R 0.00	R 0.00	R 5,516,850.01
Ndabeni Communal Property	R 10,477.86	R 0.00	R 4,897.49	R 4,897.49	R 4,652.16	R 4,678,669.37	R 0.00	R 505,415.43	R 5,209,009.80
Sandpiper Mansions Body Corp	R 218.22	R 0.00	R 2,358,634.85	R 2,337,108.57	R 357,958.06	R 0.00	R 0.00	R 0.00	R 5,053,919.70
Stonehill Place Body Corporate	R 0.00	R 4,603,208.94	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 0.00	R 4,603,208.94
Portia Holly	R 122.50	R 0.00	R 4,416,231.37	R 32,382.46	R 2,060.52	R 0.00	R 0.00	-R 420.00	R 4,450,376.85
The Friends of Bathandwa Trust	R 97.85	R 0.00	R 3,753,186.91	R 206,920.37	R 8,027.85	R 17,658.27	R 0.00	R 0.00	R 3,985,891.25
Mzimkhulu Amos Ngcaza	R 63.63	R 0.00	R 3,919,255.68	R 53,939.15	R 2,658.94	R 2,612.69	R 0.00	R 0.00	R 3,978,530.09
Mlawuli Lawrence Zondani	R 419.47	R 0.00	R 3,886,561.43	R 80,811.72	R 6,427.61	R 5.10	R 0.00	R 0.00	R 3,974,225.33
Zamumuzi Solomon Matika	R 44.46	R 0.00	R 3,817,055.49	R 77,831.41	R 5,049.72	R 363.04	R 0.00	R 0.00	R 3,900,344.12

## 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
<b>R thousands</b>								
<b>Financial Performance</b>								
Property rates	8,669,308	9,361,952	9,362,895	7,101,122	7,022,168	78,954	1.1%	9,362,895
Service charges	17,019,653	19,179,838	19,476,569	15,026,735	14,700,621	326,114	2.2%	19,476,569
Investment revenue	877,984	936,513	940,288	780,636	705,216	75,420	10.7%	940,288
Transfers and subsidies	6,450,645	6,803,608	7,369,203	5,614,571	6,113,928	(499,357)	-8.2%	7,369,203
Other own revenue	3,769,321	3,067,907	3,033,368	2,666,270	2,269,059	397,210	17.5%	3,033,368
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>36,786,911</b>	<b>39,349,818</b>	<b>40,182,322</b>	<b>31,189,333</b>	<b>30,810,992</b>	<b>378,341</b>	<b>1.2%</b>	<b>40,182,322</b>
Employee costs	10,865,323	12,920,115	12,525,549	8,666,711	9,063,757	(397,046)	-4.4%	12,525,549
Remuneration of Councillors	154,923	169,640	169,640	121,171	129,268	(8,097)	-6.3%	169,640
Depreciation & asset impairment	2,578,561	2,814,336	2,850,051	2,051,453	2,087,663	(36,210)	-1.7%	2,850,051
Finance charges	781,948	1,089,285	907,220	576,534	628,240	(51,706)	-8.2%	907,220
Materials and bulk purchases	9,345,475	10,742,417	10,329,794	6,793,662	6,821,726	(28,064)	-0.4%	10,329,794
Transfers and subsidies	408,037	333,807	488,126	277,559	316,908	(39,348)	-12.4%	488,126
Other expenditure	8,767,007	11,194,339	11,228,370	6,805,812	7,424,075	(618,263)	-8.3%	11,228,370
<b>Total Expenditure</b>	<b>32,901,274</b>	<b>39,263,938</b>	<b>38,498,749</b>	<b>25,292,902</b>	<b>26,471,636</b>	<b>(1,178,734)</b>	<b>-4.5%</b>	<b>38,498,749</b>
<b>Surplus/(Deficit)</b>	<b>3,885,637</b>	<b>85,879</b>	<b>1,683,573</b>	<b>5,896,431</b>	<b>4,339,356</b>	<b>1,557,075</b>	<b>35.9%</b>	<b>1,683,573</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1,732,882	2,067,896	2,536,296	960,833	1,128,628	(167,794)	-14.9%	2,536,296
Contributions & Contributed assets	78,248	76,200	54,526	15,085	33,913	(18,829)	-55.5%	54,526
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>5,696,766</b>	<b>2,229,975</b>	<b>4,274,395</b>	<b>6,872,348</b>	<b>5,501,896</b>	<b>1,370,452</b>	<b>24.9%</b>	<b>4,274,395</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>5,696,766</b>	<b>2,229,975</b>	<b>4,274,395</b>	<b>6,872,348</b>	<b>5,501,896</b>	<b>1,370,452</b>	<b>24.9%</b>	<b>4,274,395</b>
<b>Capital expenditure &amp; funds sources</b>								
<b>Capital expenditure</b>	<b>5,603,619</b>	<b>8,407,556</b>	<b>6,636,132</b>	<b>2,689,195</b>	<b>3,282,852</b>	<b>(593,657)</b>	<b>-18.1%</b>	<b>5,858,342</b>
Capital transfers recognised	1,732,882	2,067,896	2,536,296	960,833	1,130,705	(169,871)	-15.0%	2,184,237
Public contributions & donations	72,532	76,200	54,526	36,616	39,529	(2,913)	-7.4%	53,403
Borrowing	2,533,155	4,000,000	500,000	214,495	289,777	(75,282)	-26.0%	449,031
Internally generated funds	1,265,050	2,263,460	3,545,310	1,477,250	1,822,841	(345,591)	-19.0%	3,171,671
<b>Total sources of capital funds</b>	<b>5,603,619</b>	<b>8,407,556</b>	<b>6,636,132</b>	<b>2,689,195</b>	<b>3,282,852</b>	<b>(593,657)</b>	<b>-18.1%</b>	<b>5,858,342</b>
<b>Financial position</b>								
Total current assets	14,968,444	15,622,361	20,472,425	13,818,313				20,472,425
Total non current assets	49,601,006	56,541,886	52,845,678	55,538,913				52,845,678
Total current liabilities	8,876,008	12,459,589	11,669,265	7,101,394				11,669,265
Total non current liabilities	12,717,712	16,872,693	14,289,354	12,397,007				14,289,354
<b>Community wealth/Equity</b>	<b>42,975,729</b>	<b>42,831,965</b>	<b>47,359,484</b>	<b>49,858,825</b>				<b>47,359,484</b>
<b>Cash flows</b>								
Net cash from (used) operating	7,349,603	4,809,613	7,783,578	8,448,473	7,415,383	(1,033,090)	-13.9%	7,783,578
Net cash from (used) investing	(6,037,208)	(7,683,492)	(6,089,669)	(2,943,182)	(3,991,867)	(1,048,685)	26.3%	(6,089,669)
Net cash from (used) financing	724,030	3,556,102	212,247	(207,709)	(207,709)	0	-0.0%	212,247
<b>Cash/cash equivalents at the month/year end</b>	<b>5,486,618</b>	<b>5,810,803</b>	<b>7,392,775</b>	<b>10,784,200</b>	<b>8,702,425</b>	<b>(2,081,775)</b>	<b>-23.9%</b>	<b>7,392,775</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>								
Total By Income Source	2,236,634	345,577	266,019	300,402	348,840	1,939,326	4,457,291	10,223,613
<b>Creditors Age Analysis</b>								
Total Creditors	262,966	0	700	10	–	–	2,920	266,637

**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
<b>R thousands</b>								
<b>Revenue - Functional</b>								
<b>Governance and administration</b>	<b>14,271,943</b>	<b>14,763,272</b>	<b>14,805,339</b>	<b>11,796,668</b>	<b>11,770,159</b>	<b>26,509</b>	<b>0.2%</b>	<b>14,805,339</b>
Executive and council	849	3,240	3,219	769	2,384	(1,615)	-67.8%	3,219
Finance and administration	14,271,074	14,760,024	14,802,117	11,795,906	11,767,775	28,131	0.2%	14,802,117
Internal audit	20	8	3	(7)	1	(8)	-1144.6%	3
<b>Community and public safety</b>	<b>1,709,404</b>	<b>1,861,831</b>	<b>2,229,465</b>	<b>1,146,366</b>	<b>1,422,142</b>	<b>(275,776)</b>	<b>-19.4%</b>	<b>2,229,465</b>
Community and social services	117,303	130,825	154,557	78,010	106,056	(28,046)	-26.4%	154,557
Sport and recreation	83,533	91,320	96,417	57,021	72,363	(15,342)	-21.2%	96,417
Public safety	36,980	11,726	46,731	25,356	29,489	(4,133)	-14.0%	46,731
Housing	1,091,120	1,211,961	1,531,667	724,168	945,317	(221,149)	-23.4%	1,531,667
Health	380,469	415,999	400,093	261,811	268,917	(7,106)	-2.6%	400,093
<b>Economic and environmental services</b>	<b>3,247,954</b>	<b>3,188,342</b>	<b>3,261,732</b>	<b>2,413,980</b>	<b>2,050,977</b>	<b>363,002</b>	<b>17.7%</b>	<b>3,261,732</b>
Planning and development	351,649	369,522	377,987	265,485	271,274	(5,790)	-2.1%	377,987
Road transport	2,887,880	2,805,489	2,848,122	2,131,234	1,760,186	371,048	21.1%	2,848,122
Environmental protection	8,425	13,331	35,622	17,261	19,517	(2,256)	-11.6%	35,622
<b>Trading services</b>	<b>19,366,263</b>	<b>21,673,945</b>	<b>22,470,084</b>	<b>16,802,742</b>	<b>16,724,862</b>	<b>77,881</b>	<b>0.5%</b>	<b>22,470,084</b>
Energy sources	12,386,476	13,086,625	13,507,735	10,147,410	10,133,056	14,354	0.1%	13,507,735
Water management	3,640,245	4,650,411	5,167,293	3,932,101	3,674,563	257,538	7.0%	5,167,293
Waste water management	1,864,535	2,311,354	2,215,719	1,559,628	1,632,004	(72,376)	-4.4%	2,215,719
Waste management	1,475,007	1,625,554	1,579,336	1,163,604	1,285,239	(121,635)	-9.5%	1,579,336
<b>Other</b>	<b>2,477</b>	<b>6,524</b>	<b>6,524</b>	<b>5,495</b>	<b>5,393</b>	<b>102</b>	<b>1.9%</b>	<b>6,524</b>
<b>Total Revenue - Functional</b>	<b>38,598,041</b>	<b>41,493,914</b>	<b>42,773,144</b>	<b>32,165,251</b>	<b>31,973,533</b>	<b>191,718</b>	<b>0.6%</b>	<b>42,773,144</b>
<b>Expenditure - Functional</b>								
<b>Governance and administration</b>	<b>6,785,360</b>	<b>8,518,213</b>	<b>8,249,044</b>	<b>5,271,559</b>	<b>5,554,957</b>	<b>(283,398)</b>	<b>-5.1%</b>	<b>8,249,044</b>
Executive and council	398,148	450,141	457,534	319,821	325,882	(6,061)	-1.9%	457,534
Finance and administration	6,344,903	8,016,956	7,745,540	4,919,788	5,195,188	(275,400)	-5.3%	7,745,540
Internal audit	42,309	51,116	45,970	31,950	33,887	(1,937)	-5.7%	45,970
<b>Community and public safety</b>	<b>4,717,683</b>	<b>5,101,875</b>	<b>5,325,948</b>	<b>3,547,777</b>	<b>3,643,700</b>	<b>(95,922)</b>	<b>-2.6%</b>	<b>5,325,948</b>
Community and social services	852,925	894,025	898,554	632,250	652,221	(19,971)	-3.1%	898,554
Sport and recreation	1,111,964	1,174,156	1,118,747	809,203	797,751	11,452	1.4%	1,118,747
Public safety	547,035	615,325	595,001	424,078	441,024	(16,946)	-3.8%	595,001
Housing	1,129,742	1,239,650	1,542,429	839,674	907,512	(67,838)	-7.5%	1,542,429
Health	1,076,017	1,178,718	1,171,217	842,572	845,191	(2,619)	-0.3%	1,171,217
<b>Economic and environmental services</b>	<b>6,083,375</b>	<b>6,551,219</b>	<b>6,809,506</b>	<b>4,667,961</b>	<b>4,716,553</b>	<b>(48,592)</b>	<b>-1.0%</b>	<b>6,809,506</b>
Planning and development	919,377	1,060,444	1,088,339	734,979	767,945	(32,966)	-4.3%	1,088,339
Road transport	5,035,093	5,353,664	5,565,322	3,836,181	3,844,875	(8,694)	-0.2%	5,565,322
Environmental protection	128,905	137,111	155,845	96,801	103,732	(6,932)	-6.7%	155,845
<b>Trading services</b>	<b>15,226,251</b>	<b>18,995,590</b>	<b>18,004,766</b>	<b>11,730,149</b>	<b>12,463,086</b>	<b>(732,937)</b>	<b>-5.9%</b>	<b>18,004,766</b>
Energy sources	9,531,637	10,321,587	10,494,045	6,927,189	7,160,425	(233,236)	-3.3%	10,494,045
Water management	2,626,299	4,823,188	3,825,075	2,413,276	2,783,297	(370,022)	-13.3%	3,825,075
Waste water management	1,360,110	1,935,220	1,756,373	1,094,204	1,213,361	(119,156)	-9.8%	1,756,373
Waste management	1,708,205	1,915,595	1,929,273	1,295,479	1,306,002	(10,523)	-0.8%	1,929,273
<b>Other</b>	<b>88,606</b>	<b>97,042</b>	<b>109,486</b>	<b>75,457</b>	<b>93,342</b>	<b>(17,885)</b>	<b>-19.2%</b>	<b>109,486</b>
<b>Total Expenditure - Functional</b>	<b>32,901,274</b>	<b>39,263,938</b>	<b>38,498,749</b>	<b>25,292,902</b>	<b>26,471,636</b>	<b>(1,178,734)</b>	<b>-4.5%</b>	<b>38,498,749</b>
<b>Surplus/ (Deficit) for the year</b>	<b>5,696,766</b>	<b>2,229,975</b>	<b>4,274,395</b>	<b>6,872,348</b>	<b>5,501,896</b>	<b>1,370,452</b>	<b>24.9%</b>	<b>4,274,395</b>

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
<b>R thousands</b>								
<b>Revenue by Vote</b>								
Vote 1 - Community Services & Health	845,742	917,952	938,743	578,131	642,589	(64,459)	-10.0%	938,743
Vote 2 - Corporate Services	88,093	79,950	72,676	44,373	50,596	(6,223)	-12.3%	72,676
Vote 3 - Economic Opportunities & Asset Managemnt	347,908	176,251	176,251	197,781	133,082	64,699	48.6%	176,251
Vote 4 - Energy & Climate Change	12,148,435	12,884,959	13,306,070	9,996,538	9,931,358	65,180	0.7%	13,306,070
Vote 5 - Finance	14,244,329	15,357,286	15,431,477	12,277,643	12,647,010	(369,367)	-2.9%	15,431,477
Vote 6 - Human Settlements	980,249	1,103,933	1,432,039	639,779	836,971	(197,192)	-23.6%	1,432,039
Vote 7 - Office of the City Manager	121	11	6	84	3	80	2552.6%	6
Vote 8 - Safety & Security	1,531,936	1,358,901	1,375,177	1,310,331	1,020,443	289,888	28.4%	1,375,177
Vote 9 - Spatial Planning & Environment	148,821	170,519	184,008	113,229	123,581	(10,352)	-8.4%	184,008
Vote 10 - Transport	1,421,486	1,515,791	1,550,511	862,550	778,261	84,289	10.8%	1,550,511
Vote 11 - Urban Management	211,783	222,216	234,213	169,820	170,210	(390)	-0.2%	234,213
Vote 12 - Water & Waste	6,629,136	7,706,144	8,071,973	5,974,992	5,639,429	335,563	6.0%	8,071,973
<b>Total Revenue by Vote</b>	<b>38,598,041</b>	<b>41,493,914</b>	<b>42,773,143</b>	<b>32,165,250</b>	<b>31,973,532</b>	<b>191,718</b>	<b>0.6%</b>	<b>42,773,143</b>
<b>Expenditure by Vote</b>								
Vote 1 - Community Services & Health	3,129,812	3,590,992	3,588,556	2,351,812	2,516,280	(164,468)	-6.5%	3,588,556
Vote 2 - Corporate Services	1,585,561	1,791,434	1,710,372	1,198,427	1,179,481	18,946	1.6%	1,710,372
Vote 3 - Economic Opportunities & Asset Managemnt	1,051,239	1,170,837	1,235,305	770,201	782,807	(12,606)	-1.6%	1,235,305
Vote 4 - Energy & Climate Change	9,805,546	10,673,982	10,794,201	7,150,381	7,381,876	(231,495)	-3.1%	10,794,201
Vote 5 - Finance	2,543,273	3,156,818	3,073,453	2,036,810	2,109,612	(72,802)	-3.5%	3,073,453
Vote 6 - Human Settlements	1,383,276	1,598,166	1,898,837	1,029,137	1,107,829	(78,692)	-7.1%	1,898,837
Vote 7 - Office of the City Manager	159,585	214,357	210,468	134,883	154,321	(19,437)	-12.6%	210,468
Vote 8 - Safety & Security	2,939,072	3,328,929	3,308,492	2,389,889	2,447,452	(57,563)	-2.4%	3,308,492
Vote 9 - Spatial Planning & Environment	541,000	558,353	594,227	401,033	418,050	(17,017)	-4.1%	594,227
Vote 10 - Transport	3,149,576	3,367,830	3,492,090	2,252,791	2,269,096	(16,305)	-0.7%	3,492,090
Vote 11 - Urban Management	679,351	788,234	769,384	523,912	548,851	(24,939)	-4.5%	769,384
Vote 12 - Water & Waste	5,933,983	9,024,005	7,823,364	5,053,627	5,555,981	(502,355)	-9.0%	7,823,364
<b>Total Expenditure by Vote</b>	<b>32,901,274</b>	<b>39,263,938</b>	<b>38,498,749</b>	<b>25,292,902</b>	<b>26,471,636</b>	<b>(1,178,734)</b>	<b>-4.5%</b>	<b>38,498,749</b>
<b>Surplus/ (Deficit) for the year</b>	<b>5,696,766</b>	<b>2,229,975</b>	<b>4,274,394</b>	<b>6,872,348</b>	<b>5,501,896</b>	<b>1,370,452</b>	<b>24.9%</b>	<b>4,274,394</b>

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

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

**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
<b>R thousands</b>								
<b>Revenue By Source</b>								
Property rates	8,669,308	9,361,952	9,362,895	7,101,122	7,022,168	78,954	1.1%	9,362,895
Service charges - electricity revenue	11,810,596	12,591,403	13,027,472	9,818,548	9,763,381	55,167	0.6%	13,027,472
Service charges - water revenue	2,633,611	3,574,755	3,511,828	3,005,319	2,691,445	313,875	11.7%	3,511,828
Service charges - sanitation revenue	1,518,274	1,811,048	1,781,428	1,370,100	1,378,485	(8,385)	-0.6%	1,781,428
Service charges - refuse revenue	1,057,172	1,202,059	1,155,841	832,768	866,881	(34,113)	-3.9%	1,155,841
Service charges - other	–	573	–	–	430	(430)	-100.0%	–
Rental of facilities and equipment	455,331	381,262	381,872	238,913	286,796	(47,884)	-16.7%	381,872
Interest earned - external investments	877,984	936,513	940,288	780,636	705,216	75,420	10.7%	940,288
Interest earned - outstanding debtors	302,792	340,970	322,691	286,480	242,032	44,448	18.4%	322,691
Dividends received	–	–	–	–	–	–	–	–
Fines, penalties and forfeits	1,666,379	1,280,160	1,230,730	1,218,985	922,888	296,097	32.1%	1,230,730
Licences and permits	52,141	46,050	53,841	46,122	40,353	5,770	14.3%	53,841
Agency services	213,550	201,723	201,723	165,513	151,292	14,221	9.4%	201,723
Transfers and subsidies	6,450,645	6,803,608	7,369,203	5,614,571	6,113,928	(499,357)	-8.2%	7,369,203
Other revenue	998,651	773,871	798,641	631,241	594,670	36,571	6.1%	798,641
Gains on disposal of PPE	80,477	43,870	43,870	79,014	31,027	47,986	154.7%	43,870
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>36,786,911</b>	<b>39,349,818</b>	<b>40,182,322</b>	<b>31,189,333</b>	<b>30,810,992</b>	<b>378,341</b>	<b>1.2%</b>	<b>40,182,322</b>
<b>Expenditure By Type</b>								
Employee related costs	10,865,323	12,920,115	12,525,549	8,666,711	9,063,757	(397,046)	-4.4%	12,525,549
Remuneration of councillors	154,923	169,640	169,640	121,171	129,268	(8,097)	-6.3%	169,640
Debt impairment	1,360,558	2,988,951	2,401,378	1,932,463	1,947,271	(14,808)	-0.8%	2,401,378
Depreciation & asset impairment	2,578,561	2,814,336	2,850,051	2,051,453	2,087,663	(36,210)	-1.7%	2,850,051
Finance charges	781,948	1,089,285	907,220	576,534	628,240	(51,706)	-8.2%	907,220
Bulk purchases	8,122,430	9,487,132	8,987,316	5,882,804	5,910,961	(28,158)	-0.5%	8,987,316
Other materials	1,223,045	1,255,285	1,342,478	910,858	910,764	94	0.0%	1,342,478
Contracted services	5,443,431	6,004,687	6,608,282	3,634,097	3,982,613	(348,516)	-8.8%	6,608,282
Transfers and subsidies	408,037	333,807	488,126	277,559	316,908	(39,348)	-12.4%	488,126
Other expenditure	1,950,158	2,200,213	2,043,597	1,237,651	1,319,251	(81,600)	-6.2%	2,043,597
Loss on disposal of PPE	12,861	488	175,112	1,601	174,940	(173,339)	-99.1%	175,112
<b>Total Expenditure</b>	<b>32,901,274</b>	<b>39,263,938</b>	<b>38,498,749</b>	<b>25,292,902</b>	<b>26,471,636</b>	<b>(1,178,734)</b>	<b>-4.5%</b>	<b>38,498,749</b>
<b>Surplus/(Deficit)</b>	<b>3,885,637</b>	<b>85,879</b>	<b>1,683,573</b>	<b>5,896,431</b>	<b>4,339,356</b>	<b>1,557,075</b>	<b>35.9%</b>	<b>1,683,573</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	1,732,882	2,067,896	2,536,296	960,833	1,128,628	(167,794)	-14.9%	2,536,296
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	13,598	33,913	(20,315)	-59.9%	54,526
Transfers and subsidies - capital (in-kind - all)	5,716	–	–	1,486	–	1,486	100.0%	–
<b>Surplus/(Deficit) after capital transfers &amp; Taxation</b>	<b>5,696,766</b>	<b>2,229,975</b>	<b>4,274,395</b>	<b>6,872,348</b>	<b>5,501,896</b>			<b>4,274,395</b>
<b>Surplus/(Deficit) after taxation</b>	<b>5,696,766</b>	<b>2,229,975</b>	<b>4,274,395</b>	<b>6,872,348</b>	<b>5,501,896</b>			<b>4,274,395</b>
Attributable to minorities	–	–	–	–	–			–
<b>Surplus/(Deficit) attributable to municipality</b>	<b>5,696,766</b>	<b>2,229,975</b>	<b>4,274,395</b>	<b>6,872,348</b>	<b>5,501,896</b>			<b>4,274,395</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–			–
<b>Surplus/ (Deficit) for the year</b>	<b>5,696,766</b>	<b>2,229,975</b>	<b>4,274,395</b>	<b>6,872,348</b>	<b>5,501,896</b>			<b>4,274,395</b>

