

**BUFFALO CITY METROPOLITAN MUNICIPALITY
OPERATING EXPENDITURE REPORT AS AT 31 MAY 2017**

Project Name	Funding Source	2016-2017 Mid-Year Adjusted Operating Projects After Virements	YTD Expenditure (incl.vat)	Available budget (incl.vat)	% Expenditure (incl.vat)	Comments
DIRECTORATE OF EXECUTIVE SUPPORT SERVICES						
Review of IEMP& CZMP	Own Funds	250 000	0	250 000	0%	The order has been issued by SCM, goods will be delivered in the next three weeks.
International Project Activities	Galve c/o	229 000	0	229 000	0%	Budget will be spent early June 2017 on International Travel Expenses. There is a Steering Committee scheduled for end of May 2017 to Gavle, Sweden.
Lighting Project	Glasgow	89 858	0	89 858	0%	Alternative Lighting Project will be explored due to institutional capacity challenges in developing specifications for the lighting of the Bridge.
TOTAL : EXECUTIVE SUPPORT SERVICES		568 858	0	568 858	0%	
DIRECTORATE OF THE CITY MANAGER						
Project Management Funding - EPMO Unit Salaries	USDG	20 444 970	17 809 359	2 635 611	87%	Project is ongoing and is on track.
Expanded Public Works Programme	EPWP	1 188 000	855 768	332 232	72%	Projects are on going and expenditure is monitored.
MSCOA Data Man Wareh. & System Int- Phase	Own Funds	6 000 000	0	6 000 000	0%	Order which was erroneously cancelled against the Audit Improvement Plan vote would be re-generated against this vote for R4.2 million.
Customer Satisfaction Survey	Own Funds	1 790 000	821 327	968 673	46%	Project on Track: Invoice for Phase 4 received-to be processed in June 2017. Project to be concluded by 30 June 2017. Final payment to be made on completion of project and submission of close-out report by 30 June 2017.
Customer Satisfaction Survey c/o	Own Funds	211 002	0	211 002	0%	Project on Track: Invoice for Phase 4 received-to be processed in June 2017. Project to be concluded by 30 June 2017. Final payment to be made on completion of project and submission of close-out report by 30 June 2017.
BCMM Research Strategy and Agenda c/o	Own Funds	397 288	375 000	22 288	94%	Project Completed- remaining funds to be declared as savings and returned to finance
BCMM Research Strategy and Agenda	Own Funds	400 000	315 000	85 000	79%	Project Completed- invoice for final payment received and in process of being paid
Development of Innovation Strategy	Own Funds	304 675	4 675	300 000	2%	Tender awarded by BAC,.Full expenditure expected by 30 June 2017, on completion of Inception Report and first phase of Data Collection by Service Provider
Development and Review of By-Laws	Own Funds	500 000	608 902	-108 902	122%	Communications with portfolio heads to effect discussions on the drafts and introduce same to whole council for adoption. To await correspondence from the heads on further contributions from legal services and officials from directorates.
Share Point	Own Funds	1 500 000	0	1 500 000	0%	Citizen Engagement App Microsoft Azyre will be generated against this vote end of May 2017 for R3.2 million through Microsoft.
Website Phase 2	Own Funds	200 000	0	200 000	0%	Citizen Engagement App Microsoft Azyre will be generated against this vote end of May 2017 through Microsoft.
TOTAL : CITY MANAGER		32 935 935	20 790 031	12 145 904	63%	
DIRECTORATE OF HUMAN SETTLEMENTS						
Cluster 1 (Masibambane; Masibulele; Velwano; Ilinge and Dacawa) P5	HSDG	8 500 000	6 823 705	1 676 295	80%	The contractor is off site, the works have been suspended until the department receive approval of General plans for Dacawa and Masibulele
Cluster 2 (Chris Hani 3; Winnie Mandela; Deluxolo Village; Sisulu Village; Francis Mei; Mahlangu Village, Mathemba Vuso, Gwentshe) P5 (Name Change)	HSDG	19 550 000	8 258 452	11 291 548	42%	The project is progressing, there is a discussion between the Client (BCMM)and the contractor regarding possible scope reduction from 922 to 268 due to unavailable sites.
