

BUFFALO CITY METROPOLITAN DEVELOPMENT AGENCY

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BCMDA-FMR-002-17


Mr A Naidoo
Acting City Manager
Buffalo City Metropolitan Municipality
East London
5201

Dear Mr Naidoo

BCMDA MONTHLY PERFORMANCE REPORT – APRIL 2017

Buffalo City Metropolitan Development Agency hereby submits the monthly report as required by section 87 of the MFMA. Attached is the Financial Performance report for the month of April 2017.

Kind Regards


MR GCINUMZI QOTYWA
CHIEF EXECUTIVE OFFICER
DATE: 10/05/2017



Ref: BCMDA-SUB-034-17

Enquires: V Ntsodo

Tel: 043 101 0161

REPORT TO THE ACTING CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – APRIL 2017

1. PURPOSE

The purpose of this report is to present to the Acting City Manager the monthly budget statement of the Buffalo City Metropolitan Development Agency (BCMDA) for the month ended 30 April 2017.

2. AUTHORITY

Buffalo City Metropolitan Municipality

3. LEGISLATIVE FRAMEWORK

- Municipal Finance Management Act, 56 of 2003, section 88
- Municipal Systems Amendment Act, 44 of 2003
- Municipal Budget and Reporting Regulations, 2009
- Companies Act, 71 of 2008

4. BACKGROUND

- 4.1. In terms of section 87 (11) of the MFMA, the Accounting Officer of a municipal entity must by no later than seven working days after the end of each month submit to the Accounting Officer the entity's budget monthly statements in a prescribed format as stipulated on the MFMA.
- 4.2. This report therefore follows the legislative reporting requirements as outlined in the Municipal Budget and Reporting Regulations.

REPORT TO THE ACTING CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – APRIL 2017

5. EXECUTIVE SUMMARY ON THE IMPLEMENTATION OF THE BUDGET AND THE FINANCIAL STATE OF AFFAIRS OF THE AGENCY FOR THE PERIOD ENDING 30 APRIL 2017.

5.1. Dashboard/Performance Summary

BCMDA hereby presents its' 2016/17 budget and performance assessment report to the Acting City Manager. Below is the high-level summary of the performance of the agency.

Table 1: Performance Summary

OVERALL OPERATING RESULTS		CASH MANAGEMENT	
Income	18 860 353	Bank Balance	2 832 098
Expenditure	11 960 245	Call investments	4 665 420
Operating Surplus	6 900 108	Cash and cash equivalents	7 497 518
Capital Expenditure	1 956 336	Account Payables	(533 842)
Surplus after capital expenditure	4 943 772	Unspent conditional grants	(1 940 669)
		BCDA Closing balance	(1 681 517)
FINANCIAL		HUMAN RESOURCES	
Operating Surplus for the period	4 943 772	Total Staff Compliment	16
YTD Grants and subsidies	20 559 489	Staff Appointments	0
% Creditors paid within term	100%	Staff Terminations	1
Current ratio	2.98:1	Number of funded vacant posts	1
		Salary bill – Officials	7 781 841
		Workforce costs as a % of expenditure	55.92%

5.2. Liquidity position

BCMDA's liquidity is considered sound as the current ratio is 2.98:1, which indicates the ability of the agency's current assets to cover its current liabilities (debts). At the end of April 2017, the agency had no debtors other than anticipated refund from SARS

REPORT TO THE ACTING CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – APRIL 2017

(specifically for the months of November and December 2016) and had a small quantity of inventory items. Its current assets comprise mainly of cash and cash equivalents. As previously reported, included in the cash equivalents though is a cash balance of R1.68 million that belonged to BCDA before the establishment of the BCMDA. BCMDA has since engaged the City in so far as the expenses that were paid by BCMDA on behalf of BCDA. An invoice has been issued in this regard. A decision on how to neatly close off on BCDA's cash balance has not been communicated as yet as agreed in a meeting that was held on 22 February 2017.

5.3. Capital expenditure

The Agency has managed during its adjustments budget process to reprioritize its needs in order to cater for the capital expenditure as it was initially not budgeted for. The incurred capital expenditure for the month under review amounts to R 190 965 and is in relation to website hosting for the month and for mSCOA implementation (data migration, trial balance conversion, budget conversion assistance etc.).