**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
<b>R thousands</b>								
<b>Multi-Year expenditure appropriation</b>								
Vote 1 - Community Services & Health	260,247	314,508	313,947	123,945	202,117	(78,172)	-38.7%	293,570
Vote 2 - Corporate Services	370,959	354,688	269,714	126,129	146,588	(20,459)	-14.0%	263,174
Vote 3 - Economic Opportunities & Asset Management	295,284	224,601	283,893	108,831	107,159	1,672	1.6%	284,442
Vote 4 - Energy & Climate Change	1,024,550	1,113,506	863,239	489,373	506,397	(17,024)	-3.4%	834,196
Vote 5 - Finance	14,009	20,549	26,851	10,356	16,694	(6,338)	-38.0%	22,841
Vote 6 - Human Settlements	488,589	822,428	732,986	285,045	443,449	(158,404)	-35.7%	715,774
Vote 7 - Office of the City Manager	2,288	813	2,696	849	2,116	(1,267)	-59.9%	2,591
Vote 8 - Safety & Security	158,094	196,078	212,649	114,901	112,375	2,526	2.2%	211,603
Vote 9 - Spatial Planning & Environment	34,566	107,025	62,253	6,602	12,907	(6,305)	-48.8%	43,162
Vote 10 - Transport	1,008,888	1,234,574	1,169,139	526,326	589,046	(62,720)	-10.6%	1,086,663
Vote 11 - Urban Management	17,308	13,620	23,477	3,947	5,843	(1,896)	-32.5%	23,259
Vote 12 - Water & Waste	1,928,837	4,005,167	2,675,289	892,891	1,138,160	(245,269)	-21.5%	2,077,067
<b>Total Capital Expenditure</b>	<b>5,603,619</b>	<b>8,407,556</b>	<b>6,636,132</b>	<b>2,689,195</b>	<b>3,282,852</b>	<b>(593,657)</b>	<b>-18.1%</b>	<b>5,858,342</b>
<b>Capital Expenditure - Standard Classification</b>								
<b>Governance and administration</b>	<b>1,207,240</b>	<b>986,516</b>	<b>980,862</b>	<b>459,679</b>	<b>515,076</b>	<b>(55,397)</b>	<b>-10.8%</b>	<b>960,482</b>
Executive and council	4,328	4,380	3,472	1,788	3,162	(1,374)	-43.5%	3,217
Finance and administration	1,202,160	982,005	977,115	457,619	511,643	(54,023)	-10.6%	956,990
Internal audit	751	131	276	271	271	0	0.1%	276
<b>Community and public safety</b>	<b>755,562</b>	<b>1,082,792</b>	<b>1,014,436</b>	<b>400,179</b>	<b>624,727</b>	<b>(224,548)</b>	<b>-35.9%</b>	<b>986,847</b>
Community and social services	131,174	97,129	102,958	39,856	74,821	(34,965)	-46.7%	97,678
Sport and recreation	94,055	84,261	101,082	49,160	68,155	(18,995)	-27.9%	97,971
Public safety	20,342	35,064	40,914	17,296	24,947	(7,651)	-30.7%	40,914
Housing	464,900	794,497	705,755	273,694	428,017	(154,323)	-36.1%	690,772
Health	45,090	71,841	63,727	20,173	28,786	(8,614)	-29.9%	59,512
<b>Economic and environmental services</b>	<b>1,117,077</b>	<b>1,389,642</b>	<b>1,317,104</b>	<b>564,895</b>	<b>631,128</b>	<b>(66,233)</b>	<b>-10.5%</b>	<b>1,215,662</b>
Planning and development	33,694	39,904	67,057	14,838	18,909	(4,072)	-21.5%	44,112
Road transport	1,065,047	1,331,443	1,220,010	546,660	607,569	(60,909)	-10.0%	1,141,534
Environmental protection	18,337	18,294	30,037	3,398	4,650	(1,252)	-26.9%	30,016
<b>Trading services</b>	<b>2,516,840</b>	<b>4,939,787</b>	<b>3,311,645</b>	<b>1,262,625</b>	<b>1,508,564</b>	<b>(245,940)</b>	<b>-16.3%</b>	<b>2,684,117</b>
Energy sources	930,773	1,071,737	845,932	483,117	497,861	(14,744)	-3.0%	816,889
Water management	893,393	2,366,730	1,649,017	503,341	541,782	(38,441)	-7.1%	1,108,411
Waste water management	583,306	1,135,113	654,242	225,174	371,857	(146,683)	-39.4%	602,817
Waste management	109,367	366,207	162,455	50,993	97,064	(46,071)	-47.5%	155,999
<b>Other</b>	<b>6,901</b>	<b>8,818</b>	<b>12,085</b>	<b>1,818</b>	<b>3,357</b>	<b>(1,540)</b>	<b>-45.9%</b>	<b>11,235</b>
<b>Total Capital Expenditure - Standard Classification</b>	<b>5,603,619</b>	<b>8,407,556</b>	<b>6,636,132</b>	<b>2,689,195</b>	<b>3,282,852</b>	<b>(593,657)</b>	<b>-18.1%</b>	<b>5,858,342</b>
<b>Funded by:</b>								
National Government	1,699,597	2,015,146	2,510,069	950,003	1,118,720	(168,717)	-15.1%	2,158,009
Provincial Government	33,285	52,750	26,227	10,831	11,985	(1,154)	-9.6%	26,227
District Municipality	–	–	–	–	–	–	–	–
Other transfers and grants	–	–	–	–	–	–	–	–
<b>Transfers recognised - capital</b>	<b>1,732,882</b>	<b>2,067,896</b>	<b>2,536,296</b>	<b>960,833</b>	<b>1,130,705</b>	<b>(169,871)</b>	<b>-15.0%</b>	<b>2,184,237</b>
<b>Public contributions &amp; donations</b>	<b>72,532</b>	<b>76,200</b>	<b>54,526</b>	<b>36,616</b>	<b>39,529</b>	<b>(2,913)</b>	<b>-7.4%</b>	<b>53,403</b>
<b>Borrowing</b>	<b>2,533,155</b>	<b>4,000,000</b>	<b>500,000</b>	<b>214,495</b>	<b>289,777</b>	<b>(75,282)</b>	<b>-26.0%</b>	<b>449,031</b>
<b>Internally generated funds</b>	<b>1,265,050</b>	<b>2,263,460</b>	<b>3,545,310</b>	<b>1,477,250</b>	<b>1,822,841</b>	<b>(345,591)</b>	<b>-19.0%</b>	<b>3,171,671</b>
<b>Total Capital Funding</b>	<b>5,603,619</b>	<b>8,407,556</b>	<b>6,636,132</b>	<b>2,689,195</b>	<b>3,282,852</b>	<b>(593,657)</b>	<b>-18.1%</b>	<b>5,858,342</b>

**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
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	249,821	103,918	103,918	191,321	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	4,246,574	9,329,389
Other debtors	1,380,906	1,424,934	1,588,042	1,639,903	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	508,021	518,899
<b>Total current assets</b>	<b>14,968,444</b>	<b>15,622,361</b>	<b>20,472,425</b>	<b>13,818,313</b>	<b>20,472,425</b>
<b>Non current assets</b>					
Long-term receivables	25,854	36,978	24,561	12,117	24,561
Investments	5,111,773	4,903,463	4,903,463	10,425,675	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	43,791,507	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
<b>Total non current assets</b>	<b>49,601,006</b>	<b>56,541,886</b>	<b>52,845,678</b>	<b>55,538,913</b>	<b>52,845,678</b>
<b>TOTAL ASSETS</b>	<b>64,569,450</b>	<b>72,164,247</b>	<b>73,318,103</b>	<b>69,357,226</b>	<b>73,318,103</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	–	–	–	–	–
Borrowing	376,805	619,342	419,342	376,805	419,342
Consumer deposits	381,660	425,569	419,826	404,209	419,826
Trade and other payables	7,102,387	10,346,153	9,775,173	5,314,208	9,775,173
Provisions	1,015,156	1,068,525	1,054,924	1,006,171	1,054,924
<b>Total current liabilities</b>	<b>8,876,008</b>	<b>12,459,589</b>	<b>11,669,265</b>	<b>7,101,394</b>	<b>11,669,265</b>
<b>Non current liabilities</b>					
Borrowing	6,492,536	9,772,937	7,189,598	6,171,830	7,189,598
Provisions	6,225,176	7,099,756	7,099,756	6,225,176	7,099,756
<b>Total non current liabilities</b>	<b>12,717,712</b>	<b>16,872,693</b>	<b>14,289,354</b>	<b>12,397,007</b>	<b>14,289,354</b>
<b>TOTAL LIABILITIES</b>	<b>21,593,720</b>	<b>29,332,282</b>	<b>25,958,619</b>	<b>19,498,401</b>	<b>25,958,619</b>
<b>NET ASSETS</b>	<b>42,975,729</b>	<b>42,831,965</b>	<b>47,359,484</b>	<b>49,858,825</b>	<b>47,359,484</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	39,510,648	39,405,832	41,575,959	46,628,671	41,575,959
Reserves	3,465,082	3,426,132	5,783,525	3,230,154	5,783,525
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>42,975,729</b>	<b>42,831,965</b>	<b>47,359,484</b>	<b>49,858,825</b>	<b>47,359,484</b>

**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
<b>R thousands</b>								
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>								
<b>Receipts</b>								
Property rates	8,470,387	8,968,987	9,039,504	6,838,848	6,825,846	13,003	0.2%	9,039,504
Service charges	18,160,336	17,623,043	18,709,014	14,549,434	14,588,197	(38,763)	-0.3%	18,709,014
Other revenue	2,472,152	4,202,011	4,237,201	4,048,302	3,869,173	179,128	4.6%	4,237,201
Government - operating	4,011,324	4,245,472	4,811,066	4,709,648	4,148,151	561,496	13.5%	4,811,066
Government - capital	1,733,466	2,067,896	2,528,996	2,083,651	1,803,424	280,227	15.5%	2,528,996
Interest	1,150,625	936,513	940,288	642,916	649,362	(6,446)	-1.0%	940,288
Dividends	-	-	-	-	-	-	-	-
<b>Payments</b>								
Suppliers and employees	(27,959,017)	(31,919,625)	(31,311,162)	(23,873,255)	(23,920,924)	(47,669)	0.2%	(31,311,162)
Finance charges	(689,670)	(980,877)	(686,428)	(551,071)	(547,847)	3,224	-0.6%	(686,428)
Transfers and Grants	-	(333,807)	(484,901)	-	-	-	-	(484,901)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>7,349,603</b>	<b>4,809,613</b>	<b>7,783,578</b>	<b>8,448,473</b>	<b>7,415,383</b>	<b>(1,033,090)</b>	<b>-13.9%</b>	<b>7,783,578</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>								
<b>Receipts</b>								
Proceeds on disposal of PPE	98,239	120,070	98,396	-	-	-	-	98,396
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	15,030	1,946	1,293	-	-	-	-	1,293
Decrease (increase) in non-current investments	(561,572)	(238,708)	(238,708)	-	-	-	-	(238,708)
<b>Payments</b>								
Capital assets	(5,588,905)	(7,566,800)	(5,950,649)	(2,943,182)	(3,991,867)	(1,048,685)	26.3%	(5,950,649)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(6,037,208)</b>	<b>(7,683,492)</b>	<b>(6,089,669)</b>	<b>(2,943,182)</b>	<b>(3,991,867)</b>	<b>(1,048,685)</b>	<b>26.3%</b>	<b>(6,089,669)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>								
<b>Receipts</b>								
Short term loans	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	1,000,000	4,000,000	500,000	98,210	98,210	-	-	500,000
Increase (decrease) in consumer deposits	29,950	38,688	38,166	-	-	-	-	38,166
<b>Payments</b>								
Repayment of borrowing	(305,920)	(482,586)	(325,919)	(305,919)	(305,919)	0	0.0%	(325,919)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>724,030</b>	<b>3,556,102</b>	<b>212,247</b>	<b>(207,709)</b>	<b>(207,709)</b>	<b>0</b>	<b>0.0%</b>	<b>212,247</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>2,036,425</b>	<b>682,224</b>	<b>1,906,157</b>	<b>5,297,581</b>	<b>3,215,807</b>			<b>1,906,157</b>
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	10,784,200	8,702,425			7,392,775



**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
<b><u>Revenue By Source</u></b>				
Property rates	78,954	1.1%	The over-recovery is due to the real time valuation of properties as well as new properties being valued for the first time i.e. Cape Peninsula University of Technology. The under expenditure on Rates rebates (Council determined), due to the reversal of approximately 62 000 indigent-related accounts to correct water accounts further contributed to the variance.	No corrective action required. The over-recovery will be set aside to fund the replacement of grant-funded capital assets.
Service charges - electricity revenue	55,167	0.6%	The over-recovery is due to periodic changes in consumption as a consequence of changing weather conditions as well as implementation of alternate energy sources.	No corrective action required.
Service charges - water revenue	313,875	11.7%	The City over-recovered on water accruals during level 6 water restrictions in the first half of the year, which was primarily caused by consumers exceeding restriction thresholds and being subjected to the punitive tariffs designed specifically to reduce consumption. Not all accruals are cash-backed and the funding models of the City allowed for impairment in this case. The City has lowered the restriction level to level 3 over recent months. 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 instance, 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. This risk was partially managed by the right-sizing of expenditure, which took place in the adjustments budget adopted in January 2019, and the utilisation of any cash revenue buffer that might have arisen from the application of the level 6 restriction tariffs.	The City continues to monitor consumption levels and financially models around the strategy for water provision during a time when consumer behaviour has changed.
Service charges - sanitation revenue	(8,385)	-0.6%	Immaterial variance.	No correction action required.
Service charges - refuse revenue	(34,113)	-3.9%	The variance is mainly due to under-recovery on: 1. Availability charges where development of vacant properties are continuing and customers are moved to the refuse removal tariff; 2. Refuse removal, due to fewer than anticipated requests for refuse removal services; 3. Disposal coupon fees, due to waste minimisation initiatives being implemented resulting in less waste at disposal facilities; and 4. Special Waste- and Builders Rubble Fees, as a result of lower than anticipated quantities of waste disposed to date.	No corrective action required. Trends are continuously monitored .
Service charges - other	(430)	-100.0%	Immaterial variance.	-
Rental of facilities and equipment	(47,884)	-16.7%	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; and 2. Lower than planned lease rental received from tenants occupying Council-owned units.	No corrective action required.

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2019 Q3 (March 2019)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue By Source</b>				
Interest earned - external investments	75,420	10.7%	The over-recovery is within Finance largely due to the favourable investment and cash balances at the end of March 2019.	No corrective action required.
Interest earned - outstanding debtors	44,448	18.4%	The over-recovery is due to higher than planned interest on outstanding consumer debtor accounts for Water, Sanitation and Refuse removal.	No corrective action required.
Dividends received	—	-	-	-
Fines, penalties and forfeits	296,097	32.1%	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, and members of the public not making payments; 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.	No corrective action required.
Licences and permits	5,770	14.3%	Immaterial variance.	-
Agency services	14,221	9.4%	The variance due to licence renewal tariff increases as well as an increase in renewals being processed.	No corrective action required.
Transfers and subsidies	(499,357)	-8.2%	The variance is a combination of over-/under-recovery largely due to: 1. The processing of the Equitable Share allocation after month-end. 2. Structure construction projects behind schedule affecting grant revenue recognition. 3. Faster than anticipated progress on the Public Transport Marketing and Communication initiatives as well as accelerated expenditure on the Automated Fair Collection (AFC) maintenance contract.	The Equitable Share allocation will reflect in April 2019. Outstanding transactions will be processed in April 2019. Periodic budget provisions will be reviewed and amended where so required.
Other revenue	36,571	6.1%	The variance is a combination of over-/under-recovery on various revenue elements within this category. 1. Collection charges recovered (over), due to improvements in debt management procedures and processes. 2. Development contribution (over), as a result of the extent of property development in the City being higher than planned to date. 3. Hire of municipal staff (over), due to more Law Enforcement staff hired for externally-funded events than initially anticipated. 4. Camp/Resort fees (under), due to lower than anticipated demand. 5. Service charges - infrastructure and facilities (over), due to invoices raised for recovery of expenditure from grant funding in respect of invasive species control. 6. Building levies (under), where revenue is dependant on property developments, which fluctuates making it difficult to accurately predict. 7. TCT - MyConnect card sales (under), due to sales of MyCiTi EMV cards being less than planned as it is demand driven and difficult to predict accurately. 8. 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. 9. Interest Received - Housing (under), where interest earned is lower than initially anticipated, due to redemption of loans.	Revenue is dependant on consumer demand. Outstanding journals will be processed during April 2019.
Gains on disposal of PPE	47,986	154.7%	The variance is due to more than anticipated land sales to date.	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
<b>Revenue by Vote</b>				
Vote 1 - Community Services & Health	(64,459)	-10.0%	<p>The variance is a combination of over-/under-recovery mainly on:</p> <ol style="list-style-type: none"> <li>1. Rental of facilities and equipment (under), due to lower than anticipated demand for sport/recreation facilities and delays in finalisation of facility lease agreements.</li> <li>2. Transfers and subsidies - operating (under), due to processing of the Equitable share allocation after month-end.</li> <li>3. Other revenue (under), mainly on: <ol style="list-style-type: none"> <li>a) Camp/Resort/Admission fees, due to lower than anticipated utilisation of facilities as well as delays in opening the City's swimming pools over the summer season.</li> <li>b) Service charges - infrastructure and facilities, due to fewer than planned vacant plots being cleared to date.</li> </ol> </li> <li>4. Transfers and subsidies - capital (under), due to slower than expected progress on the upgrade of cemetery projects, construction of the Strand- and Heideveld Early Childhood Development centres as well as the Manenberg Integrated project.</li> </ol>	<p>Utilisation of facilities are demand driven. Facility management lease agreements are currently under review for finalisation.</p> <p>The Equitable Share allocation will reflect in April 2019.</p> <p>Project managers, together with the support of the finance manager/heads, will continue to monitor the implementation and progress of projects.</p>
Vote 2 - Corporate Services	(6,223)	-12.3%	<p>The under-recovery reflects mainly against Transfers and Subsidies - operating as a result of:</p> <ol style="list-style-type: none"> <li>1. Programme Support grant, where expenditure was posted directly against the cost centre instead of the project resulting in revenue recognition not taking place. In addition, approval is awaited from the Grants Review Committee before commencing with further services.</li> <li>2. Infrastructure Skills Development Grant, due to recruitment of graduates being behind schedule.</li> </ol>	<p>Incorrect postings are in the process of being corrected.</p> <p>Graduate recruitment is underway with assistance of the Recruitment &amp; Selection department.</p>
Vote 3 - Economic Opportunities & Asset Management	64,699	48.6%	<p>The over-recovery is a combination of over-/under-recovery and is mainly on:</p> <ol style="list-style-type: none"> <li>1. Rental of facilities and equipment (over), due to higher than planned market-related rental revenue received to date.</li> <li>2. Gains on disposal of PPE (over), due to higher than anticipated land sales to date.</li> <li>3. Indigent Relief (under), as result of lower than expected applications received to date.</li> <li>4. Transfers &amp; subsidies - Capital: Contributed Assets (over) relating to the recognition of revenue (per GRAP statements) for the donation of the Mandela Statue to the City.</li> <li>5. Fines, penalties &amp; forfeits (over), due to revenue incorrectly accrued to this item.</li> </ol>	<p>Correcting journals will be processed in April 2019.</p>
Vote 4 - Energy & Climate Change	65,180	0.7%	<p>The variance is a combination of over-/under-recovery, mainly on:</p> <ol style="list-style-type: none"> <li>1. Service charges Electricity revenue (over), due to periodic changes in consumption as a consequence of changing weather conditions;</li> <li>2. Collection charges recovered (under), due to lower than planned recovery of collection charges from debtors.</li> <li>3. Recoveries of infrastructure maintenance (over), due to more electrification projects completed than initially anticipated.</li> <li>4. Development Contribution/levy &amp; BICL (over), where revenue is dependent on property development, which fluctuates constantly and is therefore difficult to predict accurately per month.</li> <li>5. Transfers and subsidies-Capital (over), due to various electrification projects being ahead of schedule.</li> </ol>	<p>No corrective action required.</p>

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue by Vote</b> Vote 5 - Finance	(369,367)	-2.9%	<p>The variance is a combination of over-/under-recovery.</p> <ol style="list-style-type: none"> <li>1. Property Rates (over), due to the real time valuation of properties as well as new properties being valued for the first time i.e. Cape Peninsula University of Technology.</li> <li>2. Income forgone (under), mainly on Council Determined Rates rebate, due to the reversal of approximately 62 000 indigent accounts to reflect the correct amounts.</li> <li>3. Indigent Relief - refuse (under), due to lower than planned applications received.</li> <li>4. Interest earned - external investments, largely due to the favourable investment and cash balances at 31 March 2019.</li> <li>5. Interest earned - Outstanding debtors (under), mainly due to outstanding Property Rates being less than planned as well as the reversal of billings, due to corrections of accounts.</li> <li>6. Fines, Penalties and Forfeits (over), due to processing of journals of unclaimed credits older than 2 years on debtor accounts.</li> <li>7. Agency income - Provincial (over), due to licence renewal tariff increases as well as an increase in renewals processed.</li> <li>8. Transfers and subsidies - Operating (under), combination of over/under, mainly on: <ol style="list-style-type: none"> <li>a) Grants and Subsidies - National (Equitable) (under), due to processing of the Equitable share allocation after month-end.</li> <li>b) Grants and Subsidies -National (Unconditional) (over), due to earlier than anticipated income realised in respect of the VAT portion on a number of USDG-funded projects currently in progress.</li> </ol> </li> <li>9. Other revenue (over) mainly on: <ol style="list-style-type: none"> <li>a) Net gains on financial instruments, due to net gains on the valuation of financial instruments, which are not budgeted for but which occurs from time to time;</li> <li>b) Administration fees, due to more than anticipated rates clearance applications received, legal fees recovered and credit card handling fees received;</li> <li>c) Collection Charges recovered, due to improvement in debt management business procedures resulting in an increase in debt collection payments received; and</li> <li>d) Cash recoveries claims, due to ad hoc SASRIA insurance recovery claims received.</li> </ol> </li> </ol>	<p>The over-recovery in Property Rates will be set aside to fund the replacement of grant-funded capital assets.</p> <p>Allocation of Equitable Share will reflect in April 2019.</p>
Vote 6 - Human Settlements	(197,192)	-23.6%	<p>The variance is a combination of over-/under-recovery.</p> <ol style="list-style-type: none"> <li>1. Rental of Facilities and equipment: <ol style="list-style-type: none"> <li>a) Rental Fixed Assets (under), due to lower than planned lease rental income received from tenants occupying Council-owned rental units;</li> <li>b) Indigent Relief (over), due to more than planned qualifying tenants to date; and</li> <li>c) Subsidies/Rebates (under), due to lower than planned subsidies granted.</li> </ol> </li> <li>2. Transfers and Subsidies-Government Grants (under), due to top structure construction projects behind schedule affecting grant revenue recognition.</li> <li>3. Interest Received (under), where interest earned is lower than initially anticipated, due to the redemption of loans.</li> <li>4. Other Revenue (under), mainly on: <ol style="list-style-type: none"> <li>a) Administration Fees, where income is linked to the administration of Council-owned rental units and decreases as rental units are transferred to the individual owners; and</li> <li>b) Housing Selling Premiums: Recoveries, due to Insurance recoveries being lower than initially planned.</li> </ol> </li> <li>6. Profit on Sale of Assets (under), due to sale of assets being less than planned.</li> <li>7. Capital GGR - National (under), due to a number of USDG-funded capital projects being behind schedule i.e. Forest Village, Urbanisation of Informal Settlements Programme, Internal Services-Mfuleni Ext 2, Tambo Square project.</li> </ol>	<p>No corrective action required.</p> <p>Continuous processes under way to address delays experienced iro contracts to ensure optimal spending by year end.</p> <p>Delays on capital-funded projects are in the process of being resolved. Revenue relating to capital projects is recognised only once expenditure has incurred.</p>

Table continues on next page.