Cluster 3 (Fynbos 1; Fynbos 2; Ndancama,) P5	HSDG	66 500 761	34 772 111	31 728 650	52%	The contractor is on site proceeding with the works, more budget is needed to proceed till the end on this financial year.
Reeston Phase 3 Stage 3 P5	HSDG	3 500 000	3 105 035	394 965	89%	The project has been completed,but excludes the 66 sites that needs to be transferred from Amathole land to BCMM,still waiting for the land department to advise
Disaster Project - Tsholomnqa	HSDG	13 000 000	240 010	12 759 990	2%	The contractor is on site proceeding with the construction of houses, project will be completed in December 2017
Peelton Cluster (Majali, Mdange, Kwatrain, Nkqonqweni, Drayini & Esixekweni) - P5	HSDG	30 735 239	18 760 500	11 974 739	61%	Contractor on site proceeding with the work in both areas Majali and Nkqonqweni.
Sunny South	HSDG	5 000	3 144	1 856	63%	Project has been completed.
Recostruction of Storm Damages Houses	HSDG	2 000 000	0	2 000 000	0%	Project has been completed.The allocation budget is for the professional team.

**BUFFALO CITY METROPOLITAN MUNICIPALITY
OPERATING EXPENDITURE REPORT AS AT 31 MAY 2017**

Project Name	Funding Source	2016-2017 Mid-Year Adjusted Operating Projects After Virements	YTD Expenditure (incl.vat)	Available budget (incl.vat)	% Expenditure (incl.vat)	Comments
Feasibility Study for DVRI Business Plans	Own Funds	150 245	150 243	2	100%	The project has been completed and funds have been fully utilised
Beneficiary Verification Projects	Own Funds	500 000	0	500 000	0%	The Service provider is on site and expenditure is expected before the end of June 2017.
Mdantsane Sharing Houses Dispute	Own Funds	100 000	78 385	21 615	78%	Appointed Attorneys are busy attending to sharing disputes and expenditure will be expected once cases resolved which the process is still ongoing.
Transfers	HSDG	11 000	9 858	1 142	90%	The project has been completed.
DVRI Pilot Project c/o	HSDG c/o	748 494	0	748 494	0%	The contract is on standstill,waiting for legal opinion to continue with the works.
Pilot Housing Project c/o	HSDG c/o	268 793	0	268 793	0%	The contract is on standstill,waiting for legal opinion to continue with the works.
TOTAL: HUMAN SETTLEMENTS		145 569 532	72 201 442	73 368 090	50%	
DIRECTORATE OF FINANCE						
Directorates Financial Management Capacity Project	Own Funds	700 000	471 127	228 873	67%	Project is in progress. Five (5) Temporary workers have been appointed to update the asset registers and the funds will be utilised before the end of the financial year.
Audit Improvement Plan	Own Funds	4 150 000	1 973 431	2 176 569	48%	The institution undertook a recruitment process for 4 individuals. The process concluded on 6 August 2016 with the appointment of 3 staff on a 12 month contract. The institution has currently appointed a service provider to assist with the section 32 investigative process as required by MPAC. The service provider has presented information to MPAC and is currently performing ongoing work on irregular expenditure. This work is resulting in a report being tabled to Council in June 2017
Standard Chart Of Accounts(SCOA)	Own Funds	9 299 700	7 823 323	1 476 377	84%	Project is progressing well as 84% of the funds have been utilised. The remaining budget will be utilised fully before the end of the financial year.
Financial Technical Support	Own Funds	1 000 000	699 523	300 477	70%	Project is progressing well as 70% of the funds have been utilised for asset management project. The remaining budget will be utilised fully before the end of the financial year.