5.4. Expenditure on allocations received

BCMDA has spent in total R 13.9 million (67%) to date from the grant received from its parent municipality and DEA. The expenditure at this point of the financial year is expected to be at 83.33%. The procurement process in relation to precinct plans was concluded during February and service provider was subsequently appointed. The actual work commenced in March wherein minimal expenditure was incurred GMC expenditure is also incurred below what was expected due factors explained in detail under expenditure by type.

5.5. Cash and cash equivalents

BCDMA's cash and cash equivalents at 30 April 2017 are R 7.5 million, which is made up of cash and bank account amounting to R 891 428.38, call investment balance of R 4 665 419.98 and unspent funds received from Department of Environmental Affairs (DEA) of R 1 940 669.14. The said funds are all banked with First National Bank.

**REPORT TO THE ACTING CITY MANAGER TO CONSIDER AND NOTE BCMDA'S
MONTHLY BUDGET STATEMENT – APRIL 2017**

5.6. Outstanding Creditors

The agency pays its creditors within 30 days of receipt of invoice unless there are disputes. In addition, BCMDA's Exco took a decision to pay its suppliers fortnightly to ensure that this requirement is met at all times.

6. IN YEAR BUDGET STATEMENT MAIN TABLES

6.1. Monthly Budget Statement Summary

The table below is a high-level summary of BCMDA's financial performance, capital expenditure, financial position and cash flow.

REPORT TO THE ACTING CITY MANAGER TO CONSIDER AND NOTE BCMDA'S
MONTHLY BUDGET STATEMENT – APRIL 2017

Table 2: F1: Monthly Budget Statement Summary

Buffalo City Metropolitan Development Agency SOC Ltd - Table F1 Monthly Budget Statement Summary - M10 April

Description	2015/16	Current Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	-	69	199	11	163	166	(0)	-2%	199
Transfers recognised - operational	764	18 116	18 116	3 973	15 691	18 116	(2)	-12%	18 116
Other own revenue	-	200	2 509	289	567	2 091	(2)	-73%	2 509
Total Revenue (excluding capital transfers and contributions)	764	18 385	20 824	4 273	16 621	20 372	(3 752)	(0)	20 824
Employee costs	760	12 225	9 773	1 048	7 782	8 144	(362)	(0)	9 773
Remuneration of Board Members	156	566	561	33	380	467	(88)	(0)	561
Depreciation and asset impairment	3	393	393	49	220	328	(106)	(0)	393
Finance charges	-	8	3	-	-	3	(3)	(0)	3
Materials and bulk purchases	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	276	5 192	7 336	618	3 506	6 113	(2 607)	(0)	7 336
Total Expenditure	1 194	18 385	18 065	1 749	11 868	15 055	(3 167)	(0)	18 065
Surplus/(Deficit)	(430)	-	2 758	2 524	4 733	5 318	(585)	(0)	2 758
Transfers recognised - capital	-	-	2 758	191	1 766	2 299	(533)	(0)	2 758
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(430)	-	5 517	2 715	6 498	7 617	(1 118)	(0)	5 517
Taxation	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(430)	-	5 517	2 715	6 498	7 617	(1 118)	(0)	5 517
Capital expenditure & funds sources									
Capital expenditure	-	-	2 758	191	1 956	2 299	(342)	(0)	2 758
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	-	-	-	-	-	-	-	-	-
Financial position									
Total current assets	-	2 040	2 042	-	7 589	-	-	-	2 042
Total non current assets	52	688	2 376	-	1 568	-	-	-	2 376
Total current liabilities	482	1 287	3 053	-	2 550	-	-	-	3 053
Total non current liabilities	-	-	85	-	87	-	-	-	85
Community wealth/Equity	(430)	1 441	1 280	-	6 519	-	-	-	1 280
Cash flows									
Net cash from (used) operating	55	269	3 565	3 326	8 367	2 971	5 397	0	3 565
Net cash from (used) investing	(55)	-	(2 758)	-	(1 766)	(2 299)	532	(0)	(2 758)
Net cash from (used) financing	-	-	(508)	(3)	(296)	(423)	127	(0)	(508)
Cash/cash equivalents at the year end	1 744	2 013	2 042	3 322	6 305	248	6 056	0	2 042

REPORT TO THE ACTING CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – APRIL 2017

6.2. 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.