City of Cape Town: S52 Annexure A – 2019 Q3 (March 2019)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Revenue by Vote</b>				
Vote 7 - Office of the City Manager	80	2552.6%	Immaterial variance.	-
Vote 8 - Safety & Security	289,888	28.4%	The variance is a combination of over-/under-recovery. 1. Fines, penalties and forfeits: a) Traffic fines (under), due to the reduction and withdrawal of fines by courts as well as members of the public not making payment; and b) 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. 2. Other Revenue - Hire of municipal staff (over), due to more Law Enforcement staff being hired for externally-funded events. 3. Capital GGR-National (under), due to delays in delivering equipment, installation of CCTV cameras and payment of invoices as snag lists need to be completed.	Period budget provisions will be reviewed and amended where so identified. Delays on capital-funded projects are in the process of being resolved. Revenue relating to capital projects is recognised only once expenditure has incurred.
Vote 9 - Spatial Planning & Environment	(10,352)	-8.4%	The variance is a combination of over-/under-recovery. 1. Building Fines (over), where actual revenue is difficult to predict as it is dependent on the construction industry, which fluctuates constantly. 2. Service Charges (over), due to invoices raised for recovery of expenditure relating to invasive species control to be recovered from grant funding. 3. Transfers and Subsidies (under), due to progress on alien invasive species projects being slower than planned to date.	Period budget provisions will be reviewed and amended where so identified.
Vote 10 - Transport	84,289	10.8%	The variance is a combination of over-/under-recovery. 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 permits applications where the trenchless methodology has not been applied by contractors. 3. Transfers and subsidies - operating (over), due to faster than anticipated progress on the Public Transport Marketing and Communication initiatives as well as accelerated expenditure on the Automated Fair Collection (AFC) maintenance contract. 4. Other Revenue: a) Development levies and BICL (over), where revenue is dependent on property development, which fluctuates constantly and therefore difficult to predict accurately per monthly cycles. b) TCT - MyConnect card sales (under), due to the sale of MyCiTi EMV cards being less than planned as sales are demand driven and difficult to predict. c) 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. 5. Transfer and Subsidies - Capital (under), mainly due to: a) Longer than expected lead time to deliver Smart Technologies equipment for the Public Transport Interchange project; and b) Additional work required to secure a vacant site as well as the relocation of services on IRT projects.	Outstanding transactions to be processed in April 2019. Period budget provisions will be reviewed and amended where so identified. Delays on capital-funded projects are in the process of being resolved. Revenue relating to capital projects is recognised only once expenditure has incurred.

Table continues on next page.

City of Cape Town: S52 Annexure A – 2019 Q3 (March 2019)

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Revenue by Vote</u></b>				
Vote 11 - Urban Management	(390)	-0.2%	<p>The variance is a combination of over-/under-recovery.</p> <p>1. CIDs: Commercial (over), due to higher than planned revenue from CID levies, which is dependent on property valuations, which fluctuates from month to month due to objections and court rulings.</p> <p>2. Interest Earned on Arrears (over), due to the success of debt management initiatives on accounts that are in arrears.</p> <p>3. Other revenue (under):</p> <p>a) Recoupment: Telephone cost staff, due to lower than planned cost recovery of telephone calls from ward councillors; and</p> <p>b) Informal Trading Levy, where income received from Informal Trading permits issued is slightly lower than planned to date.</p>	The periodic budget provisions will be reviewed and adjusted in line with actual trends where so identified.
Vote 12 - Water & Waste	335,563	6.0%	<p>The variance is a combination of over-/under-recovery.</p> <p>1. Service Charges - Water Revenue (R313.9 million over).</p> <p>The City over-recovered on water accruals during level 6 water restrictions in the first half of the year, which was primarily caused by consumers exceeding restriction thresholds and being subjected to the punitive tariffs designed specifically to reduce consumption. Not all accruals are cash-backed and the funding models of the City allowed for impairment in this case.</p> <p>The City has lowered the restriction level to level 3 over recent months. 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 instance, 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.</p> <p>From analysis of the financial information it is clear that recent consumption has not increased to the level of the revenue target. This risk was partially managed by the right-sizing of expenditure, which took place in the adjustments budget adopted in January 2019, and the utilisation of any cash revenue buffer that might have arisen from the application of the level 6 restriction tariffs.</p> <p>2. Service Charges - Refuse Revenue (R34.1 million under), mainly on:</p> <p>a) Availability charges, due to the continuous development of vacant properties;</p> <p>b) Refuse removal, due to fewer than anticipated consumers requesting refuse removal services;</p> <p>c) Disposal coupon fees, due to waste minimisation initiatives being implemented resulting in less waste at disposal facilities; and</p> <p>d) Special Waste Fees and Builders Rubble Fees, due to lower than anticipated quantities of hazardous waste disposed of for the period.</p> <p>3. Refunds received prior years (over), where income relating to previous financial years was received in the current year.</p> <p>4. Transfers &amp; Subsidies - Capital (over), due to misalignment of the period budget provision with actual expenditure on a number of externally-funded capital projects.</p> <p>5. Interest Earned - Outstanding Debtors (over), due to outstanding debtor balances being higher than planned to date, resulting in higher interest charges.</p> <p>6. Other revenue (over), mainly on:</p> <p>a) Development Levy/BICL, due to more property developments in the City to date.</p> <p>b) Recoveries of Operational Expenditure (over), due to more than planned recovery of expenditure from external work done.</p>	<p>1. 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>2. Period budget provisions are reviewed on continuous basis and will be amended where identified.</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
<b><u>Expenditure by Vote</u></b> Vote 1 - Community Services & Health	(164,468)	-6.5%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> <li>Employee related costs (under), due to: <ol style="list-style-type: none"> <li>The turnaround time in filling vacancies and the impact of the internal filling of vacancies;</li> <li>Slower than planned implementation of job creation projects and;</li> <li>Employment of seasonal staff who are utilised by departments only when required.</li> </ol> </li> <li>Finance charges - interest and penalties (over), due to payment of penalties based on the outcome of legal proceedings.</li> <li>Other materials (over), a combination of over/under, mainly on: <ol style="list-style-type: none"> <li>Fuel (over), due to the impact of higher than expected fuel prices;</li> <li>Pharmaceutical supplies (over), due to receipt of more invoices for ARV drugs from the Western Cape Government, who is catching up with invoice backlogs;</li> <li>Vaccines (under), where the account from the Western Cape Government (WCG) for March 2019 is still outstanding; and</li> <li>Materials, Consumables, Tools and Equipment (under), due to outstanding orders and requisitions.</li> </ol> </li> <li>Contracted services (under), combination of over/under, mainly on: <ol style="list-style-type: none"> <li>Sport and recreation programmes (under), due to lower than planned expenditure incurred to date;</li> <li>R&amp;M-Electrical (under), due to maintenance being lower than planned and orders not yet settled at month end;</li> <li>R&amp;M - building (under), due to misalignment of the period budget with the actual trend of expenditure;</li> <li>R&amp;M - Gardening (over), due to more services required as a result of the good rainfall over the last few months; and</li> <li>Security services (under), due to outstanding invoices and plant maintenance orders still to be processed.</li> </ol> </li> <li>Other expenditure (under), mainly on: <ol style="list-style-type: none"> <li>Electricity, due to outstanding invoices from Eskom;</li> <li>Training, due to delays in the rollout of the 2019 Workplace Skills Plan in the directorate; and</li> <li>Books periodicals &amp; subscriptions, due to delays in delivery of library books and materials.</li> </ol> </li> </ol>	<p>The directorate has 386 vacancies in various stages of the recruitment and selection process; 526 posts were filled while 326 were terminated since the beginning of the financial year.</p> <p>Outstanding invoices will be paid as soon as received and issues resolved.</p> <p>The WCG is currently updating its central dispensing unit (CDU) billing system, which will lead to improvement of invoicing processes.</p>

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Expenditure by Vote</b>				
Vote 2 - Corporate Services	18,946	1.6%	<p>The over-expenditure is a combination of over/under-expenditure.</p> <ol style="list-style-type: none"> <li>1. Employee related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies.</li> <li>2. Remuneration of Councillors (under), where some councillors were linked to the incorrect cost centres during implementation of the recent organisational structure change.</li> <li>3. Depreciation &amp; asset impairment (under), due to the lower capitalisation rate of assets, which is based on the progress of capital projects as well as delivery of moveable assets. Furthermore, a moratorium was placed on the capital program on dark fibre within the IS&amp;T department.</li> <li>4. Other Materials (over), due to misalignment of the period budget with actual expenditure to date.</li> <li>5. Contracted services (over), combination of over/under, on: <ol style="list-style-type: none"> <li>a) Advisory services - communication (over), due to unplanned professional services required for communication with communities;</li> <li>b) Advisory services - research (over), due to expenditure being incurred against the cost centre and not against the grant-funded project on which the budget was provided;</li> <li>c) Advisory services research (over), due to the incorrect budget split between cost elements for the grant-funded project resulting in misalignment of the budget and actual expenditure incurred;</li> <li>d) R&amp;M - Building (over) and R&amp;M - Equipment (under), due to the incorrect allocation of budget against the various elements on R&amp;M;</li> <li>e) Medical staff (over), due to an unplanned arbitration award to a former employee of the City;</li> <li>f) Advisory services - Legal Advice &amp; Litigation (under), due to fewer legal services required for the period to date; and</li> <li>g) Advisory services - Project Management (under), due to an incorrect allocation of budget against this cost element.</li> </ol> </li> <li>6. Other expenditure (over), combination of over-/under, mainly on: <ol style="list-style-type: none"> <li>a) Skills Development Levy (over), due to misalignment of the budget and the actual expenditure to date;</li> <li>b) Telecommunication Lines (under), due to outstanding invoices;</li> <li>c) Computer Services - Internet Charges (under), due to a reduction in internet rates;</li> <li>d) Computer services - Software licences (under), due to discontinuation of the Microsoft Enterprise Agreement and pending implementation of an alternative solution;</li> <li>e) Computer services - Specialised IT services (over), due to additional contractors who were required to provide IT services in the City as a result of the large number of IT support staff vacancies;</li> <li>f) Advertising - Corporate &amp; Municipal Activities (under), due to less than planned advertising required to date;</li> <li>g) Advertising - Gifts &amp; Promotional items (over), due to higher than anticipated demand to date; and</li> <li>h) Specialised IT services , due to the incorrect allocation of budget against the various elements.</li> </ol> </li> </ol>	<p>The overall variance of over expenditure will be addressed with the review and amendment of period budget provisions on various expenditure provisions.</p> <p>The directorate has 237 vacancies. The recruitment and selection process is ongoing; 268 positions were filled and 89 terminations processed from the beginning of the financial year.</p> <p>Allocation of councillor-related expenditure to the correct cost centres is underway.</p> <p>Virements are processed where required.</p> <p>Journals will be processed to rectify incorrect postings.</p>

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Expenditure by Vote</b>				
Vote 3 - Economic Opportunities & Asset Managemnt	(12,606)	-1.6%	<p>The variance is a combination of over-/under-expenditure.</p> <ol style="list-style-type: none"> <li>1. Employee related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies.</li> <li>2. Depreciation &amp; asset impairment (under), due to delays/postponement in the acquisition/construction of assets resulting in assets being capitalised later than planned.</li> <li>3. Finance Charges (over), due to misalignment of the period budget provision iro Operating Leases.</li> <li>4. Other materials (over), mainly on: <ol style="list-style-type: none"> <li>a) R&amp;M - Material general and consumables, due to the programme being ahead of the planned schedule; and</li> <li>b) Fuel, due to the requirement for fuel being higher than initially planned.</li> </ol> </li> <li>5. Contracted services (under), combination of over/under, mainly on: <ol style="list-style-type: none"> <li>a) Advisory services: Research &amp; Advisory (under), due to some projects being completed internally without the need to appoint external consultants;</li> <li>b) Advisory services: Project Management (over), due to the recently launched Invest Cape Town initiative requiring more project management services than initially planned;</li> <li>c) Contractors: Service of Vehicles (under), due to the requirement to date for these services being less than planned;</li> <li>d) R&amp;M - Maintenance of Buildings, Equipment &amp; Electrical (under), where the period budget is not aligned to the actual trend of expenditure incurred to date;</li> <li>e) Outsourced Services - Cleaning costs (over), due to higher than anticipated demand for services at Council-owned facilities; and</li> <li>f) Outsourced Services - Security Services (over), due to higher than anticipated demand for security services at Council-owned facilities.</li> </ol> </li> <li>6. Other Expenditure, under, combination of over/under, mainly on: <ol style="list-style-type: none"> <li>a) Hire of LDV (under), as a result of the cost containment measures implemented to curtail spending; and</li> <li>b) Computer Network extensions (over), due to increased demand for network cabling at various corporate facilities.</li> </ol> </li> </ol>	<p>The directorate has 154 vacancies. The recruitment and selection process is ongoing; 81 positions were filled and 50 terminations processed from the beginning of the financial year.</p> <p>Periodic budget provisions will be reviewed and amended where so identified.</p> <p>Virements will be actioned where budget provision needs to be corrected.</p>

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Expenditure by Vote</b> Vote 4 - Energy & Climate Change	(231,495)	-3.1%	<p>The variance is a combination of over-/under-expenditure.</p> <ol style="list-style-type: none"> <li>1. Employee related costs (under), a combination of over/under, mainly on: <ol style="list-style-type: none"> <li>a) Salaries and Wages (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies; and</li> <li>b) Standby allowance (over), due to the impact of load shedding and changes in the shift system.</li> </ol> </li> <li>2. Depreciation &amp; asset impairment (under), due to delays/postponements in acquisition/construction of assets resulting in assets being capitalised later than planned.</li> <li>3. Bulk purchases (over), where the monthly budget provision is based on historical trends and differs from the current consumption trend. Though current trends indicate over expenditure, budget provision is sufficient for the remainder of the financial year.</li> <li>4. Materials (under), due to lower than planned demand for materials as well as unforeseen fluctuations in the fuel price.</li> <li>5. Contracted Services (under): <ol style="list-style-type: none"> <li>a) Consultants and Professional services: <ol style="list-style-type: none"> <li>i. Advisory Services: Occupation health, due to delays in finalisation of dates on which occupational health services will be performed;</li> <li>ii. Advisory Services: Project management, due to downscaling of utilisation of external project management resources;</li> <li>iii. Professional services: Engineering Electrical, due to tender delay for the decommissioning of the Athlone Power Station site; and</li> <li>iv. Legal Costs, due to the requirement to date being less than planned within the Sustainable Energy department.</li> </ol> </li> <li>b) R&amp;M Contractors, due to maintenance of public lighting being performed in-house as a result of departmental restructuring.</li> </ol> </li> <li>6. Outsource Services (under), <ol style="list-style-type: none"> <li>a) R&amp;M Cleaning&amp; Grass cutting, due to less clearing of substation grounds and depot buildings;</li> <li>b) Security Services, due to delays in the monthly security contract payments managed by the Security Services department; and</li> <li>c) Transport services, due to outstanding invoices from the service provider.</li> </ol> </li> <li>7. Other Expenditure (under) mainly on: <ol style="list-style-type: none"> <li>a) Training, due to delays in tender approvals for specialised technical training services;</li> <li>b) Advertising, due to provisions made for load shedding communications, which has not been required yet; and</li> <li>c) Scrapping of Assets, due to actual expenditure being less than planned.</li> </ol> </li> </ol>	<p>The directorate has 321 vacancies in various stages of the recruitment and selection process; 127 posts were filled while 59 were terminated since the beginning of the financial year. Alignment of the period budget with actual expenditure will be undertaken where so identified.</p>

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Expenditure by Vote</b>				
Vote 5 - Finance	(72,802)	-3.5%	<p>The variance is combination of over-/under expenditure.</p> <p>1. Employee related costs (under), a combination of over/under, mainly on:</p> <p>a) Salaries and Wages (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies.</p> <p>b) Overtime (over), due to extended work hours as a result of operational requirements and resource limitations within the Revenue department.</p> <p>2. Finance Charges (under), due to fewer than planned external loans being taken up resulting in less interest paid.</p> <p>3. Transfers and Subsidies (under), due to the monthly Cape Town Stadium entity transfer payment being processed after month-end.</p> <p>4. Other Expenditure (under), combination of over/under, mainly on:</p> <p>a) Audit fees (over), due to the misalignment of the actual expenditure with the period budget;</p> <p>b) Insurance premiums-Unicity (under), which is aligned to departmental structures and requirements and varies from time to time, making it difficult to accurately plan per monthly cycles;</p> <p>c) Computer services network and Specialised Information Technology services (under), due to misalignment of period budget with the actual demand for services;</p> <p>d) Net losses on Fair Value (over), resulting from the valuation of financial instruments, which occurs from time to time as a result of market valuation fluctuations;</p> <p>e) Loan Appraisal (over), due to fees for bank analysts and process advisors being higher than planned; and</p> <p>f) Indigent Relief (under), due to fewer than planned applications being received to date.</p>	<p>The directorate currently has 164 vacancies in various stages of the recruitment and selection process; 152 positions were filled with 50 terminations since the beginning of the financial year.</p> <p>Alignment of the period budget with actual expenditure will be undertaken where so identified.</p>

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Expenditure by Vote</b>				
Vote 6 - Human Settlements	(78,692)	-7.1%	<p>The variance is a combination of over-/under-expenditure.</p> <ol style="list-style-type: none"> <li>1. Employee related costs (under), combination of over/under: <ol style="list-style-type: none"> <li>a) Salaries &amp; Wages (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies; and</li> <li>b) Wages Mayor's Job Creation Project (MJCP), due to the delayed appointment of EPWP staff as a result of the late award of the inoculation contract.</li> </ol> </li> <li>2. Debt impairment (under), due to delays in processing transactions for the period.</li> <li>3. Finance charges (over), due to interest incurred on late payment of invoices for the Atlantis Kanonkop project.</li> <li>4. Contracted services (under), combination of over/under: <ol style="list-style-type: none"> <li>a) R&amp;M-Electrical (under), due to less than anticipated electrical-related maintenance work done to date;</li> <li>b) Contractors: Grants &amp; Donations (under), where the Western Cape Human Settlement department has not submitted invoices iro projects being done on behalf of the City;</li> <li>c) Management Informal Settlements (under), due to actual expenditure to date being less than planned; and</li> <li>d) Building &amp; Electrical contractors (under), due to less than planned building and electrical work performed than initially anticipated.</li> </ol> </li> <li>5. Transfers and Subsidies (under), due to lower than planned expenditure on Peoples Housing Project (PHP) payments as Top Structure projects are slightly behind schedule.</li> <li>6. Other expenditure (under) <ol style="list-style-type: none"> <li>a) Deeds and Transfers, due to the actual expenditure being less than planned to date;</li> <li>b) Subsidy on Home Owners redemption, due to incorrect posting of actuals relating to the Enhanced Extended Discount Benefit Scheme (EEDBS) grant payments for qualifying occupants of housing units. This was previously funded from the Housing Fund (operating budget) and is now funded from the Human Settlement Development Grant (HSDG); and</li> <li>c) Survey expenditure (under), due to less survey-related work done than initially anticipated.</li> </ol> </li> </ol>	<p>The directorate currently has 197 vacancies in various stages of the recruitment and selection process; 53 positions were filled with 36 terminations since the beginning of the financial year.</p> <p>Alignment of the period budget with actual expenditure will be undertaken where so identified.</p> <p>Journal entries will be processed on a monthly basis to move actuals to the HSDG grant.</p>
Vote 7 - Office of the City Manager	(19,437)	-12.6%	<p>The variance is the combination of over-/under expenditure.</p> <ol style="list-style-type: none"> <li>1. Employee Costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies.</li> <li>2. Materials Consumables (over), due to requirement for materials and consumables for Mayoral events being more than planned.</li> <li>3. Printing, Stationery and Photographic (over), due to printing for Mayoral events being more than planned.</li> <li>4. Contracted Services (under), mainly on: <ol style="list-style-type: none"> <li>a) Advisory Services: Project Management, where additional funding for the MJCP was incorrectly allocated to this cost element; and</li> <li>b) Legal Cost Advice Litigation, due to misalignment of period budget provision with the actual expenditure.</li> </ol> </li> </ol>	<p>The directorate has 30 vacancies. The recruitment and selection process is ongoing; 37 positions were filled and 5 terminations processed from the beginning of the financial year.</p> <p>Virements will be processed where so identified.</p> <p>Periodic budget provisions will be revised and adjusted in line with actual expenditure trend where so identified.</p> <p>A journal to rectify the incorrect posting of the funding for the MJCP will be processed.</p>

