

1.3 Capital expenditure

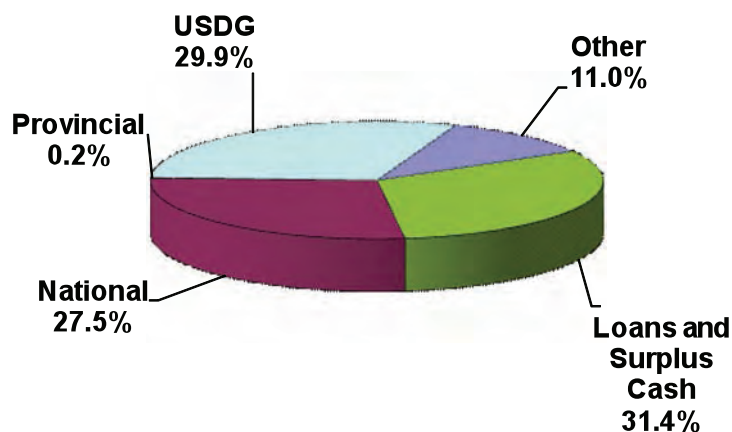
The proposed capital budget projects a spending plan of approximately R16.7 billion over the next three-year period.

The table below reflects the medium term capital budget over the next three years.

Funding Source	Adj Bud 2011/12 R 000	Budget 2012/13 R 000	Estimate 2013/14 R 000	Estimate 2014/15 R 000
Loan Funding	1 000 000	1 314 000	1 668 000	2 968 000
CRR and Surplus Cash	248 844	22 642	21 600	824 008
Grants and Contributions	2 500 359	2 924 925	3 346 109	3 582 734
Total	3 749 203	4 261 567	5 035 709	7 374 742

The total capital budget for the 2012/13 financial year amounts to R4.3 billion. Approximately R1.2 billion of the capital budget will be funded by the City, and R3 billion from grants and public contributions.

Funding Sources for 2012/13



- R1.3 billion of capital will be funded from loans.
- R22.6 million of capital will be funded through cash.
- R1.2 billion will be funded from grants received from National (EPWP – R86.7 million, National Electrification – R33 million, NDPG – R70.8 million and PTIS – R970.2 million).
- R8 million will be funded from grants received from Province.
- R1.3 billion will be funded through the new Urban Settlement Development Grant (USDG).
- R470.3 million will be funded from other sources (R250 million for demand-side management levies and R220.3 million mainly from public/bulk service contributions).