Table 3: F2: Monthly Budget Statement – Financial Performance (Standard Classification)

Buffalo City Metropolitan Development Agency SOC Ltd - Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

Description	2015/16	Current Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	-	-	-	-	-	-	-	-	-
Service charges - water revenue	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	-	-	-	-	-	-	-	-	-
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	-	-	-	-	-	-	-	-	-
Interest earned - external investments	-	60	100	11	163	165	(3)	-2.0%	100
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-
Fines	-	-	-	-	-	-	-	-	-
Licences and permits	-	-	-	-	-	-	-	-	-
Agency services	-	200	375	-	99	313	(214)	-68.4%	375
Transfers recognised - operational	764	18 116	18 116	3 973	15 891	18 116	(2 225)	-12.3%	18 116
Other revenue	-	-	2 134	209	488	1 778	(1 310)	-73.7%	2 134
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	764	18 345	20 824	4 273	16 621	20 372	(3 752)	-18.4%	20 824
Expenditure By Type									
Employee related costs	760	12 225	9 773	1 048	7 782	8 144	(362)	-4.4%	9 773
Remuneration of Directors	158	566	561	33	340	467	(88)	-16.8%	561
Debt impairment	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	3	393	393	49	220	328	(108)	-32.8%	393
Finance charges	-	8	3	-	-	3	(3)	-100.0%	3
Bulk purchases	-	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	278	5 192	7 330	818	3 500	6 113	(2 607)	-42.6%	7 330
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Expenditure	1 194	18 345	18 063	1 749	11 848	15 033	(3 187)	-21.0%	18 063
Surplus/(Deficit)									
Transfers recognised - capital	(430)	-	2 758	2 524	4 733	5 318	(585)	-11.0%	2 758
Contributions recognised - capital	-	-	2 758	191	1 760	2 299	(533)	-23.2%	2 758
Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) before taxation	(430)	-	5 517	2 715	6 498	7 617	(1 119)	-14.7%	5 517
Taxation	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	(430)	-	5 517	2 715	6 498	7 617	(1 119)		5 517

6.2.1. Revenue by Source

- The interest received is related to frequent investment of surplus funds and always maintaining a positive bank balance on the primary bank account. Other revenue is in relation to what has been recognised as revenue pertaining to the DEA unspent grant.

REPORT TO THE ACTING CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – APRIL 2017

- Transfers recognised relates to the operational grant received from the municipality for all four tranches excluding VAT.

6.2.2. Expenditure by Type

- The expenditure on employee related costs is currently at 80%, which is slightly below the expected 83.33%
- The Board expenditure has improved due to Board and sub-committee sittings continuously taking place as planned.
- Procurement processes for the precinct plans which is one of the biggest components of general expenditure have been concluded and the actual work is currently in progress and the expenditure is minimally incurred due to late start of the project.
- The expenditure on Greenest Municipality Competition (GMC) grant is below what was anticipated to be spent by end of March 2017 due to competitive procurement which led to goods and services being procured at a lower cost than what was budget for.
- The parent municipality has promised to supply the agency with skip bins and containers for the furtherance of the GMC project and that has led to minimal expenditure being incurred as the said items were included on the budget.
- The agency will therefore propose to the funder to extend contracts of participants beyond the six months' period to avoid revenue reverting back to DEA.

6.3. Monthly Budget Statement – Financial Position

The table below is an overview of the financial position of the agency.

Table 4: F4: Monthly Budget Statement – Financial Position

REPORT TO THE ACTING CITY MANAGER TO CONSIDER AND NOTE BCMDA'S
MONTHLY BUDGET STATEMENT – APRIL 2017

Buffalo City Metropolitan Development Agency SOC Ltd - Table F4 Monthly Budget Statement - Financial Position - M10 April