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Expenditure by Vote</b>				
Vote 8 - Safety & Security	(57,563)	-2.4%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> <li>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 beaches and city-wide.</li> <li>2. Contracted services (under), due to expenditure for R&amp;M being lower than anticipated to date.</li> <li>3. Transfers and subsidies (under), due to contracts not being finalised and outstanding information required from beneficiaries before payments can be processed for the City's Section 80 events sponsorships.</li> <li>3. Other expenditure (under), mainly on: <ol style="list-style-type: none"> <li>a) Commission - revenue, due to actual commission being lower than planned as the year to date fines collected were less than planned.</li> <li>b) Uniforms and Protective clothing, due to delays in the start of certain Law Enforcement projects and delays in the issuing of uniforms and clothing.</li> </ol> </li> </ol>	<p>The directorate has 4 715 positions in total with a vacancy rate of 10.84% at 31 March 2019. The recruitment and selection process is ongoing; 265 positions were filled and 140 terminations processed from the beginning of the financial year.</p> <p>Periodic budget provisions will be revised and adjusted in line with actual expenditure trends where so identified.</p>
Vote 9 - Spatial Planning & Environment	(17,017)	-4.1%	<p>The under expenditure reflects against:</p> <ol style="list-style-type: none"> <li>1. Employee related costs (under), due to the turnaround time in filling vacancies and the internal filling of vacancies.</li> <li>2. Contracted Services (under), due to externally-funded projects for invasive species, funded by the Department of Environmental Affairs, being behind schedule as payments are still awaited from the Department in order to proceed with the projects.</li> </ol>	<p>The directorate has 809 positions in total with a vacancy rate of 11.12% at 31 March 2019. The recruitment and selection process is ongoing; 56 positions were filled and 32 terminations processed from the beginning of the financial year.</p> <p>Periodic budget provisions will be revised and adjusted in line with actual expenditure trends.</p>
Vote 10 - Transport	(16,305)	-0.7%	<p>The variance is a combination of over-/under expenditure on various items.</p> <ol style="list-style-type: none"> <li>1. Employee related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies.</li> <li>2. Depreciation (under), due to delays or postponement in acquisition/construction of assets resulting in assets being capitalised later than planned.</li> <li>3. Other materials (under), combination of over/under mainly, on: <ol style="list-style-type: none"> <li>a) Fuel (over), due to higher than planned consumption as well as increases in the fuel price; and</li> <li>b) G&amp;D Materials general (under), due to the sale of MyCiTi EMV cards being less than anticipated.</li> </ol> </li> <li>4. Contracted services (under), combination of over-/under expenditure, mainly on: <ol style="list-style-type: none"> <li>a) G&amp;D Contracted Services (under), due to slower than anticipated expenditure on the automated fair collection (AFC) maintenance contract;</li> <li>b) G&amp;D Security services (under), due to slower than planned spending on security staff for the operation of CCTV surveillance on the Public Transport Network; and</li> <li>c) R&amp;M Contracted Services (over), due to the acceleration of major road reseal and stormwater projects.</li> </ol> </li> <li>5. Other expenditure (over), mainly on: <ol style="list-style-type: none"> <li>a) Computer services - software licences, due to payment of the Transport SAP licence for the calendar year 1 January to 31 December. The expenditure portion relating to the 2019/20 financial year will be reposted at year-end to reflect in the correct year; and</li> <li>b) Training, due to increased expenditure on training programmes at Roads depots.</li> </ol> </li> </ol>	<p>The directorate has 296 vacancies in various stages of the recruitment and selection process; 129 posts were filled while 80 were terminated since the beginning of the financial year.</p> <p>Periodic budget provisions will be revised and adjusted in line with actual expenditure trends where so identified.</p>

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Expenditure by Vote</b>				
Vote 11 - Urban Management	(24,939)	-4.5%	<p>The variance is a combination of over-/under expenditure:</p> <ol style="list-style-type: none"> <li>1. Employee Costs (under): <ol style="list-style-type: none"> <li>a) Salaries and Wages, due to the turnaround time of filling vacant positions and the impact of the internal filling of vacancies; and</li> <li>b) Wages: MJCP, due to projects being implemented later than planned as well as challenges experienced with the appointment of staff from the jobseekers database.</li> </ol> </li> <li>2. Remuneration of Councillors (under), due to vacant councillor positions as well as fewer than planned claims from councillors for travelling on official council business outside the jurisdiction of the City.</li> <li>4. Printing, Stationery and Photographic (over), due to higher than anticipated year-to-date expenditure on replacement of printer cartridges for ward councillors.</li> <li>5. Advisory Services: Project Management (under), due to delays in the rollout of additional Mayor's Urban Renewal Programmes (MURP).</li> <li>6. Food &amp; Beverages (over), due to the increase in the demand for refreshments at official public meetings/ engagements.</li> </ol>	<p>The directorate had 39 vacancies as at 31 March 2019. The recruitment and selection process is ongoing; 28 positions were filled and 17 terminations processed from the beginning of the financial year.</p> <p>Line is committed to recruit the planned number of MJCP workers.</p> <p>Periodic budget provisions will be reviewed and adjusted where so required.</p> <p>Virements to be processed, where so identified.</p>
Vote 12 - Water & Waste	(502,355)	-9.0%	<p>The variance is a combination of over-/under expenditure.</p> <ol style="list-style-type: none"> <li>1. Employee related costs (under), due to the turnaround time in filling vacancies and the impact of the internal filling of vacancies.</li> <li>2. Bulk Purchases - Water (under): <ol style="list-style-type: none"> <li>a) Raw Water, due to the one-month lag between payments as a result of the different cut-off dates between the City and the National Department of Water &amp; Sanitation;</li> <li>b) Bulk Water Levy, due to outstanding invoices for March 2019; and</li> <li>c) Bulk Water - Desalination, due to water being produced at a slower rate than originally anticipated as well as the contractor not submitting invoices timeously.</li> </ol> </li> <li>3. Other Materials (under), a combination of over-/under expenditure, on: <ol style="list-style-type: none"> <li>a) Chemicals (under), due to the continuous lower demand and water usage resulting in less chemicals being needed.</li> <li>b) Cleansing Related Costs (under), where the current requirement for refuse bags is lower than planned.</li> <li>c) Fuel (over), due to the unanticipated increase in fuel price and consumption. Fuel bunkers at disposal facilities are being replaced resulting in fuel being transported at an additional cost.</li> </ol> </li> <li>4. Contracted Services (under), a combination of over-/under expenditure, on: <ol style="list-style-type: none"> <li>a) Chipping (over), due to more green waste being disposed of at drop-off facilities than planned;</li> <li>b) Haulage (over), due to more waste being generated in informal settlements resulting in more waste being transported to landfill sites;</li> <li>c) R&amp;M (under), due to the majority of R&amp;M requirements being re-active in nature and difficult to plan accurately per monthly cycles;</li> <li>d) Sewerage services (under), due to lower than planned expenditure for services rendered in informal settlements and less waste than anticipated;</li> </ol> </li> </ol> <p><b>Continues next page.</b></p>	<p>The directorate has 977 vacancies in various stages of the recruitment and selection process; 562 vacancies were filled and 257 posts were terminated since the beginning of the financial year.</p> <p>Periodic budget provisions will be reviewed and amended where so required.</p> <p>Budget provisions on cost elements are reviewed continuously and virements will be processed to address operational requirements where so required.</p>

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure by Vote</u></b> Vote 12 - Water & Waste	See previous page.	See previous page.	<p>e) Meter Management (under), due to more favourable tender prices than budgeted for;</p> <p>f) Contracted services - 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 cost for refuse removal in the Helderberg area;</p> <p>h) Advisory Services - Project Management and Research (under), due to lower than planned demand for services.</p> <p>i) Relief Drivers (under), due to delays in appointment of EPWP staff resulting in fewer drivers being appointment; and</p> <p>j) Professional Services - Engineering: Civil (under), due to delays on certain new water programmes and other civil projects, which are slowly gaining momentum resulting in increased expenditure.</p> <p>5. Other Expenditure (under):</p> <p>a) Hire of LDV and Cars, due to implementation of steps to minimise expenditure;</p> <p>b) Electricity, due to lower than planned demand for water being pumped by pump stations as a result of the drought and consequential water restrictions;</p> <p>c) Water Research Levy, due to outstanding invoices from the Department of Water &amp; Sanitation; and</p> <p>d) Training, due to the misalignment of periodic budget provisions with the actual trend of expenditure.</p> <p>e) Specialised Information Technology services, due to the SAP Automated project for Water Pollution not being finalised yet.</p> <p>6. Depreciation, due to delays in completion of infrastructure-related projects.</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
<b><u>Expenditure By Type</u></b>				
Employee related costs	(397,046)	-4.4%	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 3. Appointment of seasonal workers and temporary staff, which is dependent on seasonal requirements of departments requiring additional staff.	The City had 3402 vacancies as at 31 March 2019; 2284 positions were filled (1118 internal and 1166 external) with 1141 terminations processed from 1 July 2018. The filling of vacancies is ongoing and seasonal staff are appointed as and when required.
Remuneration of councillors	(8,097)	-6.3%	The variance is largely due to vacant councillor positions and fewer travel claims submitted to date.	The filling of vacancies is ongoing. Corrective action to align the period budget is underway.
Debt impairment	(14,808)	-0.8%	Immaterial variance.	-
Depreciation & asset impairment	(36,210)	-1.7%	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.	No corrective action required.
Finance charges	(51,706)	-8.2%	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	(28,158)	-0.5%	The variance is a combination of over-/under expenditure and reflects against: 1. Electricity Bulk purchases (over), where monthly budget provisions are based on historical trends, which differs from the current consumption trend. Although current trends indicate over expenditure, the budget provision is sufficient for the remainder of the financial year. 2. Bulk Purchases - Water (under): a) Raw Water, due to the one-month lag between payments as a result of the different cut-off dates between the City and the National Department of Water & Sanitation resulting in invoices for March 2019 still being outstanding. b) Bulk Water Levy, due to outstanding invoices for March 2019. c) Bulk Water - Desalination, due to water being produced at a slower rate than originally anticipated as well as the contractor not submitting invoices timeously.	Monthly budget provisions will be reviewed and amended where so identified.

Table continues on next page.



Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b><u>Expenditure By Type</u></b>				
Other materials	94	0.0%	Immaterial variance.	-
Contracted services	(348,516)	-8.8%	<p>The variance is a combination of over-/under expenditure within:</p> <ol style="list-style-type: none"> <li>1. Advisory services - Project management (R18.8 million under), due to less project management services needed to date.</li> <li>2. Building Contractors (R27 million under), due to lower than planned expenditure incurred to date; expenditure is expected to increase over the ensuing months.</li> <li>3. Recreation, sport and social development programmes (R17.3 million under), due to lower than planned expenditure to date.</li> <li>4. R&amp;M-related expenditure (under), combination of over/under, against: <ol style="list-style-type: none"> <li>a) Electrical (R14.7 million under), due to maintenance being lower than planned at buildings/facilities and orders not settled at month-end;</li> <li>b) Building (R107.6 million under), where actual expenditure to date is less than planned, due to the reactive nature of R&amp;M;</li> <li>c) Gardening (R45.2 million over), due to a higher demand for grass cutting services; and</li> <li>d) Equipment (R71.6 million under), due to the lower than planned demand to date.</li> </ol> </li> <li>5. Contracted services – Mayor's Job Creation Projects (R17.2 million under), due to delays in finalisation of contracts and appointment of workers.</li> <li>6. Sewerage services (R13.5 million under), due to lower than planned expenditure for services rendered in informal settlements.</li> </ol>	<p>Periodic budget provisions will be reviewed and amended where so identified.</p> <p>Virements will be processed where required.</p>

Table continues on next page.

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Expenditure By Type</b>				
Transfers and subsidies	(39,348)	-12.4%	The variance is mainly within the following directorates: 1. Human Settlements (under), due to lower than planned expenditure on Peoples Housing Project (PHP) payments as Top Structure projects are slightly behind schedule. 2. Finance (under), due to the monthly Cape Town Stadium entity transfer payment being processed after month-end. 3. Safety & Security (under), due to contracts not finalised and payments not processed, due to outstanding beneficiary information.	Periodic budget provisions to be amended.
Other expenditure	(81,600)	-6.2%	The variance is a combination of over-/under expenditure. 1. Training and learnerships (R14 million under), mainly due to delays in the roll-out of training programmes and the prioritisation process currently underway. 2. Uniforms and Protective clothing (R13.1 million under)(largely within the Safety & Security directorate), due to delays in the start of certain Law Enforcement projects and delays in the issuing of uniforms and clothing. 3. Hire of LDV/cars (R11.1 million under), due to a lower demand for hiring of vehicles. 4. Electricity (R18.3 million under), due to lower than planned demand for water being pumped by pump stations as a result of the drought and the consequential water restrictions. 5. Levy-Skills development (R10.5 million over), due to higher than planned actual expenditure incurred to date. 6. Advertising (R8.1 million under), due to less than planned advertising required during this period. 7. Insurance premium - Unicity (R8 million under), due to actual expenditure being less than planned as insurance requirements are changing continuously and therefore difficult to plan per monthly cycles. 8. Commission - revenue sharing (R12.8 million under), due to payments being made one month in arrears and the amount of revenue collected being lower than planned. 9. Indigent relief - Eskom (R5.8 million under), due to actual payments being less than planned to date.	Expenditure trends are continuously monitored by the directorates' finance managers. Periodic budget provisions will be reviewed and amended where so identified. Virements will be processed where so required.
Loss on disposal of PPE	(173,339)	-99.1%	The variance is due to misalignment of period budget provisions with the actual transactions processed to date.	Period budget provisions will be adjusted.

**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
<b>Capital Expenditure by Vote</b>				
Vote 1 - Community Services & Health	(78,172)	-38.7%	<p>The directorate has a net negative variance, due to slower than expected implementation on the following projects:</p> <ol style="list-style-type: none"> <li>1. ECD - Informal Settlements: Projects delayed, due to outstanding electrical connections from Eskom.</li> <li>2. Construction of ECD - Heideveld: Contractor behind schedule, due to re-design required as a result of challenges encountered with soil conditions.</li> <li>3. IT Modernisation: Project delayed, due to the absence of a Corporate IT Consultant tender.</li> <li>4. National Core Standards: Orders placed; awaiting delivery.</li> <li>5. New Pelican Park Clinic: Project completed; finalising snag list.</li> </ol> <p>The Ikhwezi Clinic - Extension and Civil Works project is running ahead of schedule, due to good contractor performance.</p>	<p>Project managers together with the support of the finance manager/heads will:</p> <ol style="list-style-type: none"> <li>a. Continually engage with SCM to mitigate and resolve procurement issues, which may cause potential delays in project implementation;</li> <li>b. Continue to closely monitor and ensure that projects are implemented within the prescribed timelines by ensuring all payment certificates are received timeously;</li> <li>c. Engage with the community in order to mitigate any concerns;</li> <li>d. Identify challenges and process virements, where applicable, to ensure maximum capital spend at financial year-end; and</li> <li>e. Closely monitor the contractor responsible for the implementation of the New Pelican Park Clinic.</li> </ol>
Vote 2 - Corporate Services	(20,459)	-14.0%	<p>Variance is due to the following projects being behind schedule:</p> <ol style="list-style-type: none"> <li>1. ERP Business Systems FY19 Project: Delayed due to outstanding approval from the Bid Adjudication Committee for the SAP licences renewal.</li> <li>2. ERP Hardware Replacement FY19 Project: Delays in finalising the hardware configurations.</li> </ol>	<ol style="list-style-type: none"> <li>1. Orders for the renewal of SAP licences will be placed by end April 2019.</li> <li>2. Some orders have been placed; awaiting delivery.</li> </ol>
Vote 3 - Economic Opportunities & Asset Management	1,672	1.6%	Immaterial variance.	No corrective action required.

**Table continues on next page.**

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Capital Expenditure by Vote</b>				
Vote 4 - Energy & Climate Change	(17,024)	-3.4%	Immaterial variance.	No corrective action required.
Vote 5 - Finance	(6,338)	-38.0%	1. Security at Cash Offices: Corporate Tender approved by BAC; awaiting 21 day appeal period, which closes on 25 April 2019 before procurement of CCTV cameras can commence. 2. Walk in Centre - Table Bay Mall: Orders delayed, due to mall only opening in April 2019. 3. Aerial Photography: Work completed by service supplier; awaiting invoices.	1 and 2. Orders will be placed by end April 2019. 3. Following up with supplier on outstanding invoices.
Vote 6 - Human Settlements	(158,404)	-35.7%	The negative variance is due to slower than expected implementation on the following projects: 1. Urbanisation of Informal Settlements Programme: Delays in the replacement of expired term tender and the late award of the plumbing tender. Delays on the Tambo Square project, due to a contract period extension and contract value increase report being required. 2. Asset Management Programme: Delays experienced, due to change of detailed design of staircases as well as local labour disputes. 3. Rental Stock Sub-Meters: Awaiting transversal use of identified and relevant tenders to be approved in order to proceed with orders. 4. Forest Village Housing Project: Awaiting the updated funding approval for the next phase of the development.	1. New term tender (107Q/2018/19) is currently in the evaluation stage of the SCM process. The new plumbing tender (296Q/2017/18) was awarded in November 2018. The Tambo Square report has been submitted for approval to the City Manager. 2. The tagging of staircases have commenced and the local labour disputes have been resolved. 3. The use of the transversal term tenders has been approved and purchase orders have been processed. 4. Confirmation of the funding approval was received at the end of March 2019; outstanding invoices will be processed in April 2019.
Vote 7 - Office of the City Manager	(1,267)	-59.9%	Furniture and IT equipment: Orders have been placed; awaiting delivery.	Balance of orders to be placed in April 2019.
Vote 8 - Safety & Security	2,526	2.2%	Immaterial variance.	No corrective action required.

Table continues on next page.

Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Capital Expenditure by Vote</b>				
Vote 9 - Spatial Planning & Environment	(6,305)	-48.8%	Variance due to the following projects being slightly behind schedule: 1. Nelson Mandela Memorial Exhibition: Consultants provided a revised work programme for the design and exhibition work. 2. Kruskal Avenue Upgrade: Site was only handed over to the contractor on 14 January 2019 as project was initially delayed, due to multiple clarifications that were needed during the procurement process. 3. Helderberg Nature Reserve Development: Consultants presented their final drawings to the branch for approval on 13 March 2019. The drawings were approved. 4. Local Heritage projects: Delay in finalising specifications for building work at the City Hall. An additional permit was also required from Heritage Western Cape.	1. Contractor appointed to do renovations. 2. Contractor expected to expedite works in order to align with the planned baseline targets. 3. Invoice has been submitted and items on the invoice are in the process of being verified before it is submitted for payment. 4. Contractor is on site expediting works. Lightfoot memorial restoration in progress with completion anticipated by end of the financial year.
Vote 10 - Transport	(62,720)	-10.6%	The Transport 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: 1. IRT PH2A-Stock Road: Negative variance, due to delayed Eskom switchovers as well as the fact that the extent of the restoration of vandalised works provided for in the budget is not as significant as initially anticipated. 2. Integrated Bus Rapid Transit System: The CCTV project has experienced problems with connectivity in the Khayelitsha area and although a solution is being sought, a portion of this allocation is at risk. 3. IRT - Control Centre: The budget for the 2018/19 financial year was estimated at R20 million and is subject to inter alia variation order (VO) refinements. Various dependencies resulted in a 24-month delay for the overall delivery of the Advanced Public Transport Management System (APTMS) contract. These dependencies still continue to be slow in being resolved, which will affect the full budget being spent. 4. Road Upgrade - Sir Lowry's Pass Village Road – Phase 2: Funding will be paid over to the developer in terms of a services level agreement being entered into between the City and the developer. Deviation report approval is pending. Construction commenced on 16 July 2018. As the deviation report is not yet approved, an instruction was given to the contractor to reduce the scope to only allow for the developer's contribution and not the City's contribution.	1. Construction has progressed well after delays as a result of community interference. Contract nearing completion and major roadworks at 95% complete. 2. The BAC has approved the award of the MyCiTi building upgrade contract and there have been no appeals. The contract has now been signed. Budget to be reprioritised to other priority projects within PTNG-funded projects. 3. Budget to be reprioritised to other priority projects within PTNG-funded projects. 4. The full budget will be spent by financial year-end.

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Description	YTD Variance R thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Capital Expenditure by Vote</b>				
Vote 11 - Urban Management	(1,896)	-32.5%	1. Area Economic Development projects: Initially delayed due to approval that was sought for utilisation of transversal term tenders. 2. Furniture and IT equipment: Orders have been placed; awaiting delivery.	Project managers have confirmed that projects will be completed and funds spent by 30 June 2019. Bulk of the orders have already been placed and the remainder to be placed by end of April 2019.
Vote 12 - Water & Waste	(245,269)	-21.5%	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	(20)	-18.1%	IT equipment projects: Delayed due to unavailability of IT tender.	Further orders will be placed in April 2019.
Solid Waste Management	(62,300)	-31.0%	The negative variance is due to the slower than expected implementation on the following projects: 1. Coastal Park - Design and develop (MRF): Bulk earthworks construction tender was advertised on 31 August 2018 with the anticipated commencement date changed from February 2019 to May 2019 as a result of a local content procurement issue requiring clarification. 2. Parow depot Upgrade: Initial delay as a result of the procurement of a lift. Contractor on site and construction underway. Anticipated completion date is end May 2019. Saturday work is planned and critical tasks will be brought forward as required to get back on track. 3. Plant & Vehicles - Replacement FY19: Tenders in place. Orders were placed; awaiting delivery of vehicles.	1. Local content procurement issue has been taken up with Supply Chain Management and an outcome is expected at the beginning of April 2019. 2. Contractor has confirmed that the project will be completed on time. 3. Vendors have confirmed that the fleet will be delivered by the end of the financial year.
Water & Sanitation Management	(182,949)	-19.5%	The Water & Sanitation 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 water supply to the City. This resulted in projects being prepared via a "business unusual" methodology. Delays experienced e.g. access to properties, etc. have resulted in slower than anticipated progress in groundwater explorations in the Cape Flats, Table Mountain Group (TMG) and Atlantis aquifers with a current underspend of approximately R467 million is projected for this financial year.	There is focused management attention on capital programme implementation. The New Water Programme will be absorbed into the Bulk Water Branch (to regularise project management). This will require additional capacity. There will be the introduction of a Project Support Office in the Water & Sanitation department to support project managers with contract management and tender management. Closer engagement with CPPM to align reports (e.g. value at risk) will take place. The department will, via monthly meetings, also work with the CFO's office to timeously resolve issues impacting service delivery, and bring urgent issues direction to the CFO's office/SCM department.