Remuneration of Interns	FMG	830 652	646 070	184 582	78%	Spending is progressive as current interns have been remunerated accordingly. Three more interns have been appointed from 01 November 2016, and this has resulted in the expenditure increasing accordingly.
Training of interns and officials	FMG	419 348	437 758	-18 410	104%	The budget has been fully utilised for the payment of the Municipal Finance Management Programme (MFMP) which commenced in May 2017 as well as training on Caseware financial system.
Immovable Assets Project	Own Funds	10 000 000	2 356 957	7 643 043	24%	The project is in progress. We are expecting an invoice for the Fixed Asset Register update of the third quarter, estimated at R688 000. There is invoices awaiting approval for additional charges on audit support which were sent to SCM for approval of variation order (amounting to R891 000). Backlog studies, underground valuation and long term financial plan are deliverables that have not been finalised by the service provider. We are expecting completion of backlog study reports and invoice thereof prior to end of the financial year, amounting to R4.9Million. Underground verification to be finalised before end of the financial year and the expected cost is R1.4 Million. Preparation of Long Term Financial Plan is expected to cost R926 000.Last deliverable is skills transfer with expected cost of R300 000, which is dependant on establishment of the asset management unit.
Financial Systems - Revenue	Own Funds	3 000 000	2 989 177	10 823	100%	The budget has been spent in terms of BCMM's contractual obligation in terms of the services rendered.
Smart Metering System	Own Funds	3 500 000	2 804 182	695 818	80%	The project has been advertised and tender briefing has been conducted. The expenditure incurred to date is for tender advertisement and billing meter reading system.
Revenue Enhancement Strategy	Own Funds	2 500 000	778 018	1 721 982	31%	Additional expenditure in the amount of R813280 was incurred for the month of May 2017 which will reflect in June 2017 which increases the expenditure for May 2017 to 64%. Related to the Business Billing Audit the project has commenced and expenditure related to this project is envisaged for June 2017.
General Valuations Roll 2017	Own Funds	8 700 000	2 805 121	5 894 879	32%	Invoices amounting to R2,249,238.66 for the month of May have been received and will be processed during the month of June 2017. Low expenditure was due to the late delivery of Aerial photography imagery which slowed data collection, however, this has since been delivered on 13 May 2017, which increased production.
TOTAL : FINANCE		44 099 700	23 784 686	20 315 014	54%	

**BUFFALO CITY METROPOLITAN MUNICIPALITY
OPERATING EXPENDITURE REPORT AS AT 31 MAY 2017**

Project Name	Funding Source	2016-2017 Mid-Year Adjusted Operating Projects After Virements	YTD Expenditure (incl.vat)	Available budget (incl.vat)	% Expenditure (incl.vat)	Comments
DIRECTORATE CORPORATE SERVICES						
Infrastructure Skills Development	ISDG	8 900 000	5 892 588	3 007 412	66%	Funds only used for payment of stipends to 12 ISDG interns who are finishing up the program. The recruitment process of 10 interns has been completed and 4 mentors started on the 1st of April 2017, with additional mentor expected to start on 01 July 2017. Behavioural assessment of the new intern has been deferred to next financial year in order to accommodate new additional interns to recruitment. We have committed funds of about R 2,764,352.70 and roll over of R 1,627,689.40 for this current financial year.
TOTAL : CORPORATE SERVICES		8 900 000	5 892 588	3 007 412	66%	
DIRECTORATE OF INFRASTRUCTURE SERVICES						
BCMM Fleet Management System - Maintenance	Own Funds	2 000 000	1 954 102	45 898	98%	The remaining funds will be paid towards Fleet Management System. The department is processing the invoice for the monitoring and maintenance of the system.
Rural Sanitation Backlog	USDG	55 000 000	56 075 119	-1 075 119	102%	Annual contract renewed in March 2017 and will end in June 2017, work on site is progressing well.