Vote Description	2015/16	Current Year 2016/17			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	-	644	644	2 832	644
Call investment deposits	-	1 369	1 398	4 665	1 398
Consumer debtors	-	-	-	-	-
Other debtors	-	27	-	92	-
Current portion of long-term receivables	-	-	-	-	-
Inventory	-	-	-	-	-
Total current assets	-	2 040	2 042	7 589	2 042
Non current assets					
Long-term receivables	-	-	-	-	-
Investments	-	-	-	-	-
Investment property	-	-	-	-	-
Property, plant and equipment	44	220	489	466	489
Agricultural	-	-	-	-	-
Biological	-	-	-	-	-
Intangible	9	469	1 887	1 101	1 887
Other non-current assets	-	-	-	-	-
Total non current assets	52	688	2 376	1 568	2 376
TOTAL ASSETS	52	2 728	4 418	9 157	4 418
LIABILITIES					
Current liabilities					
Bank overdraft	0	-	-	-	-
Borrowing	93	-	575	75	575
Consumer deposits	-	100	-	-	-
Trade and other payables	389	1 187	2 478	2 475	2 478
Provisions	-	-	-	-	-
Total current liabilities	482	1 287	3 053	2 550	3 053
Non current liabilities					
Borrowing	-	-	85	87	85
Provisions	-	-	-	-	-
Total non current liabilities	-	-	85	87	85
TOTAL LIABILITIES	482	1 287	3 138	2 637	3 138
NET ASSETS	(430)	1 441	1 280	6 519	1 280
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	(430)	1 441	1 280	6 519	1 280
Reserves	-	-	-	-	-
Share capital	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	(430)	1 441	1 280	6 519	1 280

REPORT TO THE ACTING CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – APRIL 2017

6.3.1. Assets

- The Agency cash is made up of the primary bank account balance and what is available on the GMC Account.
- Other debtors are as a result of VAT for the month of November and December 2016 which was submitted to SARS during January 2017 and is currently being subjected to audit.
- Property, Plant and Equipment and Intangible Assets consist of carrying amounts of current assets and this months 'additions (See attached Annexures for details).

6.3.2. Liabilities

- Borrowings are as a result of operating lease rentals of both the office space and a multifunction Copier.
- Trade and Other payables relate to trade creditors, provident fund of R 88 112, SARS Tax of R 282 702 and unspent GMC grant of R 1 940 669.

6.4. Monthly Budget Statement – Cash Flows

The table below is an overview of the cash flow of the agency

REPORT TO THE ACTING CITY MANAGER TO CONSIDER AND NOTE BCMDA'S
MONTHLY BUDGET STATEMENT – APRIL 2017

Buffalo City Metropolitan Development Agency SOC Ltd - Table F5 Monthly Budget Statement - Cash Flows - M10 April

Description	2015/16		Current Year 2016/17						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates, penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Other revenue	-	200	2 509	-	2 454	2 091	363	17.4%	2 509
Government - operating	754	18 116	18 116	4 529	16 116	15 096	3 019	20.0%	18 116
Government - capital	-	-	-	-	-	-	-	-	-
Interest	-	69	199	20	179	166	13	8.1%	199
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(709)	(16 106)	(17 256)	(986)	(11 974)	(14 380)	2 406	-16.7%	(17 256)
Finance charges	-	(6)	(3)	-	(0)	(3)	2	-100.0%	(3)
Dividends paid	-	-	-	-	-	-	-	-	-
Transfers and Grants	-	-	-	(237)	(407)	-	(407)	#DIV/0!	-
NET CASH FROM/(USED) OPERATING ACTIVITIES	55	269	3 565	3 326	8 367	2 871	1 395	47.0%	3 565
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current debtors	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
Payments									
Capital assets	(55)	-	(2 758)	-	(1 766)	(2 299)	532	-23.2%	(2 758)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(55)	-	(2 758)	-	(1 766)	(2 299)	(532)	23.2%	(2 758)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/re-financing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-	-	-
Payments									
Repayment of borrowing	-	-	(508)	(3)	(296)	(423)	127	-30.0%	(508)
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	-	(508)	(3)	(296)	(423)	(127)	30.0%	(508)
NET INCREASE/ (DECREASE) IN CASH HELD	(9)	269	298	3 322	6 305	248	6 056	2437.3%	298
Cash/cash equivalents at the year begin	1 744	1 744	1 744	-	-	-	-	-	1 744
Cash/cash equivalents at the year end	1 744	2 013	2 042	3 322	6 305	248	6 056	2437.3%	2 042

An amount of cash inflow for the period under review amounted to R 4 548 504 with the cash outflow of R 1 222 964. Kindly refer to attached supporting schedules.