**Table SC1: Material variance explanations for cash flow**

Description R thousands	YTD variance R Thousands	YTD variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
<b>Receipts</b>				
Property rates	13,003	0.2%	Immaterial variance.	-
Service charges	(38,763)	-0.3%	Immaterial variance.	-
Other revenue	179,128	4.6%	Immaterial variance.	-
Government - operating	561,496	13.5%	Grant income received ahead of schedule.	-
Government - capital	280,227	15.5%	Grant income received ahead of schedule.	-
Interest	(6,446)	-1.0%	Immaterial variance.	-
Dividends	-	-		
<b>Payments</b>				
Suppliers and employees	(47,669)	0.2%	Immaterial variance.	-
Finance charges	3,224	-0.6%	Immaterial variance.	-
Transfers and Grants	-			
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>(1,033,090)</b>	<b>-13.9%</b>		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
<b>Receipts</b>				
Proceeds on disposal of PPE	-			
Decrease (Increase) in non-current debtors	-			
Decrease (increase) other non-current receivables	-			
Decrease (increase) in non-current investments	-			
<b>Payments</b>				
Capital assets	(1,048,685)	26.3%	Slower capital expenditure than originally expected.	-
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>(1,048,685)</b>	<b>26.3%</b>		
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
<b>Receipts</b>				
Short term loans	-			
Borrowing long term/refinancing	-			
Increase (decrease) in consumer deposits	-			
<b>Payments</b>				
Repayment of borrowing	0	0.0%	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>0</b>	<b>0.0%</b>		

**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	Year TD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>						
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure	3.3%	4.0%	3.2%	3.5%	3.2%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants	45.2%	47.6%	7.5%	8.0%	7.7%
<b><u>Safety of Capital</u></b>						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves	32.5%	48.4%	36.7%	23.8%	36.7%
Gearing	Long Term Borrowing/ Funds & Reserves	187.4%	285.2%	124.3%	191.1%	124.3%
<b><u>Liquidity</u></b>						
Current Ratio	Current assets/current liabilities	1.69	1.25	1.75	1.95	1.75
Liquidity Ratio	Monetary Assets/Current Liabilities	0.84	0.60	0.77	1.04	0.77
<b><u>Revenue Management</u></b>						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	19.2%	19.9%	27.3%	19.0%	27.3%
<b><u>Other Indicators</u></b>						
Employee costs	Employee costs/Total Revenue - capital revenue	29.5%	32.8%	31.2%	27.8%	31.2%
Interest & Depreciation	I&D/Total Revenue - capital revenue	9.1%	9.9%	9.4%	2.6%	2.7%

**Table SC3 Monthly budget statement Aged Debtors**

Description	Budget Year 2018/19											
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Days-1 Year	Over 1 Year	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment Bad Debts i.t.o Council Policy
R thousands												
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	343,034	74,909	112,420	142,972	159,282	204,674	1,241,906	1,640,741	3,919,937	3,389,575	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	809,181	55,187	16,593	26,315	25,300	23,466	80,653	182,195	1,218,889	337,929	-	-
Receivables from Non-exchange Transactions - Property Rates	707,337	81,913	74,636	69,186	36,794	57,647	195,183	630,224	1,852,921	989,034	-	-
Receivables from Exchange Transactions - Waste Water Management	163,374	31,011	31,664	39,621	38,891	42,301	275,145	648,045	1,270,052	1,044,003	-	-
Receivables from Exchange Transactions - Waste Management	129,764	16,910	15,174	15,737	12,250	13,079	75,831	303,362	582,107	420,259	-	-
Receivables from Exchange Transactions - Property Rental Debtors	88,909	11,316	3,131	8,116	12,236	(951)	64,234	586,859	773,850	670,493	-	-
Interest on Arrear Debtor Accounts	104,113	33,856	31,963	32,947	28,469	28,015	146,895	681,061	1,087,320	917,388	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	-	-	-	-	-	-	-	-	-	-	-	-
Other	(109,078)	40,475	(19,561)	(5,370)	(12,820)	(19,392)	(140,521)	(215,195)	(481,461)	(393,298)	-	-
Total By Income Source	2,236,634	345,577	266,019	329,524	300,402	348,840	1,939,326	4,457,291	10,223,613	7,375,383	-	-
2017/18 - totals only	2,502,397	235,774	267,837	228,759	163,880	101,980	1,187,090	4,464,776	9,152,493	6,146,485	-	-
Debtors Age Analysis By Customer Group												
Organs of State	101,434	24,064	15,673	19,539	9,477	(6,197)	(96,953)	26,621	93,657	(47,513)	-	-
Commercial	1,191,326	79,665	81,469	56,163	32,631	41,559	138,597	357,462	1,978,872	626,412	-	-
Households	1,074,305	189,692	183,717	236,792	249,941	299,822	1,806,589	4,004,824	8,045,683	6,597,968	-	-
Other	(130,431)	52,156	(14,840)	17,030	8,353	13,656	91,093	68,384	105,401	198,516	-	-
Total By Customer Group	2,236,634	345,577	266,019	329,524	300,402	348,840	1,939,326	4,457,291	10,223,613	7,375,383	-	-

**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	262,966	0	700	40	10	-	-	2,920	266,637	315,819
Auditor General	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	262,966	0	700	40	10	-	-	2,920	266,637	315,819



**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	91	Fixed	2019/04/05	126	7.40%	20,000	126	20,126
ABSA Bank	90	Fixed	2019/04/15	93	7.30%	15,000	93	15,093
ABSA Bank	90	Fixed	2019/04/15	217	7.30%	35,000	217	35,217
ABSA Bank	90	Fixed	2019/04/15	248	7.30%	40,000	248	40,248
ABSA Bank	90	Fixed	2019/04/15	124	7.30%	20,000	124	20,124
ABSA Bank	89	Fixed	2019/04/15	186	7.30%	30,000	186	30,186
ABSA Bank	95	Fixed	2019/04/26	155	7.30%	25,000	155	25,155
ABSA Bank	94	Fixed	2019/04/26	124	7.30%	20,000	124	20,124
ABSA Bank	85	Fixed	2019/04/18	92	7.25%	15,000	92	15,092
ABSA Bank	81	Fixed	2019/04/15	216	7.25%	35,000	216	35,216
ABSA Bank	91	Fixed	2019/04/26	247	7.28%	40,000	247	40,247
ABSA Bank	88	Fixed	2019/04/26	247	7.27%	40,000	247	40,247
ABSA Bank	75	Fixed	2019/04/15	154	7.25%	25,000	154	25,154
ABSA Bank	74	Fixed	2019/04/15	186	7.30%	30,000	186	30,186
ABSA Bank	104	Fixed	2019/05/15	534	7.40%	85,000	534	85,534
ABSA Bank	88	Fixed	2019/05/07	62	7.30%	10,000	62	10,062
ABSA Bank	453	Fixed	2019/05/07	155	7.30%	25,000	155	25,155
ABSA Bank	88	Fixed	2019/05/10	186	7.30%	30,000	186	30,186
ABSA Bank	92	Fixed	2019/05/15	155	7.30%	25,000	155	25,155
ABSA Bank	91	Fixed	2019/05/15	93	7.30%	15,000	93	15,093
ABSA Bank	90	Fixed	2019/05/15	124	7.30%	20,000	124	20,124
ABSA Bank	89	Fixed	2019/05/15	62	7.30%	10,000	62	10,062
ABSA Bank	89	Fixed	2019/05/15	93	7.30%	15,000	93	15,093
ABSA Bank	98	Fixed	2019/05/27	281	7.35%	45,000	281	45,281
ABSA Bank	87	Fixed	2019/05/17	154	7.25%	25,000	154	25,154
ABSA Bank	84	Fixed	2019/05/15	123	7.25%	20,000	123	20,123
ABSA Bank	88	Fixed	2019/05/27	123	7.25%	20,000	123	20,123
ABSA Bank	88	Fixed	2019/05/27	62	7.25%	10,000	62	10,062
ABSA Bank	88	Fixed	2019/05/27	154	7.25%	25,000	154	25,154
ABSA Bank	84	Fixed	2019/05/24	339	7.25%	55,000	339	55,339
ABSA Bank	84	Fixed	2019/05/24	216	7.25%	35,000	216	35,216
ABSA Bank	95	Fixed	2019/06/07	280	7.30%	50,000	280	50,280
ABSA Bank	101	Fixed	2019/06/14	1,169	7.35%	215,000	1,169	216,169
ABSA Bank	101	Fixed	2019/06/21	40	7.35%	10,000	40	10,040
ABSA Bank	86	Fixed	2019/06/07	76	7.30%	20,000	76	20,076
ABSA Bank	101	Fixed	2019/06/27	99	7.40%	35,000	99	35,099
ABSA Bank	100	Fixed	2019/06/27	184	7.40%	70,000	184	70,184
ABSA Bank	100	Fixed	2019/06/27	316	7.40%	120,000	316	120,316
ABSA Bank	88	Fixed	2019/06/21	21	7.28%	15,000	21	15,021
ABSA Bank	101	Fixed	2019/07/05	36	7.35%	30,000	36	30,036
ABSA Bank	100	Fixed	2019/07/05	10	7.35%	10,000	10	10,010
ABSA Bank	99	Fixed	2019/07/05	8	7.37%	10,000	8	10,008
ABSA Bank	108	Fixed	2019/07/15	88	7.40%	145,000	88	145,088

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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
ABSA Bank	108	Fixed	2019/07/15	21	7.40%	35,000	21	35,021
ABSA Bank	108	Fixed	2019/07/15	12	7.40%	20,000	12	20,012
ABSA Bank	108	Fixed	2019/07/15	21	7.40%	35,000	21	35,021
ABSA Bank	108	Fixed	2019/07/15	15	7.40%	25,000	15	25,015
Firststrand	93	Fixed	2019/04/05	741	7.27%	120,000	741	120,741
Firststrand	89	Fixed	2019/04/15	185	7.27%	30,000	185	30,185
Firststrand	95	Fixed	2019/04/26	340	7.27%	55,000	340	55,340
Firststrand	94	Fixed	2019/04/26	123	7.25%	20,000	123	20,123
Firststrand	85	Fixed	2019/04/18	123	7.22%	20,000	123	20,123
Firststrand	81	Fixed	2019/04/15	184	7.22%	30,000	184	30,184
Firststrand	91	Fixed	2019/04/26	247	7.27%	40,000	247	40,247
Firststrand	88	Fixed	2019/04/26	309	7.27%	50,000	309	50,309
Firststrand	75	Fixed	2019/04/15	154	7.23%	25,000	154	25,154
Firststrand	74	Fixed	2019/04/15	214	7.20%	35,000	214	35,214
Firststrand	104	Fixed	2019/05/15	309	7.27%	50,000	309	50,309
Firststrand	85	Fixed	2019/05/03	247	7.27%	40,000	247	40,247
Firststrand	88	Fixed	2019/05/07	93	7.27%	15,000	93	15,093
Firststrand	88	Fixed	2019/05/07	154	7.27%	25,000	154	25,154
Firststrand	88	Fixed	2019/05/10	185	7.27%	30,000	185	30,185
Firststrand	92	Fixed	2019/05/15	154	7.27%	25,000	154	25,154
Firststrand	91	Fixed	2019/05/15	93	7.27%	15,000	93	15,093
Firststrand	90	Fixed	2019/05/15	154	7.27%	25,000	154	25,154
Firststrand	87	Fixed	2019/05/17	123	7.27%	20,000	123	20,123
Firststrand	84	Fixed	2019/05/15	123	7.23%	20,000	123	20,123
Firststrand	87	Fixed	2019/05/24	123	7.25%	20,000	123	20,123
Firststrand	89	Fixed	2019/05/27	62	7.27%	10,000	62	10,062
Firststrand	88	Fixed	2019/05/27	154	7.27%	25,000	154	25,154
Firststrand	88	Fixed	2019/05/27	62	7.27%	10,000	62	10,062
Firststrand	88	Fixed	2019/05/27	154	7.27%	25,000	154	25,154
Firststrand	0	Fixed	2019/03/01	338	7.23%	55,000	338	55,338
Firststrand	84	Fixed	2019/05/24	338	7.23%	55,000	338	55,338
Firststrand	95	Fixed	2019/06/07	279	7.27%	50,000	279	50,279
Firststrand	101	Fixed	2019/06/14	1,251	7.35%	230,000	1,251	231,251
Firststrand	81	Fixed	2019/05/31	208	7.22%	50,000	208	50,208
Firststrand	101	Fixed	2019/06/21	121	7.34%	30,000	121	30,121
Firststrand	86	Fixed	2019/06/07	95	7.27%	25,000	95	25,095
Firststrand	101	Fixed	2019/06/27	141	7.37%	50,000	141	50,141
Firststrand	100	Fixed	2019/06/27	184	7.37%	70,000	184	70,184
Firststrand	101	Fixed	2019/06/28	302	7.37%	115,000	302	115,302
Firststrand	41	Fixed	2019/04/30	140	7.10%	60,000	140	60,140
Firststrand	88	Fixed	2019/06/21	56	7.27%	40,000	56	40,056
Firststrand	101	Fixed	2019/07/05	36	7.37%	30,000	36	30,036
Firststrand	99	Fixed	2019/07/05	16	7.37%	20,000	16	20,016
Firststrand	108	Fixed	2019/07/15	91	7.37%	150,000	91	150,091
Firststrand	108	Fixed	2019/07/15	21	7.37%	35,000	21	35,021
Firststrand	108	Fixed	2019/07/15	15	7.37%	25,000	15	25,015
Investec Bank	91	Fixed	2019/04/05	62	7.35%	10,000	62	10,062
Investec Bank	90	Fixed	2019/04/15	406	7.35%	65,000	406	65,406
Investec Bank	90	Fixed	2019/04/15	94	7.35%	15,000	94	15,094

Table continues on next page.

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	90	Fixed	2019/04/15	125	7.35%	20,000	125	20,125
Investec Bank	89	Fixed	2019/04/15	94	7.35%	15,000	94	15,094
Investec Bank	95	Fixed	2019/04/26	63	7.40%	10,000	63	10,063
Investec Bank	94	Fixed	2019/04/26	63	7.40%	10,000	63	10,063
Investec Bank	85	Fixed	2019/04/18	62	7.35%	10,000	62	10,062
Investec Bank	81	Fixed	2019/04/15	62	7.35%	10,000	62	10,062
Investec Bank	91	Fixed	2019/04/26	126	7.40%	20,000	126	20,126
Investec Bank	88	Fixed	2019/04/26	125	7.35%	20,000	125	20,125
Investec Bank	75	Fixed	2019/04/15	92	7.20%	15,000	92	15,092
Investec Bank	74	Fixed	2019/04/15	186	7.30%	30,000	186	30,186
Investec Bank	104	Fixed	2019/05/15	223	7.50%	35,000	223	35,223
Investec Bank	88	Fixed	2019/05/07	62	7.35%	10,000	62	10,062
Investec Bank	88	Fixed	2019/05/10	125	7.35%	20,000	125	20,125
Investec Bank	92	Fixed	2019/05/15	62	7.35%	10,000	62	10,062
Investec Bank	91	Fixed	2019/05/15	62	7.35%	10,000	62	10,062
Investec Bank	90	Fixed	2019/05/15	62	7.35%	10,000	62	10,062
Investec Bank	89	Fixed	2019/05/15	218	7.35%	35,000	218	35,218
Investec Bank	98	Fixed	2019/05/27	126	7.40%	20,000	126	20,126
Investec Bank	87	Fixed	2019/05/17	62	7.35%	10,000	62	10,062
Investec Bank	84	Fixed	2019/05/15	62	7.35%	10,000	62	10,062
Investec Bank	89	Fixed	2019/05/27	125	7.35%	20,000	125	20,125
Investec Bank	88	Fixed	2019/05/27	62	7.35%	10,000	62	10,062
Investec Bank	84	Fixed	2019/05/24	155	7.30%	25,000	155	25,155
Investec Bank	84	Fixed	2019/05/24	155	7.30%	25,000	155	25,155
Investec Bank	95	Fixed	2019/06/07	113	7.35%	20,000	113	20,113
Investec Bank	101	Fixed	2019/06/14	547	7.40%	100,000	547	100,547
Investec Bank	101	Fixed	2019/06/21	41	7.45%	10,000	41	10,041
Investec Bank	86	Fixed	2019/06/07	38	7.35%	10,000	38	10,038
Investec Bank	101	Fixed	2019/06/28	27	7.45%	10,000	27	10,027
Investec Bank	41	Fixed	2019/04/30	35	7.15%	15,000	35	15,035
Investec Bank	88	Fixed	2019/06/21	14	7.35%	10,000	14	10,014
Investec Bank	101	Fixed	2019/07/05	12	7.45%	10,000	12	10,012
Investec Bank	99	Fixed	2019/07/05	8	7.45%	10,000	8	10,008
Investec Bank	108	Fixed	2019/07/15	40	7.45%	65,000	40	65,040
Investec Bank	108	Fixed	2019/07/15	9	7.45%	15,000	9	15,009
Investec Bank	108	Fixed	2019/07/15	12	7.45%	20,000	12	20,012
Investec Bank	108	Fixed	2019/07/15	6	7.45%	10,000	6	10,006
Nedbank	-168	Fixed	2019/04/30	1	7.75%	165	1	166
Nedbank	93	Fixed	2019/04/05	187	7.35%	30,000	187	30,187
Nedbank	91	Fixed	2019/04/05	125	7.35%	20,000	125	20,125
Nedbank	91	Fixed	2019/04/05	156	7.35%	25,000	156	25,156
Nedbank	87	Fixed	2019/04/12	94	7.35%	15,000	94	15,094
Nedbank	87	Fixed	2019/04/12	94	7.35%	15,000	94	15,094
Nedbank	87	Fixed	2019/04/12	125	7.35%	20,000	125	20,125
Nedbank	89	Fixed	2019/04/15	187	7.35%	30,000	187	30,187

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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
Nedbank	95	Fixed	2019/04/26	375	7.35%	60,000	375	60,375
Nedbank	94	Fixed	2019/04/26	125	7.35%	20,000	125	20,125
Nedbank	85	Fixed	2019/04/18	93	7.30%	15,000	93	15,093
Nedbank	81	Fixed	2019/04/15	186	7.30%	30,000	186	30,186
Nedbank	91	Fixed	2019/04/26	156	7.35%	25,000	156	25,156
Nedbank	88	Fixed	2019/04/26	279	7.30%	45,000	279	45,279
Nedbank	75	Fixed	2019/04/15	155	7.30%	25,000	155	25,155
Nedbank	74	Fixed	2019/04/15	186	7.30%	30,000	186	30,186
Nedbank	74	Fixed	2019/05/15	538	7.45%	85,000	538	85,538
Nedbank	104	Fixed	2019/05/07	62	7.35%	10,000	62	10,062
Nedbank	88	Fixed	2019/05/07	156	7.35%	25,000	156	25,156
Nedbank	88	Fixed	2019/05/10	187	7.35%	30,000	187	30,187
Nedbank	88	Fixed	2019/05/15	156	7.35%	25,000	156	25,156
Nedbank	92	Fixed	2019/05/15	94	7.35%	15,000	94	15,094
Nedbank	91	Fixed	2019/05/15	156	7.35%	25,000	156	25,156
Nedbank	90	Fixed	2019/05/15	187	7.35%	30,000	187	30,187
Nedbank	89	Fixed	2019/05/27	346	7.40%	55,000	346	55,346
Nedbank	98	Fixed	2019/05/17	156	7.35%	25,000	156	25,156
Nedbank	87	Fixed	2019/05/15	125	7.35%	20,000	125	20,125
Nedbank	84	Fixed	2019/05/24	468	7.35%	75,000	468	75,468
Nedbank	87	Fixed	2019/05/27	94	7.35%	15,000	94	15,094
Nedbank	89	Fixed	2019/05/27	125	7.35%	20,000	125	20,125
Nedbank	88	Fixed	2019/05/27	156	7.35%	25,000	156	25,156
Nedbank	84	Fixed	2019/05/24	343	7.35%	55,000	343	55,343
Nedbank	84	Fixed	2019/05/24	187	7.35%	30,000	187	30,187
Nedbank	84	Fixed	2019/05/24	312	7.35%	50,000	312	50,312
Nedbank	95	Fixed	2019/06/07	254	7.35%	45,000	254	45,254
Nedbank	101	Fixed	2019/06/14	1,204	7.40%	220,000	1,204	221,204
Nedbank	81	Fixed	2019/05/31	252	7.30%	60,000	252	60,252
Nedbank	101	Fixed	2019/06/21	122	7.40%	30,000	122	30,122
Nedbank	86	Fixed	2019/06/07	76	7.30%	20,000	76	20,076
Nedbank	101	Fixed	2019/06/27	142	7.40%	50,000	142	50,142
Nedbank	100	Fixed	2019/06/27	184	7.40%	70,000	184	70,184
Nedbank	101	Fixed	2019/06/28	316	7.40%	120,000	316	120,316
Nedbank	91	Fixed	2019/06/21	50	7.35%	25,000	50	25,050
Nedbank	91	Fixed	2019/06/21	70	7.35%	35,000	70	35,070
Nedbank	88	Fixed	2019/06/21	49	7.30%	35,000	49	35,049
Nedbank	101	Fixed	2019/07/05	37	7.45%	30,000	37	30,037
Nedbank	99	Fixed	2019/07/05	16	7.45%	20,000	16	20,016
Nedbank	108	Fixed	2019/07/15	86	7.50%	140,000	86	140,086
Nedbank	108	Fixed	2019/07/15	22	7.50%	35,000	22	35,022
Nedbank	108	Fixed	2019/07/15	15	7.50%	25,000	15	25,015
Standard Bank	91	Fixed	2019/04/05	156	7.35%	25,000	156	25,156
Standard Bank	87	Fixed	2019/04/12	246	7.25%	40,000	246	40,246
Standard Bank	87	Fixed	2019/04/12	154	7.25%	25,000	154	25,154
Standard Bank	89	Fixed	2019/04/15	154	7.25%	25,000	154	25,154
Standard Bank	95	Fixed	2019/04/26	216	7.25%	35,000	216	35,216
Standard Bank	94	Fixed	2019/04/26	124	7.28%	20,000	124	20,124
Standard Bank	85	Fixed	2019/04/18	153	7.21%	25,000	153	25,153
Standard Bank	81	Fixed	2019/04/15	184	7.21%	30,000	184	30,184
Standard Bank	91	Fixed	2019/04/26	245	7.23%	40,000	245	40,245
Standard Bank	88	Fixed	2019/04/26	307	7.22%	50,000	307	50,307
Standard Bank	75	Fixed	2019/04/15	150	7.05%	25,000	150	25,150
Standard Bank	74	Fixed	2019/04/15	216	7.25%	35,000	216	35,216
Standard Bank	104	Fixed	2019/05/15	281	7.35%	45,000	281	45,281