Renewable Energy Efficient Building	City of Oldenbu	495 761	0	495 761	0%	Project at planning stage for Bid Specification Committee.
TOTAL : INFRASTRUCTURE SERVICES		57 495 761	58 029 221	-533 460	101%	
DIRECTORATE OF SPATIAL PLANNING AND DEVELOPMENT						
Signage Removal	Own Funds	500 000	408 043	91 957	82%	Progressiing well, funds will be spent by June 2017.
Outdoor Advertising	Own Funds	500 000	474 810	25 190	95%	Funds will be spent by end financial year.
Municipal Planning Tribunal in terms of SPLUMA	Own Funds	250 000	0	250 000	0%	The funds will be used to pay for a workshop on the Spatial Planning and Land Use Management Act (SPLUMA) and to be arranged for Councillors and Traditional Leaders in order to afford them an opportunity to better understand what the act entails. This is as per Council resolution BCMC 177/17 of the 29 March 2017. The Workshop took place on the 31 May - 1 June 2017.
Integrated Transport Planning Project	PTIG	5 000 000	1 799 233	3 200 767	36%	The Transport Register project is progressing and meetings with the Taxi Associations have commenced. The tender for IPTN Business Plan and Operational Plan Review is currently in the bid committee process and implementation will proceed once the bid process is complete.
TOTAL : SPATIAL PLANNING AND DEVELOPMENT		6 250 000	2 682 086	3 567 914	43%	
DIRECTORATE OF ECONOMIC DEVELOPMENT & AGENCIES						
Local Economic Development Programme - LED - (Export Support, Trade Promotion & Franchise Expo)	Own Funds	2 000 000	1 957 342	42 658	98%	The BCMM Franchise expo has been hosted successfully in November 2016 and invoices have been paid. Invest Buffalo City partnership has been paid to the Border Kei Chamber of Business as per the agreement. Funding complete balance will be utilised for marketing collateral.
Capacity Building Programme	Own Funds	2 000 000	1 204 959	795 041	60%	Specifications sent to SCM for the appointment of SP to complete the remaining trainings for SMMEs, invoice for Your Home Expo to support 10 SMMEs to participate in the exhibition taking place on 15 - 18 June 2017.
Centre operations - (Mdantsane One Stop Shop, DV Business Hives, KWT; Automotive and Incubation & Dimbaza)	Own Funds	2 800 000	2 682 073	117 927	96%	The funding is allocated for the operations of the centres located in various areas such as Dimbaza, King Williams Town, Mdantsane and Duncan Village.
Strategy Development and Reviewal / Policies and By-laws	Own Funds	1 000 000	4 618	995 382	0%	Advertising for the minor reviewal of the Agricultural Sector Plan, Co-ops Strategy is underway and they will be advertised on the SCM noticeboard on 16 May 2017. Appointment of a SP to do the reviewal of the SMME Strategy is underway.
Trade and investment programmes	Own Funds	800 000	772 695	27 305	97%	Funds awaiting the finalisation of the agreement between the City and ECDC. Regarding the export development programme, documents have been forwarded to the ECDC for signature.
Agriculture and rural development support Programme - Cropping Programme & Organic Farming	Own Funds	3 900 000	484 661	3 415 339	12%	Funding allocated for planting programme. Bid was advertised and report was submitted to SCM but was withdrawn by BEC due to non-responsive of bids. Request to cancel and readvertise has been done and submitted to SCM to readvertise.

**BUFFALO CITY METROPOLITAN MUNICIPALITY
OPERATING EXPENDITURE REPORT AS AT 31 MAY 2017**

Project Name	Funding Source	2016-2017 Mid-Year Adjusted Operating Projects After Virements	YTD Expenditure (incl.vat)	Available budget (incl.vat)	% Expenditure (incl.vat)	Comments
Art, Culture and Heritage Soft Development Programme - Reburials, Film Industry & Artist Development	Own Funds	3 000 000	1 667 897	1 332 103	56%	Expenditure has been incurred towards: (1) the commemoration of the human rights month, (2) towards the Exhumation and repatriation programme, (3) towards the hosting of the workshop for the traditional leaders discussing cultural activities. A performing artist imbizo is planned for the month of May. A meeting to finalise project plan with National Heritage Council is planned for 25th May 2017 wherein payment processes and project implementation will be finalised. A film awareness programme is planned for the month of June 2017. Artist support programme is ongoing.