6.5. Aged debtors

The table below is an overview of aged debtors of the agency.

Buffalo City Metropolitan Development Agency SOC Ltd - Supporting Table F3 Entity Aged debtors - M10 April

Detail	NT Code	Current Year 2016/17										
		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	Bad Debts	>90 days
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1190	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1200	-	-	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-
Receivable unattached (regular or bulk) and wastel Expensure	1820	-	-	-	-	-	-	-	-	-	-	-
Other	1900	-	-	-	48	43	-	-	-	-	-	-
Total By Income Source	2000	-	-	-	-	-	-	-	-	-	-	-
Debtors Age Analysis By Customer Group												
Organs of State	2100	-	-	-	-	-	-	-	-	-	-	-
Commercial	2200	-	-	-	-	-	-	-	-	-	-	-
Households	2400	-	-	-	-	-	-	-	-	-	-	-
Other	2500	-	-	-	48	43	-	-	-	-	92	-
Total By Customer Group	2800	-	-	-	48	43	-	-	-	-	92	-

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The ageing debtor relates to SARS VAT refund which is still not received from SARS as they are currently conducting an audit.

6.6. Aged creditors

The table below is an overview of aged creditors of the agency

Buffalo City Metropolitan Development Agency SOC Ltd - Supporting Table F4 Entity Aged creditors - M10 April

Detail	NT Code	Current Year 2016/17								
		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	0100	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	283	-	-	-	-	-	-	-	283
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	88	-	-	-	-	-	-	-	88
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	162	-	-	-	-	-	-	-	162
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	1	-	-	-	-	-	-	-	1
Total By Customer Type	2600	533	-	-	-	-	-	-	-	534

All creditors due are settled within 30 days from the date of receiving an invoice unless there are disputes. All invoices are date stamped on arrival in order to track the settlement date thereof. Correspondence file is maintained for all disputed invoices. For the period under review, there were no disputed invoices.

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6.7. Capital Expenditure

The table below is an overview of the capital expenditure incurred by the agency

- 6.7.1. The Agency has managed during its adjustments budget process to reprioritize its needs in order to cater for the capital expenditure as it was initially not budgeted for.
- 6.7.2. The incurred capital expenditure for the month under review amounts to R 190 965 and is in relation to website hosting for the month and for mSCOA implementation (data migration, trial balance conversion, budget conversion assistance etc.).

7. BCMDA Challenges

- 7.1. Reprioritisation of the agency service delivery related needs in order to cater for mSCOA implementation.
- 7.2. Output VAT which has to be paid to SARS upon receipt of the operational grant which subsequently reduces the funds available for expenditure of the Agency.

8. RECOMMENDATION

- 8.1. It is recommended that the Acting City Manager considers and notes this report for further consideration.



GB QOTYWA

CHIEF EXECUTIVE OFFICER

DATE: 10/05/2017

BUFFALO CITY METROPOLITAN DEVELOPMENT AGENCY

A Investment Centre, East London IDZ,
Lower Chester Road, Sunnyside,
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BCMDA-FMR-003-17

QUALITY CERTIFICATE

I, G Qotywa, Chief Executive Officer of Buffalo City Metropolitan Development Agency, hereby certify that

the monthly budget statement

mid-year budget and performance assessment



for the month of April 2017 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print Name: Mr. G Qotywa

Chief Executive Officer of Buffalo City Metropolitan Development Agency

Signature

Date

Municipal In-year reports & supporting tables

Version 2.8

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Buffalo City Metropolitan Development Agency SOC Ltd - Table F1 Monthly Budget Statement Summary - M10 April