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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	85	Fixed	2019/05/03	246	7.24%	40,000	246	40,246
Standard Bank	88	Fixed	2019/05/07	154	7.25%	25,000	154	25,154
Standard Bank	88	Fixed	2019/05/07	185	7.25%	30,000	185	30,185
Standard Bank	88	Fixed	2019/05/10	185	7.25%	30,000	185	30,185
Standard Bank	92	Fixed	2019/05/15	154	7.25%	25,000	154	25,154
Standard Bank	91	Fixed	2019/05/15	154	7.25%	25,000	154	25,154
Standard Bank	90	Fixed	2019/05/15	123	7.25%	20,000	123	20,123
Standard Bank	98	Fixed	2019/05/27	499	7.34%	80,000	499	80,499
Standard Bank	87	Fixed	2019/05/17	154	7.25%	25,000	154	25,154
Standard Bank	84	Fixed	2019/05/15	123	7.26%	20,000	123	20,123
Standard Bank	87	Fixed	2019/05/24	154	7.27%	25,000	154	25,154
Standard Bank	89	Fixed	2019/05/27	62	7.27%	10,000	62	10,062
Standard Bank	88	Fixed	2019/05/27	123	7.27%	20,000	123	20,123
Standard Bank	88	Fixed	2019/05/27	62	7.27%	10,000	62	10,062
Standard Bank	88	Fixed	2019/05/27	154	7.27%	25,000	154	25,154
Standard Bank	84	Fixed	2019/05/24	340	7.28%	55,000	340	55,340
Standard Bank	84	Fixed	2019/05/24	216	7.28%	35,000	216	35,216
Standard Bank	95	Fixed	2019/06/07	310	7.34%	55,000	310	55,310
Standard Bank	101	Fixed	2019/06/14	1,285	7.39%	235,000	1,285	236,285
Standard Bank	81	Fixed	2019/05/31	63	7.28%	15,000	63	15,063
Standard Bank	101	Fixed	2019/06/21	81	7.40%	20,000	81	20,081
Standard Bank	86	Fixed	2019/06/07	95	7.29%	25,000	95	25,095
Standard Bank	101	Fixed	2019/06/27	170	7.40%	60,000	170	60,170
Standard Bank	100	Fixed	2019/06/27	184	7.40%	70,000	184	70,184
Standard Bank	101	Fixed	2019/06/28	316	7.40%	120,000	316	120,316
Standard Bank	41	Fixed	2019/04/30	35	7.15%	15,000	35	15,035
Standard Bank	91	Fixed	2019/06/21	91	7.35%	45,000	91	45,091
Standard Bank	91	Fixed	2019/06/21	111	7.35%	55,000	111	55,111
Standard Bank	88	Fixed	2019/06/21	84	7.29%	60,000	84	60,084
Standard Bank	101	Fixed	2019/07/05	36	7.40%	30,000	36	30,036
Standard Bank	61	Fixed	2019/05/27	10	7.27%	10,000	10	10,010
Standard Bank	99	Fixed	2019/07/05	16	7.38%	20,000	16	20,016
Standard Bank	108	Fixed	2019/07/15	95	7.45%	155,000	95	155,095
Standard Bank	108	Fixed	2019/07/15	24	7.45%	40,000	24	40,024
Standard Bank	108	Fixed	2019/07/15	15	7.45%	25,000	15	25,015
ABSA Bank Call		Call		1,550	6.75%	226,106	61,550	287,655
Firststrand Bank Call		Call		1,387	6.50%	271,345	(39,957)	231,387
Investec Bank Call		Call		684	6.55%	105,393	20,291	125,684
Standard Bank Call		Call		1,021	6.50%	145,703	55,319	201,021
Nedbank current account		Current account		579	6.55%	99,110	59,855	158,965
Fund Managers						5,396,289	36,912	5,433,202
Liberty, RMB and Nedbank sinking fund						873,011	20,603	893,615
Cash in transit						12,729	5,541	18,270
<b>TOTAL INVESTMENTS AND INTEREST</b>						<b>15,464,851</b>	<b>258,271</b>	<b>15,723,121</b>

**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	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>EXPENDITURE</b>									
<b>Operating expenditure of Transfers and Grants</b>									
<b>National Government:</b>	<b>502,330</b>	<b>3,264,482</b>	<b>3,472,413</b>	<b>48,129</b>	<b>309,658</b>	<b>363,116</b>	<b>(36,704)</b>	<b>-10.1%</b>	<b>3,472,413</b>
Equitable share	–	2,574,650	2,574,650	–	–	–	–	–	2,574,650
Finance Management grant	1,050	1,000	1,000	63	878	750	128	17.0%	1,000
Urban Settlements Development Grant	49,009	204,792	224,495	1,169	15,615	26,425	(10,809)	-40.9%	224,495
Energy Efficiency and Demand Side Management Grant	186	600	700	40	197	334	(137)	-40.9%	700
Department of Environmental Affairs and Tourism	6,236	–	20,652	–	–	16,755	–	0.0%	20,652
Expanded Public Works Programme	13,783	23,266	23,266	2,109	14,923	10,530	4,393	41.7%	23,266
Integrated City Development Grant	(4,933)	7,622	9,478	261	351	1,216	(866)	-71.2%	9,478
Public Transport Infrastructure & Systems Grant	30,666	48,812	58,623	686	12,212	15,613	(3,401)	-21.8%	58,623
Infrastructure Skills Development	9,614	12,605	13,005	882	6,227	7,124	(898)	-12.6%	13,005
Public Transport Network Grant	396,719	391,135	546,544	42,919	259,254	284,368	(25,114)	-8.8%	546,544
<b>Provincial Government:</b>	<b>850,267</b>	<b>967,719</b>	<b>1,291,191</b>	<b>128,426</b>	<b>619,425</b>	<b>587,273</b>	<b>29,588</b>	<b>5.0%</b>	<b>1,291,191</b>
Cultural Affairs and Sport - Provincial Library Services	37,344	47,347	50,547	1,212	29,836	31,162	(1,326)	-4.3%	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	340	4,378	4,792	(413)	-8.6%	4,954
Human Settlements - Human Settlement Development Grant	413,409	333,550	601,254	69,221	304,863	287,016	17,847	6.2%	601,254
Human Settlements - Municipal Accreditation Assistance	6,089	5,000	3,915	237	4,706	3,915	791	20.2%	3,915
Human Settlement - Settlement Assistance	766	1,500	1,500	74	696	696	–	–	1,500
Health - TB	27,604	53,063	29,095	2,827	16,239	16,239	–	–	29,095
Health - ARV	217,701	224,414	234,191	37,053	158,233	147,553	10,680	7.2%	234,191
Health - Nutrition	5,200	5,928	5,928	443	4,270	4,588	(318)	-6.9%	5,928
Health - Vaccines	96,299	86,899	101,499	8,457	66,129	75,816	(9,687)	-12.8%	101,499
Comprehensive Health	–	173,489	182,857	–	–	–	–	–	182,857
Transport and Public Works - Provision for persons with special needs	10,312	10,000	13,690	429	8,215	6,493	1,722	26.5%	13,690
Transport and Public Works - Planning, Maintenance & Rehabilitation Transport Systems & Infrastructure	2,158	–	–	–	–	–	–	–	–
Community Safety - Law Enforcement Auxiliary Services	28,255	4,283	6,123	3,101	3,421	4,149	(728)	-17.6%	6,123
Appointment, Training, Equipping and Operationalisation of School Resource Officers	–	–	390	17	147	198	(51)	-25.9%	390
Community Development Workers	402	886	948	73	439	74	365	494.4%	948
Finance Management Capacity Building Grant	–	360	613	–	120	252	(132)	-52.4%	613
Provincial Government: Financial Management Support Grant	230	230	230	–	230	172	58	33.3%	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	719	13,282	–	13,282	100.0%	16,000
Aerial support fire suppression	–	–	5,000	4,222	4,222	1,657	2,565	154.8%	5,000
Establishment and Support K9 unit	–	–	3,000	–	–	–	–	–	3,000
DEAT	–	–	–	–	–	–	–	–	–
Accreditation - Support - NHP	–	–	200	–	–	–	–	–	200
Human Settlements - Title deeds restoration	–	–	26,757	–	–	–	–	–	26,757

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2019 Q3 (March 2019)

Description	2017/18	Budget Year 2018/19							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>									
<b>Other grant providers:</b>	<b>21,687</b>	<b>13,271</b>	<b>47,463</b>	<b>1,284</b>	<b>11,046</b>	<b>20,836</b>	<b>(9,790)</b>	<b>-47.0%</b>	<b>47,463</b>
Tourism	2,000	2,000	2,000	–	1,475	2,000	(525)	-26.3%	2,000
CMTF	4,414	–	13,500	–	99	–	99	100.0%	13,500
CID	5,242	4,107	4,107	332	2,980	3,080	(100)	-3.2%	4,107
Traffic Free Flow (PTY) Ltd	–	539	539	45	360	405	(45)	-11.1%	539
Westcott Primary	41	43	43	4	29	33	(4)	-11.1%	43
Airports Company South Africa SOC Ltd	1,333	1,333	1,333	111	889	1,000	(111)	-11.1%	1,333
Rockefeller Philanthropy Advisor's Inc	1,033	1,448	1,448	–	1,113	1,086	27	2.5%	1,448
V&A Waterfront Holdings (Pty) Ltd	772	853	853	71	569	640	(71)	-11.1%	853
The South African Breweries	1,093	–	2,801	350	1,700	1,960	(261)	-13.3%	2,801
Bayside	486	–	594	7	7	399	(392)	-98.3%	594
Big Bay	308	396	396	39	250	284	(33)	-11.7%	396
Long Street law Enforcement	–	1,583	1,583	102	901	1,123	(222)	-19.8%	1,583
Sustainable Energy Africa	–	967	697	–	–	–	–	–	697
Prasa	–	–	16,000	–	–	7,800	(7,800)	-100.0%	16,000
Marine Circle Rent-A-Cop	–	–	206	57	57	78	(21)	-26.4%	206
GRAND CHINA	–	–	200	–	–	111	(111)	-100.0%	200
Bergvliet High Part-time Trfc Attendant	–	–	29	2	10	18	(8)	-46.7%	29
CCID - Traffic Wardnes	–	–	864	60	480	648	(168)	-25.9%	864
Green Point Law Enforcement	–	–	198	103	103	139	(36)	-25.6%	198
Rustenberg Girls	41	–	43	–	23	33	(9)	-27.8%	43
Popart Stellenbosch University	733	–	28	–	–	–	–	–	28
Century City	837	–	–	–	–	–	–	–	–
University of Connecticut	14	–	–	–	–	–	–	–	–
DBSA - Green Fund	3,339	–	–	–	–	–	–	–	–
<b>Total operating expenditure of Transfers and Grants:</b>	<b>1,374,284</b>	<b>4,245,472</b>	<b>4,811,066</b>	<b>177,839</b>	<b>940,129</b>	<b>971,225</b>	<b>(16,905)</b>	<b>-1.7%</b>	<b>4,811,066</b>

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2019 Q3 (March 2019)

Description	2017/18	Budget Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>EXPENDITURE</b>									
<b>Capital expenditure of Transfers and Grants</b>									
National Government:	1,699,597	2,015,146	2,510,069	147,815	950,003	1,118,720	15,318	1.4%	2,158,009
Minerals and Energy: Energy Efficiency and Demand Side Management Grant	7,435	9,400	9,300	150	3,207	4,950	(1,743)	-35.2%	9,300
Minerals and Energy: Integrated National Electrification Programme (Municipal) Grant	2,739	10,000	12,234	1,001	8,941	6,325	2,616	41.4%	12,234
National Government - Other: Previous years' Dora allocations	–	–	200	–	–	145	(145)	-100.0%	200
National Treasury: Environmental Affairs: Special Project	–	–	574	–	–	–	–		574
National Treasury: Environmental Affairs: Terrestrial	–	–	644	–	–	–	–		644
National Treasury: Environmental Affairs: Wetland	–	–	508	–	–	–	–		508
National Treasury: Expanded Public Works Programme	400	1,000	1,000	–	257	750	(493)	-65.7%	1,000
National Treasury: Infrastructure Skills Development Gra	986	1,000	600	26	36	600	(564)	-94.0%	600
National Treasury: Integrated City Development Grant	50,045	56,740	55,618	8,761	35,952	31,519	4,433	14.1%	54,055
National Treasury: Local Government Restructuring Grar	128	600	1,170	21	249	1,045	(796)	-76.2%	1,170
National Treasury: Municipal Disaster Grant	74,383	–	37,134	–	12,010	–	12,010	100.0%	37,134
National Treasury: Neighbourhood Development Partnership Grant	2,071	–	7,300	–	–	–	–		7,300
National Treasury: Public Transport Network: Budget Facility for Infrastructure Grant	–	–	33,000	6,861	20,881	11,000	9,881	89.8%	33,000
National Treasury: Urban Settlements Development Grar	1,029,238	1,279,998	1,260,295	53,913	448,547	775,050	(326,503)	-42.1%	1,162,442
Transport: Public Transport Infrastructure & Systems Grant	–	2,021	1,200	–	–	–	–		1,200
Transport: Public Transport Network Grant	512,190	654,387	536,241	64,669	269,685	287,336	(17,651)	-6.1%	505,648
Co-operative Governance: Emergency Disaster Relief Grant	20,813	–	–	–	–	–	–		–
Transport: Public Transport Infrastructure Grant	(831)	–	–	–	(0)	–	(0)	-	–
National Treasury: Municipal Disaster Recovery Grant	–	–	553,050	12,413	150,237	–	150,237	100.0%	331,000
Provincial Government:	33,285	52,750	26,227	1,984	10,831	11,985	(1,154)	-9.6%	26,227
Provincial Government: Community Safety: Training and Equipment for Volunteers: Law Enforcement Service (LEAS)	–	–	770	–	–	–	–		770
Cultural Affairs and Sport: Library Services (Conditional Grant)	15,208	1,600	3,640	20	2,413	1,900	513	27.0%	3,640
Cultural Affairs and Sport: Library Services: Metro Library Grant	9,958	10,000	11,704	336	4,669	7,149	(2,480)	-34.7%	11,704
Housing: Integrated Housing and Human Settlement Dev	8,030	41,000	10,050	1,628	3,686	2,873	813	28.3%	10,050
Provincial Government: Community Development Workers (CDW) Operational Grant Support	91	150	63	–	63	63	(0)	0.0%	63
Other grant providers:	72,541	76,200	54,526	4,280	36,616	39,529	(2,913)	-7.4%	53,403
Other: Other	72,541	76,200	54,526	4,280	36,616	39,529	(2,913)	-7.4%	53,403
Total capital expenditure of Transfers and Grants	1,805,424	2,144,096	2,590,822	154,079	997,449	1,170,233	11,251	1.0%	2,237,639
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS	3,179,707	6,389,567	7,401,888	331,918	1,937,578	2,141,458	(5,654)	-0.3%	7,048,706

## Material variance explanations for corporate performance for quarter 3 2019

There are no material variances for the quarter under review.



**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
<b>R thousands</b>								
<b><u>Councillors (Political Office Bearers plus Other)</u></b>								
Basic Salaries and Wages	139,878	147,923	137,980	103,445	106,844	(3,399)	-3.2%	137,980
Pension and UIF Contributions	–	–	5,413	3,724	4,060	(336)	-8.3%	5,413
Motor Vehicle Allowance	–	–	7,252	–	–	–	–	7,252
Cellphone Allowance	6,977	10,038	8,486	7,029	6,489	540	8.3%	8,486
Other benefits and allowances	8,068	11,679	10,508	6,973	11,875	(4,902)	-41.3%	10,508
<b>Sub Total - Councillors</b>	<b>154,923</b>	<b>169,640</b>	<b>169,639</b>	<b>121,171</b>	<b>129,268</b>	<b>(8,097)</b>	<b>-6.3%</b>	<b>169,639</b>
<b>% increase</b>		<b>9.5%</b>	<b>9.5%</b>					<b>9.5%</b>
<b><u>Senior Managers of the Municipality</u></b>								
Basic Salaries and Wages	23,508	28,128	28,704	18,151	21,528	(3,377)	-15.69%	28,704
Pension and UIF Contributions	1,780	2,172	1,848	1,369	1,386	(17)	-1.23%	1,848
Medical Aid Contributions	118	164	164	85	123	(38)	-30.89%	164
Motor Vehicle Allowance	412	442	442	310	331	(21)	-6.34%	442
Cellphone Allowance	120	194	177	124	133	(9)	-6.77%	177
Other benefits and allowances	172	82	82	48	62	(14)	-22.58%	82
Payments in lieu of leave	438	–	–	93	–	93	100.00%	–
<b>Sub Total - Senior Managers of Municipality</b>	<b>26,548</b>	<b>31,182</b>	<b>31,417</b>	<b>20,180</b>	<b>23,563</b>	<b>(3,383)</b>	<b>-14.4%</b>	<b>31,417</b>
<b>% increase</b>		<b>17.5%</b>	<b>18.3%</b>					<b>18.3%</b>
<b><u>Other Municipal Staff</u></b>								
Basic Salaries and Wages	7,442,697	8,946,536	8,488,922	6,063,922	6,346,912	(282,990)	-4.5%	8,488,922
Pension and UIF Contributions	1,157,975	1,666,537	1,349,396	935,018	999,625	(64,607)	-6.5%	1,349,396
Medical Aid Contributions	702,198	752,518	752,539	552,610	564,465	(11,855)	-2.1%	752,539
Overtime	602,665	517,090	591,630	422,310	376,631	45,679	12.1%	591,630
Motor Vehicle Allowance	194,044	220,701	221,624	150,481	165,472	(14,990)	-9.1%	221,624
Cellphone Allowance	17,853	23,853	23,980	16,363	17,951	(1,588)	-8.8%	23,980
Housing Allowances	59,361	64,402	64,403	46,091	48,298	(2,207)	-4.6%	64,403
Other benefits and allowances	242,503	236,358	238,692	194,973	177,162	17,811	10.1%	238,692
Payments in lieu of leave	144,677	134,139	139,287	83,905	101,785	(17,880)	-17.6%	139,287
Long service awards	179	79,206	76,066	458	56,199	(55,742)	-99.2%	76,066
Post-retirement benefit obligations	274,623	247,593	547,593	180,401	185,695	(5,294)	-2.85%	547,593
<b>Sub Total - Other Municipal Staff</b>	<b>10,838,775</b>	<b>12,888,933</b>	<b>12,494,132</b>	<b>8,646,531</b>	<b>9,040,194</b>	<b>(393,663)</b>	<b>-4.35%</b>	<b>12,494,132</b>
<b>% increase</b>		<b>18.9%</b>	<b>15.3%</b>					<b>15.3%</b>
<b>Total Parent Municipality</b>	<b>11,020,246</b>	<b>13,089,755</b>	<b>12,695,188</b>	<b>8,787,882</b>	<b>9,193,025</b>	<b>(405,143)</b>	<b>-4.4%</b>	<b>12,695,188</b>

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

Description	YTD Variance R Thousands	Variance %	Reasons for material deviations	Remedial or corrective steps/remarks
<b>Councillors (Political Office Bearers plus Other)</b>				
Basic Salaries and Wages	(3,399)	-3.2%	The variance is due to vacant councillors positions.	Filling of vacancies is ongoing.
Pension and UIF Contributions	(336)	-8.3%	Immaterial variance.	-
Medical Aid Contributions	-	-	-	-
Motor Vehicle Allowance	-	-	-	-
Cellphone Allowance	540	8.3%	Immaterial variance.	-
Housing Allowances	-	-	-	-
Other benefits and allowances	(4,902)	-41.3%	The variance is due to less travel claims received for official council-related business outside of the City's borders. A further contributing factor is vacancies that occurred over the past few months.	-
<b>Senior Managers of the Municipality</b>				
Basic Salaries and Wages	(3,377)	-15.7%	The variance is due to three vacant Executive Director positions (Human Settlement, Urban Management and Spatial Planning & Environment) as a result of the new organisational structure.	Filling of vacancies is ongoing.
Pension and UIF Contributions	(17)	-1.2%	Immaterial variance.	-
Medical Aid Contributions	(38)	-30.9%	Immaterial variance.	-
Motor Vehicle Allowance	(21)	-6.3%	Immaterial variance.	-
Cellphone Allowance	(9)	-6.8%	Immaterial variance.	-
Other benefits and allowances	(14)	-22.6%	Immaterial variance.	-
Payments in lieu of leave	93	-	Immaterial variance.	-
<b>Other Municipal Staff</b>				
Basic Salaries and Wages	(282,990)	-4.5%	The variance is mainly due to: 1. The turnaround time in filling vacancies. 2. The internal filling of vacant positions. 3. The appointment of seasonal workers and temporary staff, which is dependent on seasonal requirements as and when departments require additional staff. 4. The delayed appointment of EPWP staff.	The City had 3 402 vacancies as at 30 March 2019. 2 284 vacancies were filled (1 118 internal and 1 166 external) with 1 141 terminations processed from 1 July 2018. Filling of vacancies is on-going and seasonal staff are appointed as and when required.
Pension and UIF Contributions	(64,607)	-6.5%	The variance is mainly due the turnaround time in filling vacancies and the internal filling of vacancies.	Filling of vacancies is ongoing.
Medical Aid Contributions	(11,855)	-2.1%	The variance is mainly due the turnaround time in filling vacancies and the internal filling of vacancies.	Filling of vacancies is ongoing.
Overtime	45,679	12.1%	The variance is mainly within the Safety & Security directorate and is due to overtime worked during protest action and due to the upsurge in land invasions city-wide. In addition, staff members were deployed to various areas as and when required during the festive season.	Alignment of the period budget with the actual expenditure will be undertaken.
Motor Vehicle Allowance	(14,990)	-9.1%	The variance is mainly due the turnaround time in filling vacancies resulting from termination of employment staff who were in receipt of car allowances.	Filling of vacancies is ongoing.
Cellphone Allowance	(1,588)	-8.8%	Immaterial variance.	0
Housing Allowances	(2,207)	-4.6%	The variance is mainly due the turnaround time in filling vacancies resulting from the termination of permanent staff who were in receipt of housing allowances.	Filling of vacancies is ongoing.
Other benefits and allowances	17,811	10.1%	The variance is mainly within the Safety & Security directorate and is due to the misalignment of the period budget with the actual expenditure mostly on Standby, Shift & Uniform Allowances.	Alignment of the period budget with the actual expenditure will be undertaken.
Payments in lieu of leave	(17,880)	-17.6%	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	(55,742)	-99.2%	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	(5,294)	-2.9%	Payments are dependent on eligible employees as per Council Policy, and is therefore difficult to plan accurately per monthly cycle.	The period budget will be aligned with the actual to date.