Tourism Events Programmes	Own Funds	5 400 000	5 926 170	-526 170	110%	The funding was allocated to fund events . 80% of events have taken place. Only 20% is still underway. All funding will be utilised by end of June 2017.
Tourism Niche Product Development - Feasibility Study	Own Funds	500 000	352 960	147 040	71%	Funding has been utilised towards the tourism ambassador program. Rural Tourism projects are currently being investigated in areas such as Pirie Dam, Ncera, Tshabo, etc. These include support to the Homestay pilot initiative.
Tourism Awareness Programme	Own Funds	200 000	126 532	73 468	63%	A tourism awareness workshop was held in March 2017. The last awareness workshop will be held in May 2017.
Dipping tanks at Zikhova village	Own Funds	520 000	0	520 000	0%	Project is complete. Expenditure to the value of R503 895.30 has incorrectly been booked against an incorrect vote. A journal correcting this mis allocated expenditure has been prepared but will reflect in June report.
Dipping tanks at Skobeni village	Own Funds	450 000	0	450 000	0%	Service provider is on site, work is 70% completed, awaiting invoice from the service provider for the first payment.
Tourism Support and Capacity Building Programme	Own Funds	200 000	66 936	133 064	33%	Two trainings are planned for the month of June 2017 i.e. Advance Cooking course as well as tour guiding.
TOTAL : ECONOMIC DEVELOPMENT & AGENCIES		22 770 000	15 246 843	7 523 157	67%	
DIRECTORATE OF HEALTH / PUBLIC SAFETY & EMERGENCY SERVICES						
Disaster Management: Education, Training and Awareness	Own Funds	250 000	0	250 000	0%	R250 000 transferred from Climate Change Resilience for completion of Contract 3153. This project is progressing well and will be completed in June 2017.
Climate Change Resilience	Own Funds	230 000	0	230 000	0%	This project will not take place in the 2016/17 financial year as the specification has not been approved. A request for R900 000 funding in 2017/18 has been submitted.
Community Safety Forums	Own Funds	20 000	0	20 000	0%	Funding will be spent by June 2017 as meetings with Province & various stakeholders has been arranged. The budget will be spent on logistical & administrative arrangements for the meeting.
TOTAL: HEALTH / PUBLIC SAFETY & EMERGENCY SERVICES		500 000	0	500 000	0%	
DIRECTORATE OF MUNICIPAL SERVICES						
Environmental Enhancement: Parks and Cemeteries	Own Funds	800 000	767 688	32 313	96%	The budget has been spent. Project completed.
Impl. Coastal Crime Prevention Unit Safety Programme	Dept of Public Works	2 469 600	1 829 087	640 513	74%	Supply Chain processes are in place to procure uniform and equipment for the unit. The remainder of the budget will be used for the stipends for the members of the Coastal protection plan until the end of the financial year.
Bush Clearing Programmes	Own Funds	750 000	731 750	18 250	98%	Project is complete. Total budget has been spent.
Grass Mowing (IDZ and Co-OPS)	Own Funds	500 000	269 228	230 772	54%	Project is ongoing and is on track.
Construction and Rehabilitation of Waste Cells - Landfill Operations	USDG	13 300 000	12 346 612	953 388	93%	Contractor is on site and project is progressing.
TOTAL : MUNICIPAL SERVICES		17 819 600	15 944 364	1 875 236	89%	
TOTAL OPERATING PROJECTS		336 909 386	214 571 262	122 338 124	64%	