Description	2015/16	Current Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	-	69	199	11	163	166	(0)	-2%	199
Transfers recognised - operational	764	18 116	18 116	3 973	15 891	18 116	(2)	-12%	18 116
Other own revenue	-	200	2 509	289	567	2 091	(2)	-73%	2 509
Total Revenue (excluding capital transfers and contributions)	764	18 385	20 824	4 273	16 621	20 372	(3 752)	(0)	20 824
Employee costs	760	12 225	9 773	1 048	7 782	8 144	(362)	(0)	9 773
Remuneration of Board Members	156	566	561	33	380	467	(88)	(0)	561
Depreciation and asset impairment	3	393	393	49	220	328	(108)	(0)	393
Finance charges	-	8	3	-	-	3	(3)	(0)	3
Materials and bulk purchases	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	276	5 192	7 336	618	3 506	6 113	(2 607)	(0)	7 336
Total Expenditure	1 194	18 385	18 065	1 749	11 888	15 055	(3 167)	(0)	18 065
Surplus/(Deficit)	(430)	-	2 758	2 524	4 733	5 318	(585)	(0)	2 758
Transfers recognised - capital	-	-	2 758	191	1 766	2 299	(533)	(0)	2 758
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(430)	-	5 517	2 715	6 498	7 617	(1 118)	(0)	5 517
Taxation	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(430)	-	5 517	2 715	6 498	7 617	(1 118)	(0)	5 517
Capital expenditure & funds sources									
Capital expenditure	-	-	2 758	191	1 956	2 299	(342)	(0)	2 758
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	-	-	-	-	-	-	-	-	-
Financial position									
Total current assets	-	2 040	2 042	-	7 589	-	-	-	2 042
Total non current assets	52	688	2 376	-	1 568	-	-	-	2 376
Total current liabilities	482	1 287	3 053	-	2 550	-	-	-	3 053
Total non current liabilities	-	-	85	-	87	-	-	-	85
Community wealth/Equity	(430)	1 441	1 280	-	6 519	-	-	-	1 280
Cash flows									
Net cash from (used) operating	55	269	3 565	3 326	8 367	2 971	5 397	0	3 565
Net cash from (used) investing	(55)	-	(2 758)	-	(1 766)	(2 299)	532	(0)	(2 758)
Net cash from (used) financing	-	-	(508)	(3)	(296)	(423)	127	(0)	(508)
Cash/cash equivalents at the year end	1 744	2 013	2 042	3 322	6 305	248	6 056	0	2 042

Buffalo City Metropolitan Development Agency SOC Ltd - Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

Description	2015/16	Current Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Revenue By Source									
Property rates	-	-	-	-	-	-	-	-	-
Property rates - penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	-	-	-	-	-	-	-	-	-
Service charges - water revenue	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	-	-	-	-	-	-	-	-	-
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	-	-	-	-	-	-	-	-	-
Interest earned - external investments	-	69	199	11	163	166	(3)	-2.0%	199
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-
Fines	-	-	-	-	-	-	-	-	-
Licences and permits	-	-	-	-	-	-	-	-	-
Agency services	-	200	375	-	99	313	(214)	-68.4%	375
Transfers recognised - operational	764	18 116	18 116	3 973	15 891	18 116	(2 225)	-12.3%	18 116
Other revenue	-	-	2 134	289	468	1 778	(1 310)	-73.7%	2 134
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	764	18 385	20 824	4 273	16 621	20 372	(3 752)	-18.4%	20 824
Expenditure By Type									
Employee related costs	760	12 225	9 773	1 048	7 782	8 144	(362)	-4.4%	9 773
Remuneration of Directors	156	566	561	33	380	467	(88)	-18.8%	561
Debt impairment	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	3	393	393	49	220	328	(108)	-32.8%	393
Finance charges	-	8	3	-	-	3	(3)	-100.0%	3
Bulk purchases	-	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	276	5 192	7 336	618	3 506	6 113	(2 607)	-42.6%	7 336
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Expenditure	1 194	18 385	18 085	1 749	11 888	15 055	(3 167)	-21.0%	18 085
Surplus/(Deficit)	(430)	-	2 758	2 524	4 733	5 318	(585)	-11.0%	2 758
Transfers recognised - capital	-	-	2 758	191	1 766	2 299	(533)	-23.2%	2 758
Contributions recognised - capital	-	-	-	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) before taxation	(430)	-	5 517	2 715	6 498	7 617	(1 118)	-14.7%	5 517
Taxation	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	(430)	-	5 517	2 715	6 498	7 617	(1 118)		5 517

Buffalo City Metropolitan Development Agency SOC Ltd - Table F3 Monthly Budget Statement - Capital Expenditure - M10 April