**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 Budget	May Budget	June Budget	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
<b>R thousands</b>															
<b>Cash Receipts By Source</b>															
Property rates	664,607	761,309	799,725	887,575	744,764	683,111	819,792	731,389	746,577	664,121	767,367	769,168	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	990,732	1,046,695	1,005,850	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	269,170	223,519	404,993	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	129,032	130,321	105,506	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	74,155	83,228	74,280	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	-	-	(377,899)	-	-	-
Rental of facilities and equipment	18,396	24,924	19,137	21,522	25,385	17,106	23,861	24,401	22,599	14,897	14,496	15,013	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	81,301	89,616	126,455	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	21,159	22,381	12,231	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	20,047	21,465	(10,019)	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	-	-	101,419	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	88,053	178,631	(209,453)	3,493,755	3,661,559	3,847,473
<b>Cash Receipts by Source</b>	<b>3,579,137</b>	<b>4,056,176</b>	<b>2,691,345</b>	<b>3,169,936</b>	<b>3,012,176</b>	<b>3,904,910</b>	<b>2,817,631</b>	<b>2,533,956</b>	<b>5,023,881</b>	<b>2,352,666</b>	<b>2,577,718</b>	<b>2,017,542</b>	<b>37,737,074</b>	<b>40,599,995</b>	<b>44,549,538</b>
<b>Other Cash Flows by Source</b>															
Transfer receipts - capital	581,229	62,892	83,996	93,009	-	578,891	-	-	683,632	-	-	445,345	2,528,996	2,118,842	2,296,333
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	98,396	98,396	124,883	160,952
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	98,210	-	-	-	-	401,790	500,000	2,500,000	5,900,000
Increase in consumer deposits	-	-	-	-	-	-	-	-	-	-	-	38,166	38,166	41,983	46,181
Receipt of non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables	-	-	-	-	-	-	-	-	-	-	-	1,293	1,293	1,228	1,167
Change in non-current investments	-	-	-	-	-	-	-	-	-	-	-	(238,708)	(238,708)	(267,859)	(298,475)
<b>Total Cash Receipts by Source</b>	<b>4,160,366</b>	<b>4,119,068</b>	<b>2,775,341</b>	<b>3,262,946</b>	<b>3,012,176</b>	<b>4,483,801</b>	<b>2,915,841</b>	<b>2,533,956</b>	<b>5,707,513</b>	<b>2,352,666</b>	<b>2,577,718</b>	<b>2,763,824</b>	<b>40,665,217</b>	<b>45,119,070</b>	<b>52,655,695</b>

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2019 Q3 (March 2019)

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 Budget	May Budget	June Budget	Budget Year 2018/19	Budget Year +1 2019/20	Budget Year +2 2020/21
<b>R thousands</b>															
<b>Cash Payments by Type</b>															
Employee related costs	770,605	864,153	1,026,367	938,731	1,405,866	964,995	973,390	989,439	973,676	1,054,231	1,032,227	1,083,061	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	13,899	18,340	22,865	169,640	180,666	192,500
Interest paid	49,752	–	157,805	–	–	139,779	48,988	–	154,747	–	–	135,357	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	598,782	571,532	609,784	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	28,787	27,781	393,934	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	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	872,646	788,877	321,163	10,077,466	10,144,737	10,776,217
<b>Cash Payments by Type</b>	<b>3,313,932</b>	<b>2,736,541</b>	<b>2,966,992</b>	<b>2,422,047</b>	<b>2,969,886</b>	<b>2,626,288</b>	<b>2,219,418</b>	<b>2,251,799</b>	<b>2,917,423</b>	<b>2,568,344</b>	<b>2,438,757</b>	<b>3,051,065</b>	<b>32,482,492</b>	<b>36,121,629</b>	<b>38,923,750</b>
<b>Other Cash Flows/Payments by Type</b>															
Capital assets	839,281	234,727	196,102	318,059	268,040	361,384	218,693	240,465	266,430	603,297	793,998	1,610,172	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	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
<b>Total Cash Payments by Type</b>	<b>4,230,171</b>	<b>2,971,268</b>	<b>3,242,575</b>	<b>2,740,106</b>	<b>3,237,927</b>	<b>3,007,672</b>	<b>2,488,111</b>	<b>2,492,264</b>	<b>3,263,334</b>	<b>3,171,642</b>	<b>3,232,755</b>	<b>4,681,236</b>	<b>38,759,060</b>	<b>44,214,820</b>	<b>47,864,344</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>(69,805)</b>	<b>1,147,801</b>	<b>(467,234)</b>	<b>522,840</b>	<b>(225,751)</b>	<b>1,476,129</b>	<b>427,730</b>	<b>41,692</b>	<b>2,444,180</b>	<b>(818,975)</b>	<b>(655,037)</b>	<b>(1,917,412)</b>	<b>1,906,157</b>	<b>904,250</b>	<b>4,791,352</b>
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	9,965,225	9,310,188	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	9,965,225	9,310,188	7,392,776	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
<b>R thousands</b>								
<b>Monthly expenditure performance trend</b>								
July	91,966	81,629	42,021	37,034	42,021	4,987	11.9%	0.4%
August	307,806	197,698	233,775	289,329	275,796	(13,533)	-4.9%	3.4%
September	365,481	356,211	295,221	594,578	571,018	(23,561)	-4.1%	7.1%
October	407,002	413,726	390,001	1,026,662	961,018	(65,644)	-6.8%	12.2%
November	453,820	455,857	490,556	1,443,922	1,451,575	7,653	0.5%	17.2%
December	527,653	356,660	365,227	1,840,894	1,816,802	(24,092)	-1.3%	21.9%
January	170,822	235,626	219,354	2,043,115	2,036,156	(6,959)	-0.3%	24.3%
February	327,886	643,624	517,881	2,329,755	2,554,037	224,282	8.8%	27.7%
March	429,928	775,707	728,815	2,689,195	3,282,852	593,657	18.1%	32.0%
April	461,913	1,098,538	826,346		4,109,199	-	-	-
May	568,703	1,272,572	812,940		4,922,138	-	-	-
June	1,490,638	2,519,706	1,713,994		6,636,132	-	-	-
<b>Total Capital expenditure</b>	<b>5,603,619</b>	<b>8,407,556</b>	<b>6,636,132</b>					

**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
<b>R thousands</b>								
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>								
<b>Infrastructure</b>	<b>1,876,128</b>	<b>3,398,926</b>	<b>2,508,251</b>	<b>897,417</b>	<b>1,026,537</b>	<b>(129,120)</b>	<b>-12.6%</b>	<b>1,910,429</b>
Roads Infrastructure	798,684	643,094	840,762	355,319	490,099	(134,780)	-27.5%	786,900
Roads	798,684	643,094	840,762	355,319	490,099	(134,780)	-27.5%	786,900
Storm water Infrastructure	1,746	94,818	2,250	987	350	637	181.9%	2,250
Drainage Collection	1,746	94,818	2,250	987	350	637	181.9%	2,250
Electrical Infrastructure	427,495	415,032	371,716	206,685	222,248	(15,563)	-7.0%	367,120
HV Substations	340,451	362,532	301,987	171,433	178,554	(7,121)	-4.0%	300,360
MV Networks	43,044	–	–	(134)	–	(134)	-100.0%	–
LV Networks	44,000	52,500	69,729	35,386	43,694	(8,308)	-19.0%	66,760
Water Supply Infrastructure	386,154	1,291,185	993,062	213,651	201,224	12,426	6.2%	529,541
Reservoirs	280,855	1,140,450	863,768	174,415	132,186	42,229	31.9%	433,869
Water Treatment Works	–	–	3,184	–	–	–	–	–
Bulk Mains	74,417	52,630	57,610	25,509	34,978	(9,470)	-27.1%	53,249
Distribution	30,882	98,105	68,500	13,727	34,060	(20,333)	-59.7%	42,424
Sanitation Infrastructure	63,369	711,890	218,672	80,140	69,305	10,835	15.6%	143,468
Reticulation	62,170	156,605	56,247	24,236	27,359	(3,124)	-11.4%	42,468
Waste Water Treatment Works	1,199	555,285	157,425	55,509	41,946	13,564	32.3%	100,000
Outfall Sewers	–	–	5,000	395	–	395	100.0%	1,000
Solid Waste Infrastructure	35,783	2,500	2,581	739	915	(176)	-19.2%	2,581
Landfill Sites	35,783	2,500	2,581	739	915	(176)	-19.2%	2,581
Information and Communication Infrastructure	162,897	240,406	79,208	39,897	42,396	(2,499)	-5.9%	78,568
Data Centres	162,897	240,406	79,208	39,897	42,396	(2,499)	-5.9%	78,568
<b>Community Assets</b>	<b>218,957</b>	<b>303,007</b>	<b>287,088</b>	<b>168,125</b>	<b>182,294</b>	<b>(14,169)</b>	<b>-7.8%</b>	<b>302,965</b>
Community Facilities	217,809	302,827	286,430	168,019	181,989	(13,970)	-7.7%	302,407
Centres	–	2,030	–	–	–	–	–	–
Clinics/Care Centres	34,182	49,435	42,757	12,882	40,257	(27,375)	-68.0%	38,042
Fire/Ambulance Stations	12,657	19,436	19,842	5,482	8,789	(3,307)	-37.6%	19,842
Testing Stations	1,345	–	–	–	–	–	–	–
Museums	99	2,500	3,151	116	3,001	(2,886)	-96.1%	1,066
Libraries	19,746	9,505	9,380	7,279	9,105	(1,826)	-20.1%	9,380
Cemeteries/Crematoria	9,362	20,500	10,562	4,849	6,730	(1,881)	-28.0%	7,959
Public Open Space	832	220	420	197	105	92	87.9%	420
Nature Reserves	15,044	3,701	1,283	60	676	(615)	-91.1%	1,283
Taxi Ranks/Bus Terminals	124,542	195,500	199,035	137,153	113,326	23,828	21.0%	224,415
Sport and Recreation Facilities	1,149	180	658	106	305	(199)	-65.3%	558
Outdoor Facilities	1,149	180	658	106	305	(199)	-65.3%	558
<b>Other assets</b>	<b>213,644</b>	<b>220,191</b>	<b>139,820</b>	<b>53,688</b>	<b>65,555</b>	<b>(11,867)</b>	<b>-18.1%</b>	<b>126,436</b>
Operational Buildings	205,531	165,951	100,585	43,919	45,797	(1,878)	-4.1%	97,201
Municipal Offices	155,586	26,001	38,286	15,285	15,993	(708)	-4.4%	38,578
Laboratories	–	–	8,583	8,222	8,583	(361)	-4.2%	8,222
Training Centres	730	–	–	–	–	–	–	–
Depots	49,216	139,950	53,716	20,413	21,220	(808)	-3.8%	50,401
Housing	8,113	54,240	39,235	9,769	19,758	(9,989)	-50.6%	29,235
Social Housing	8,113	54,240	39,235	9,769	19,758	(9,989)	-50.6%	29,235
<b>Intangible Assets</b>	<b>3,690</b>	<b>13,325</b>	<b>12,046</b>	<b>5,966</b>	<b>7,523</b>	<b>(1,557)</b>	<b>-20.7%</b>	<b>11,196</b>
Licences and Rights	3,690	13,325	12,046	5,966	7,523	(1,557)	-20.7%	11,196
Computer Software and Applications	3,690	13,325	12,046	5,966	7,523	(1,557)	-21%	11,196
<b>Computer Equipment</b>	<b>209,167</b>	<b>102,927</b>	<b>120,474</b>	<b>60,502</b>	<b>63,040</b>	<b>(2,538)</b>	<b>-4%</b>	<b>115,264</b>
Computer Equipment	209,167	102,927	120,474	60,502	63,040	(2,538)	-4%	115,264
<b>Furniture and Office Equipment</b>	<b>104,605</b>	<b>124,755</b>	<b>113,432</b>	<b>53,694</b>	<b>73,432</b>	<b>(19,738)</b>	<b>-27%</b>	<b>104,388</b>
Furniture and Office Equipment	104,605	124,755	113,432	53,694	73,432	(19,738)	-27%	104,388
<b>Machinery and Equipment</b>	<b>139,739</b>	<b>72,547</b>	<b>48,309</b>	<b>14,707</b>	<b>21,961</b>	<b>(7,254)</b>	<b>-33%</b>	<b>50,194</b>
Machinery and Equipment	139,739	72,547	48,309	14,707	21,961	(7,254)	-33%	50,194
<b>Transport Assets</b>	<b>68,313</b>	<b>108,906</b>	<b>136,013</b>	<b>86,322</b>	<b>71,606</b>	<b>14,716</b>	<b>21%</b>	<b>135,999</b>
Transport Assets	68,313	108,906	136,013	86,322	71,606	14,716	20.6%	135,999
<b>Land</b>	<b>1,511</b>	<b>208,000</b>	<b>65,450</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>–</b>	<b>65,450</b>
Land	1,511	208,000	65,450	–	–	–	–	65,450
<b>Total Capital Expenditure on new assets</b>	<b>2,835,755</b>	<b>4,552,583</b>	<b>3,430,882</b>	<b>1,340,420</b>	<b>1,511,946</b>	<b>(171,526)</b>	<b>-11.3%</b>	<b>2,822,320</b>

**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								
<b>Capital expenditure on renewal of existing assets by Asset Class/Sub-class</b>								
<b>Infrastructure</b>	<b>1,005,268</b>	<b>1,456,142</b>	<b>1,141,186</b>	<b>521,954</b>	<b>686,981</b>	<b>(165,027)</b>	<b>-24.0%</b>	<b>1,018,836</b>
Roads Infrastructure	156,348	220,181	161,163	73,253	96,171	(22,917)	-23.8%	131,172
Roads	156,348	220,181	161,163	73,253	96,171	(22,917)	-23.8%	131,172
Storm water Infrastructure	7,681	40,275	44,886	15,064	21,735	(6,671)	-30.7%	33,246
Drainage Collection	7,681	40,275	44,886	15,064	21,735	(6,671)	-30.7%	33,246
Electrical Infrastructure	322,032	426,096	336,364	210,150	215,071	(4,921)	-2.3%	316,170
HV Substations	71,655	139,296	100,164	47,620	61,249	(13,629)	-22.3%	79,970
MV Substations	81,192	74,000	22,400	14,307	14,745	(438)	-3.0%	22,400
MV Networks	137,565	174,800	175,800	116,474	110,978	5,497	5.0%	175,800
LV Networks	31,619	38,000	38,000	31,748	28,099	3,649	13.0%	38,000
Water Supply Infrastructure	415,558	423,000	391,561	168,901	228,601	(59,701)	-26.1%	351,561
Reservoirs	26,847	-	-	-	-	-	-	-
Bulk Mains	25,337	50,000	50,000	18,717	20,000	(1,283)	-6.4%	50,000
Distribution	363,374	373,000	341,561	150,184	208,601	(58,418)	-28.0%	301,561
Sanitation Infrastructure	96,530	339,750	199,245	53,211	119,857	(66,646)	-55.6%	178,745
Pump Station	89	24,000	16,506	4,596	11,206	(6,610)	-59.0%	12,506
Reticulation	4,848	163,000	65,000	13,615	53,568	(39,953)	-74.6%	64,000
Waste Water Treatment Works	81,593	105,000	101,739	26,146	45,873	(19,727)	-43.0%	86,239
Outfall Sewers	10,000	47,750	16,000	8,854	9,210	(355)	-3.9%	16,000
Solid Waste Infrastructure	606	5,280	4,593	38	2,199	(2,161)	-98.3%	4,593
Landfill Sites	606	5,280	4,593	38	2,199	(2,161)	-98.3%	4,593
Information and Communication Infrastructure	6,514	1,560	3,374	1,338	3,348	(2,010)	-60.0%	3,348
Data Centres	6,514	1,560	3,374	1,338	3,348	(2,010)	-60.0%	3,348
<b>Community Assets</b>	<b>12,142</b>	<b>5,522</b>	<b>4,046</b>	<b>768</b>	<b>2,587</b>	<b>(1,818)</b>	<b>-70.3%</b>	<b>4,046</b>
<b>Community Facilities</b>	<b>11,704</b>	<b>5,522</b>	<b>4,046</b>	<b>768</b>	<b>2,587</b>	<b>(1,818)</b>	<b>-70.3%</b>	<b>4,046</b>
Centres	3,452	-	-	-	-	-	-	-
Clinics/Care Centres	499	1,172	1,172	33	413	(380)	-92.0%	1,172
Libraries	2,352	3,050	2,050	518	1,750	(1,232)	-70.4%	2,050
Public Open Space	5,401	1,300	824	218	424	(206)	-48.6%	824
<b>Sport and Recreation Facilities</b>	<b>439</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Outdoor Facilities	439	-	-	-	-	-	-	-
<b>Heritage assets</b>	<b>430</b>	<b>1,800</b>	<b>5,822</b>	<b>1,534</b>	<b>3,250</b>	<b>(1,716)</b>	<b>-52.8%</b>	<b>3,421</b>
Monuments	430	1,800	5,822	1,534	3,250	(1,716)	-52.8%	3,421
<b>Other assets</b>	<b>44,688</b>	<b>92,601</b>	<b>76,430</b>	<b>15,200</b>	<b>20,050</b>	<b>(4,850)</b>	<b>-24.2%</b>	<b>76,400</b>
Operational Buildings	24,525	16,017	23,188	8,360	8,122	238	2.9%	23,160
Municipal Offices	19,850	13,667	18,068	7,210	5,192	2,018	38.9%	18,050
Laboratories	-	300	300	148	200	(52)	-25.9%	290
Depots	4,676	2,050	4,820	1,002	2,730	(1,728)	-63.3%	4,820
Housing	20,163	76,583	53,242	6,839	11,927	(5,088)	-42.7%	53,240
Social Housing	20,163	76,583	53,242	6,839	11,927	(5,088)	-42.7%	53,240
<b>Intangible Assets</b>	<b>2,282</b>	<b>2,500</b>	<b>10,227</b>	<b>7,381</b>	<b>6,798</b>	<b>583</b>	<b>8.6%</b>	<b>10,227</b>
Licences and Rights	2,282	2,500	10,227	7,381	6,798	583	8.6%	10,227
Computer Software and Applications	2,282	2,500	10,227	7,381	6,798	583	8.6%	10,227
<b>Computer Equipment</b>	<b>79,127</b>	<b>67,940</b>	<b>122,566</b>	<b>44,529</b>	<b>71,388</b>	<b>(26,859)</b>	<b>-37.6%</b>	<b>116,862</b>
Computer Equipment	79,127	67,940	122,566	44,529	71,388	(26,859)	-37.6%	116,862
<b>Furniture and Office Equipment</b>	<b>14,557</b>	<b>16,839</b>	<b>18,102</b>	<b>9,124</b>	<b>9,738</b>	<b>(615)</b>	<b>-6.3%</b>	<b>16,370</b>
Furniture and Office Equipment	14,557	16,839	18,102	9,124	9,738	(615)	-6.3%	16,370
<b>Machinery and Equipment</b>	<b>56,922</b>	<b>29,100</b>	<b>67,329</b>	<b>23,679</b>	<b>23,134</b>	<b>545</b>	<b>2.4%</b>	<b>66,718</b>
Machinery and Equipment	56,922	29,100	67,329	23,679	23,134	545	2.4%	66,718
<b>Transport Assets</b>	<b>302,131</b>	<b>211,700</b>	<b>370,663</b>	<b>200,336</b>	<b>189,547</b>	<b>10,789</b>	<b>5.7%</b>	<b>370,363</b>
Transport Assets	302,131	211,700	370,663	200,336	189,547	10,789	5.7%	370,363
<b>Total Capital Expenditure on renewal of existing assets</b>	<b>1,517,547</b>	<b>1,884,144</b>	<b>1,816,370</b>	<b>824,505</b>	<b>1,013,474</b>	<b>(188,969)</b>	<b>-18.6%</b>	<b>1,683,243</b>

**Table SC13e Monthly Budget Statement - capital expenditure on upgrading 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								
<b>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</b>								
<b>Infrastructure</b>	<b>745,132</b>	<b>1,413,444</b>	<b>799,242</b>	<b>302,377</b>	<b>422,273</b>	<b>(119,896)</b>	<b>-28.4%</b>	<b>780,988</b>
Roads Infrastructure	176,127	303,053	228,637	88,375	107,843	(19,467)	-18.1%	213,578
Roads	176,127	303,053	228,637	88,375	107,843	(19,467)	-18.1%	213,578
Storm water Infrastructure	3,015	9,200	8,200	644	6,510	(5,866)	-90.1%	8,200
Drainage Collection	3,015	9,200	8,200	644	6,510	(5,866)	-90.1%	8,200
Electrical Infrastructure	108,642	62,338	40,003	23,156	9,967	13,189	132.3%	40,003
HV Substations	108,642	62,338	40,003	23,156	9,967	13,189	132.3%	40,003
Water Supply Infrastructure	69,311	116,975	149,918	51,573	92,829	(41,256)	-44.4%	144,233
Reservoirs	5,028	16,575	13,661	948	11,575	(10,627)	-91.8%	13,650
Distribution	64,283	100,400	136,257	50,625	81,254	(30,629)	-37.7%	130,583
Sanitation Infrastructure	346,023	674,202	321,893	131,193	186,024	(54,832)	-29.5%	326,843
Pump Station	16,013	–	7,494	–	1,287	(1,287)	-100.0%	4,494
Reticulation	65,341	7,800	10,500	1,174	8,000	(6,826)	-85.3%	9,000
Waste Water Treatment Works	264,669	666,402	303,899	130,018	176,737	(46,719)	-26.4%	313,349
Solid Waste Infrastructure	42,013	247,676	50,591	7,436	19,100	(11,664)	-61.1%	48,131
Landfill Sites	42,013	247,676	50,591	7,436	19,100	(11,664)	-61.1%	48,131
<b>Community Assets</b>	<b>171,298</b>	<b>238,230</b>	<b>260,218</b>	<b>91,496</b>	<b>129,476</b>	<b>(37,981)</b>	<b>-29.3%</b>	<b>247,552</b>
Community Facilities	124,632	198,803	180,649	61,456	86,858	(25,402)	-29.2%	176,719
Halls	2,958	1,680	1,928	1,256	1,928	(671)	-34.8%	1,928
Centres	4,351	8,550	10,676	970	2,056	(1,085)	-52.8%	10,676
Clinics/Care Centres	9,261	34,654	42,500	8,580	8,457	124	1.5%	41,000
Fire/Ambulance Stations	–	7,970	13,163	5,611	10,248	(4,637)	-45.2%	13,163
Testing Stations	2,141	–	–	–	–	–	–	–
Museums	2,221	2,500	3,017	–	850	(850)	-100.0%	3,017
Theatres	67	–	–	–	–	–	–	–
Libraries	4,032	8,675	9,581	4,039	5,187	(1,148)	-22.1%	9,081
Cemeteries/Crematoria	7,498	12,800	9,235	1,004	3,710	(2,706)	-72.9%	9,235
Public Open Space	66,242	52,625	47,099	26,017	34,747	(8,730)	-25.1%	45,169
Nature Reserves	215	11,490	13,120	1,361	1,002	359	35.8%	13,120
Public Ablution Facilities	23,010	2,500	4,773	1,923	1,923	(0)	0.0%	4,773
Markets	86	–	–	–	–	–	–	–
Taxi Ranks/Bus Terminals	2,549	55,360	25,558	10,694	16,751	(6,057)	-36.2%	25,558
Sport and Recreation Facilities	46,666	39,427	79,569	30,040	42,619	(12,579)	-29.5%	70,832
Indoor Facilities	–	960	991	–	431	(431)	-100.0%	991
Outdoor Facilities	46,666	38,467	78,578	30,040	42,188	(12,148)	-28.8%	69,841
<b>Heritage assets</b>	<b>7,580</b>	<b>–</b>	<b>1,315</b>	<b>865</b>	<b>865</b>	<b>(0)</b>	<b>0.0%</b>	<b>1,315</b>
Monuments	7,580	–	1,315	865	865	(0)	0.0%	1,315
<b>Other assets</b>	<b>287,846</b>	<b>269,581</b>	<b>281,474</b>	<b>106,762</b>	<b>178,877</b>	<b>(72,114)</b>	<b>-40.3%</b>	<b>263,455</b>
Operational Buildings	207,620	244,758	247,705	81,224	150,175	(68,951)	-45.9%	229,686
Municipal Offices	160,524	109,948	118,576	34,359	56,457	(22,098)	-39.1%	104,534
Yards	–	–	81	76	–	76	100.0%	100
Training Centres	43	–	–	–	–	–	–	–
Depots	47,053	134,810	129,048	46,789	93,719	(46,929)	-50.1%	125,053
Housing	80,226	24,822	33,769	25,538	28,701	(3,163)	-11.0%	33,769
Social Housing	80,226	24,822	33,769	25,538	28,701	(3,163)	-11.0%	33,769
<b>Intangible Assets</b>	<b>7,205</b>	<b>12,450</b>	<b>23,623</b>	<b>15,376</b>	<b>14,117</b>	<b>1,259</b>	<b>8.9%</b>	<b>23,623</b>
Licences and Rights	7,205	12,450	23,623	15,376	14,117	1,259	8.9%	23,623
Computer Software and Applications	7,205	12,450	23,623	15,376	14,117	1,259	8.9%	23,623
<b>Computer Equipment</b>	<b>13,064</b>	<b>8,952</b>	<b>233</b>	<b>225</b>	<b>233</b>	<b>(9)</b>	<b>-3.6%</b>	<b>231</b>
Computer Equipment	13,064	8,952	233	225	233	(9)	-3.6%	231
<b>Furniture and Office Equipment</b>	<b>16,576</b>	<b>17,176</b>	<b>12,349</b>	<b>1,889</b>	<b>3,652</b>	<b>(1,763)</b>	<b>-48.3%</b>	<b>8,489</b>
Furniture and Office Equipment	16,576	17,176	12,349	1,889	3,652	(1,763)	-48.3%	8,489
<b>Machinery and Equipment</b>	<b>1,616</b>	<b>10,995</b>	<b>10,425</b>	<b>5,280</b>	<b>7,939</b>	<b>(2,659)</b>	<b>-33.5%</b>	<b>27,125</b>
Machinery and Equipment	1,616	10,995	10,425	5,280	7,939	(2,659)	-33.5%	27,125
<b>Total Capital Expenditure on upgrading of existing assets</b>	<b>1,250,317</b>	<b>1,970,828</b>	<b>1,388,880</b>	<b>524,270</b>	<b>757,432</b>	<b>(233,162)</b>	<b>-30.8%</b>	<b>1,352,779</b>



**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
<b>R thousands</b>								
<b>Repairs and maintenance expenditure by Asset Class/Sub-class</b>								
<b>Infrastructure</b>	<b>2,000,480</b>	<b>2,161,718</b>	<b>2,061,207</b>	<b>1,239,338</b>	<b>1,424,455</b>	<b>185,116</b>	<b>13.0%</b>	<b>2,061,207</b>
Roads Infrastructure	588,798	671,164	659,649	405,823	432,798	(26,975)	-6.2%	659,649
Roads	588,798	671,164	659,649	405,823	432,798	(26,975)	-6.2%	659,649
Storm water Infrastructure	—	—	—	—	—	—	—	—
Drainage Collection	—	—	—	—	—	—	—	—
Electrical Infrastructure	484,296	536,787	534,516	344,355	377,905	(33,550)	-8.9%	534,516
Power Plants	17,371	22,646	22,646	12,471	15,863	(3,392)	-21.4%	22,646
HV Substations	31,369	31,262	31,259	19,943	21,881	(1,938)	-8.9%	31,259
MV Substations	363,016	393,574	391,309	228,584	277,194	(48,610)	-17.5%	391,309
LV Networks	72,540	89,305	89,302	83,357	62,967	20,390	32.4%	89,302
Water Supply Infrastructure	487,625	548,620	485,599	251,898	352,594	(100,696)	-28.6%	485,599
Reservoirs	42,334	50,545	42,018	17,244	29,023	(11,779)	-40.6%	42,018
Pump Stations	35,191	71,014	69,675	15,359	49,860	(34,501)	-69.2%	69,675
Water Treatment Works	55,782	55,046	52,738	25,399	36,028	(10,629)	-29.5%	52,738
Bulk Mains	12,673	19,943	11,463	7,024	8,594	(1,569)	-18.3%	11,463
Distribution	341,644	352,072	309,705	186,872	229,089	(42,218)	-18.4%	309,705
Sanitation Infrastructure	437,208	401,043	379,581	235,857	259,964	(24,107)	-9.3%	379,581
Reticulation	309,711	270,041	248,924	194,671	175,862	18,809	10.7%	248,924
Waste Water Treatment Works	121,183	119,560	119,236	39,207	76,799	(37,592)	-48.9%	119,236
Outfall Sewers	6,314	11,443	11,421	1,978	7,302	(5,324)	-72.9%	11,421
Solid Waste Infrastructure	2,553	4,104	1,861	1,405	1,194	210	17.6%	1,861
Landfill Sites	2,553	4,104	1,861	1,405	1,194	210	17.6%	1,861
<b>Community Assets</b>	<b>496,660</b>	<b>344,806</b>	<b>376,984</b>	<b>308,766</b>	<b>228,082</b>	<b>80,683</b>	<b>35.4%</b>	<b>376,984</b>
Community Facilities	117,431	100,533	109,565	61,656	65,210	(3,554)	-5.4%	109,565
Halls	46,195	37,591	45,505	21,411	27,106	(5,695)	-21.0%	45,505
Centres	8,356	6,647	9,638	6,265	5,248	1,017	19.4%	9,638
Clinics/Care Centres	16,468	6,494	6,181	8,091	4,561	3,530	77.4%	6,181
Fire/Ambulance Stations	2,031	2,712	4,677	947	2,234	(1,287)	-57.6%	4,677
Testing Stations	—	—	—	—	—	—	—	—
Libraries	15,861	24,857	19,415	11,772	12,591	(820)	-6.5%	19,415
Cemeteries/Crematoria	12,813	10,589	10,586	5,436	4,930	507	10.3%	10,586
Public Open Space	—	—	—	—	—	—	—	—
Nature Reserves	5,346	4,722	4,643	2,974	2,991	(16)	-0.5%	4,643
Public Ablution Facilities	10,129	6,657	6,655	4,757	4,617	139	3.0%	6,655
Markets	234	264	2,264	3	932	(929)	-99.6%	2,264
Sport and Recreation Facilities	379,229	244,273	267,420	247,109	162,872	84,237	51.7%	267,420
Indoor Facilities	781	5	25	19	25	(7)	-26.5%	25
Outdoor Facilities	378,448	244,268	267,394	247,090	162,847	84,244	51.7%	267,394

Table continues on next page.

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b><u>Heritage assets</u></b>	<b>730</b>	<b>1,928</b>	<b>1,921</b>	<b>166</b>	<b>518</b>	<b>(352)</b>	<b>-68.0%</b>	<b>1,921</b>
Works of Art	730	1,928	1,921	166	518	(352)	-68.0%	1,921
<b><u>Investment properties</u></b>	<b>20,726</b>	<b>20,710</b>	<b>3,855</b>	<b>1,752</b>	<b>2,824</b>	<b>(1,073)</b>	<b>-38.0%</b>	<b>3,855</b>
Revenue Generating	229	16	41	105	32	73	224.1%	41
Improved Property	229	16	41	105	32	73	224.1%	41
Non-revenue Generating	20,497	20,694	3,814	1,647	2,792	(1,145)	-41.0%	3,814
Unimproved Property	20,497	20,694	3,814	1,647	2,792	(1,145)	-41.0%	3,814
<b><u>Other assets</u></b>	<b>143,284</b>	<b>177,353</b>	<b>278,735</b>	<b>67,171</b>	<b>151,589</b>	<b>(84,418)</b>	<b>-55.7%</b>	<b>278,735</b>
Operational Buildings	143,284	177,353	278,735	67,171	151,589	(84,418)	-55.7%	278,735
Municipal Offices	141,313	172,345	273,678	66,669	147,691	(81,022)	-54.9%	273,678
Laboratories	1,628	1,930	1,928	294	1,564	(1,270)	-81.2%	1,928
Training Centres	331	273	324	175	243	(68)	-28.1%	324
Depots	12	2,805	2,805	34	2,091	(2,057)	-98.4%	2,805
<b><u>Computer Equipment</u></b>	<b>246,521</b>	<b>269,549</b>	<b>269,774</b>	<b>135,388</b>	<b>176,072</b>	<b>(40,683)</b>	<b>-23.1%</b>	<b>269,774</b>
Computer Equipment	246,521	269,549	269,774	135,388	176,072	(40,683)	-23.1%	269,774
<b><u>Furniture and Office Equipment</u></b>	<b>430,696</b>	<b>551,321</b>	<b>541,082</b>	<b>334,885</b>	<b>354,527</b>	<b>(19,642)</b>	<b>-5.5%</b>	<b>541,082</b>
Furniture and Office Equipment	430,696	551,321	541,082	334,885	354,527	(19,642)	-5.5%	541,082
<b><u>Transport Assets</u></b>	<b>470,969</b>	<b>447,079</b>	<b>422,602</b>	<b>323,399</b>	<b>292,202</b>	<b>31,197</b>	<b>10.7%</b>	<b>422,602</b>
Transport Assets	470,969	447,079	422,602	323,399	292,202	31,197	10.7%	422,602
<b>Total Repairs and Maintenance Expenditure</b>	<b>3,810,065</b>	<b>3,974,465</b>	<b>3,956,159</b>	<b>2,410,865</b>	<b>2,630,269</b>	<b>(219,404)</b>	<b>-8.3%</b>	<b>3,956,159</b>

**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
<b>R thousands</b>								
<b>Depreciation by Asset Class/Sub-class</b>								
<b>Infrastructure</b>	<b>1,141,038</b>	<b>1,264,113</b>	<b>1,215,201</b>	<b>905,305</b>	<b>811,499</b>	<b>93,806</b>	<b>11.6%</b>	<b>1,215,201</b>
Roads Infrastructure	328,532	355,019	378,252	282,578	283,689	(1,111)	-0.4%	378,252
Roads	328,532	355,019	274,875	205,884	206,156	(272)	-0.1%	274,875
Road Structures	–	–	66,702	49,164	50,026	(862)	-1.7%	66,702
Road Furniture	–	–	36,676	27,530	27,507	23	0.1%	36,676
Storm water Infrastructure	43,542	53,592	44,564	33,340	33,423	(83)	-0.2%	44,564
Drainage Collection	43,542	53,592	44,564	33,340	33,423	(83)	-0.2%	44,564
Electrical Infrastructure	222,834	251,637	220,682	165,207	165,512	(304)	-0.2%	220,682
Power Plants	6,959	6,955	6,955	5,216	5,216	(0)	0.0%	6,955
HV Substations	19,357	38,916	(0)	–	(0)	0	-100.0%	(0)
HV Transmission Conductors	–	–	14,594	10,945	10,945	0	0.0%	14,594
MV Substations	43,557	44,658	5,011	3,229	3,758	(530)	-14.1%	5,011
MV Switching Stations	–	–	52,041	39,040	39,031	9	0.0%	52,041
MV Networks	96,594	100,809	103,065	77,515	77,299	216	0.3%	103,065
LV Networks	56,368	60,299	39,017	29,262	29,262	(0)	0.0%	39,017
Water Supply Infrastructure	212,271	263,049	230,278	169,415	172,708	(3,293)	-1.9%	230,278
Reservoirs	21,219	39,651	21,951	16,174	16,463	(289)	-1.8%	21,951
Pump Stations	4,850	4,776	5,456	4,092	4,092	(0)	0.0%	5,456
Water Treatment Works	26,573	26,143	26,178	19,683	19,634	49	0.3%	26,178
Bulk Mains	10,256	20,747	11,461	7,758	8,596	(838)	-9.8%	11,461
Distribution	149,373	171,732	165,231	121,709	123,923	(2,214)	-1.8%	165,231
Sanitation Infrastructure	243,107	257,283	258,948	193,077	106,531	86,547	81.2%	258,948
Pump Station	5,766	7,239	7,327	5,285	2,933	2,352	80.2%	7,327
Reticulation	145,333	153,806	154,235	115,477	63,436	52,041	82.0%	154,235
Waste Water Treatment Works	83,326	87,779	85,245	63,725	35,389	28,336	80.1%	85,245
Outfall Sewers	8,682	8,460	12,142	8,590	4,772	3,818	80.0%	12,142
Solid Waste Infrastructure	57,111	48,690	39,475	29,373	17,385	11,988	69.0%	39,475
Landfill Sites	57,111	48,690	39,475	29,373	17,385	11,988	69.0%	39,475
Coastal Infrastructure	–	–	4,474	3,297	3,356	(58)	-1.7%	4,474
Promenades	–	–	4,474	3,297	3,356	(58)	-1.7%	4,474
Information and Communication Infrastructure	33,640	34,843	38,528	29,018	28,896	122	0.4%	38,528
Data Centres	33,640	34,843	–	–	–	–	–	–
Core Layers	–	–	6,586	4,929	4,939	(10)	-0.2%	6,586
Distribution Layers	–	–	31,942	24,088	23,956	132	0.6%	31,942
<b>Community Assets</b>	<b>323,434</b>	<b>323,437</b>	<b>356,415</b>	<b>266,716</b>	<b>267,311</b>	<b>(595)</b>	<b>-0.2%</b>	<b>356,415</b>
Community Facilities	105,145	104,930	143,633	107,218	107,725	(507)	-0.5%	143,633
Halls	2,701	2,678	2,718	2,038	2,038	0	0.0%	2,718
Centres	3,760	4,512	45,755	34,127	34,316	(189)	-0.5%	45,755
Clinics/Care Centres	5,718	5,953	5,933	4,382	4,450	(68)	-1.5%	5,933
Fire/Ambulance Stations	1,695	2,086	1,755	1,273	1,316	(44)	-3.3%	1,755
Testing Stations	1,071	1,141	1,089	803	816	(13)	-1.6%	1,089
Museums	192	226	193	144	145	(0)	-0.3%	193
Theatres	47	48	112	84	84	(0)	0.0%	112
Libraries	5,244	5,616	5,271	3,952	3,953	(1)	0.0%	5,271
Cemeteries/Crematoria	3,186	3,585	3,310	2,433	2,483	(50)	-2.0%	3,310
Public Open Space	16,257	15,663	14,597	10,797	10,948	(151)	-1.4%	14,597
Nature Reserves	378	1,090	378	283	283	(0)	0.0%	378
Public Ablution Facilities	1,894	2,359	1,941	1,460	1,456	4	0.3%	1,941
Markets	1,499	1,501	1,508	1,131	1,131	(1)	-0.1%	1,508
Airports	4	4	4	3	3	(0)	0.0%	4
Taxi Ranks/Bus Terminals	61,498	58,467	59,068	44,307	44,301	6	0.0%	59,068
Sport and Recreation Facilities	218,289	218,506	212,782	159,498	159,587	(89)	-0.1%	212,782
Indoor Facilities	9,096	8,959	6,266	4,699	4,699	(0)	0.0%	6,266
Outdoor Facilities	209,194	209,547	206,517	154,799	154,887	(89)	-0.1%	206,517

Table continues on next page.

## City of Cape Town: S52 Annexure A – 2019 Q3 (March 2019)

Description	2017/18	Budget Year 2018/19						
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>								
<b><u>Depreciation by Asset Class/Sub-class</u></b>								
<b><u>Investment properties</u></b>	<b>1,714</b>	<b>1,714</b>	<b>1,714</b>	<b>1,285</b>	<b>1,285</b>	<b>0</b>	<b>0.0%</b>	<b>1,714</b>
Revenue Generating	1,714	1,714	1,714	1,285	1,285	0	0.0%	1,714
Improved Property	1,714	1,714	1,714	1,285	1,285	0	0.0%	1,714
<b><u>Other assets</u></b>	<b>255,376</b>	<b>260,924</b>	<b>252,373</b>	<b>188,841</b>	<b>189,280</b>	<b>(439)</b>	<b>-0.2%</b>	<b>252,373</b>
Operational Buildings	158,157	161,260	153,440	114,792	115,080	(288)	-0.3%	153,440
Municipal Offices	136,180	138,295	3,577	2,458	2,683	(225)	-8.4%	3,577
Workshops	–	–	27,841	20,551	20,880	(330)	-1.6%	27,841
Yards	212	212	0	–	0	(0)	–	0
Laboratories	124	121	0	–	0	(0)	–	0
Training Centres	289	298	296	217	222	(5)	-2.5%	296
Manufacturing Plant	–	–	6,970	5,227	5,227	(0)	0.0%	6,970
Depots	21,351	22,334	114,757	86,339	86,068	272	0.3%	114,757
Housing	97,219	99,665	98,933	74,049	74,200	(151)	-0.2%	98,933
Social Housing	97,219	99,665	98,933	74,049	74,200	(151)	-0.2%	98,933
<b><u>Intangible Assets</u></b>	<b>154,677</b>	<b>121,872</b>	<b>147,222</b>	<b>108,326</b>	<b>110,417</b>	<b>(2,090)</b>	<b>-1.9%</b>	<b>147,222</b>
Licences and Rights	154,677	121,872	147,222	108,326	110,417	(2,090)	-1.9%	147,222
Computer Software and Applications	84,496	51,692	77,042	55,691	57,782	(2,090)	-3.6%	77,042
Unspecified	70,180	70,180	70,180	52,635	52,635	(0)	0.0%	70,180
<b><u>Computer Equipment</u></b>	<b>232,043</b>	<b>223,487</b>	<b>239,824</b>	<b>160,445</b>	<b>179,868</b>	<b>(19,424)</b>	<b>-10.8%</b>	<b>239,824</b>
Computer Equipment	232,043	223,487	239,824	160,445	179,868	(19,424)	-10.8%	239,824
<b><u>Furniture and Office Equipment</u></b>	<b>117,884</b>	<b>120,641</b>	<b>110,679</b>	<b>79,798</b>	<b>83,010</b>	<b>(3,211)</b>	<b>-3.9%</b>	<b>110,679</b>
Furniture and Office Equipment	117,884	120,641	110,679	79,798	83,010	(3,211)	-3.9%	110,679
<b><u>Machinery and Equipment</u></b>	<b>57,585</b>	<b>98,414</b>	<b>118,526</b>	<b>71,604</b>	<b>88,895</b>	<b>(17,291)</b>	<b>-19.5%</b>	<b>118,526</b>
Machinery and Equipment	57,585	98,414	118,526	71,604	88,895	(17,291)	-19.5%	118,526
<b><u>Transport Assets</u></b>	<b>294,810</b>	<b>333,234</b>	<b>341,385</b>	<b>245,762</b>	<b>256,039</b>	<b>(10,276)</b>	<b>-4.0%</b>	<b>341,385</b>
Transport Assets	294,810	333,234	341,385	245,762	256,039	(10,276)	-4.0%	341,385
Land	–	66,457	66,457	–	–	–	0.0%	66,457
Land	–	66,457	66,457	–	–	–	–	66,457
Zoo's, Marine and Non-biological Animals	–	–	211	160	158	2	1.2%	211
Zoo's, Marine and Non-biological Animals	–	–	211	160	158	2	1.2%	211
<b>Total Depreciation</b>	<b>2,578,561</b>	<b>2,814,293</b>	<b>2,850,008</b>	<b>2,028,243</b>	<b>1,987,761</b>	<b>40,481</b>	<b>2.0%</b>	<b>2,850,008</b>

## 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 **31 March 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 -04- 11