Description	2009/10	Current Year 2010/11							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Capital expenditure by Asset Class/Sub-class									
Infrastructure	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport	-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges	-	-	-	-	-	-	-	-	-
Storm water	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	-	-	-	-	-	-	-	-	-
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-	-
Infrastructure - Water	-	-	-	-	-	-	-	-	-
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	-	-	-	-	-	-	-	-	-
Infrastructure - Other	-	-	-	-	-	-	-	-	-
Waste Management	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Community	-	-	-	-	-	-	-	-	-
Parks & gardens	-	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemetaries	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	-	-	611	-	538	509	(29)	-5.7%	611
General vehicles	-	-	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	-	-	511	-	452	426	(27)	-6.3%	511
Furniture and other office equipment	-	-	100	-	86	83	(2)	-2.6%	100
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	-	-	-	-	-	-	-	-	-
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Agriculture assets	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Intangibles	-	-	2 147	191	1 418	1 790	371	20.7%	2 147
Computers - software & programming	-	-	1 983	190	1 321	1 653	331	20.1%	1 983
Total Other	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	-	-	2 758	191	1 956	2 299	342	14.9%	2 758

Buffalo City Metropolitan Development Agency SOC Ltd - Table F4 Monthly Budget Statement - Financial Position

Vote Description	2015/16	Current Year 2016/17			Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	
R thousands					
ASSETS					
Current assets					
Cash	-	644	644	2 832	644
Call investment deposits	-	1 369	1 398	4 665	1 398
Consumer debtors	-	-	-	-	-
Other debtors	-	27	-	92	-
Current portion of long-term receivables	-	-	-	-	-
Inventory	-	-	-	-	-
Total current assets	-	2 040	2 042	7 589	2 042
Non current assets					
Long-term receivables	-	-	-	-	-
Investments	-	-	-	-	-
Investment property	-	-	-	-	-
Property, plant and equipment	44	220	489	466	489
Agricultural	-	-	-	-	-
Biological	-	-	-	-	-
Intangible	9	469	1 887	1 101	1 887
Other non-current assets	-	-	-	-	-
Total non current assets	52	688	2 376	1 568	2 376
TOTAL ASSETS	52	2 728	4 418	9 157	4 418
LIABILITIES					
Current liabilities					
Bank overdraft	0	-	-	-	-
Borrowing	93	-	575	75	575
Consumer deposits	-	100	-	-	-
Trade and other payables	389	1 187	2 478	2 475	2 478
Provisions	-	-	-	-	-
Total current liabilities	482	1 287	3 053	2 550	3 053
Non current liabilities					
Borrowing	-	-	85	87	85
Provisions	-	-	-	-	-
Total non current liabilities	-	-	85	87	85
TOTAL LIABILITIES	482	1 287	3 138	2 637	3 138
NET ASSETS	(430)	1 441	1 280	6 519	1 280
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	(430)	1 441	1 280	6 519	1 280
Reserves	-	-	-	-	-
Share capital	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	(430)	1 441	1 280	6 519	1 280

Buffalo City Metropolitan Development Agency SOC Ltd - Table F5 Monthly Budget Statement - Cash Flows - M10 April

Description	2015/16	Current Year 2016/17							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates, penalties & collection charges	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Other revenue	-	200	2 509	-	2 454	2 091	363	17.4%	2 509
Government - operating	764	18 116	18 116	4 529	18 116	15 096	3 019	20.0%	18 116
Government - capital	-	-	-	-	-	-	-	-	-
Interest	-	69	199	20	179	166	13	8.1%	199
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(709)	(18 108)	(17 256)	(986)	(11 974)	(14 380)	2 406	-16.7%	(17 256)
Finance charges	-	(8)	(3)	-	(0)	(3)	2	-100.0%	(3)
Dividends paid	-	-	-	-	-	-	-	-	-
Transfers and Grants	-	-	-	(237)	(407)	-	(407)	#DIV/0!	-
NET CASH FROM/(USED) OPERATING ACTIVITIES	55	269	3 565	3 326	8 367	2 971	1 395	47.0%	3 565
CASH FLOWS FROM INVESTING ACTIVITIES									
Receipts									
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current debtors	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-
Payments									
Capital assets	(55)	-	(2 758)	-	(1 766)	(2 299)	532	-23.2%	(2 758)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(55)	-	(2 758)	-	(1 766)	(2 299)	(532)	23.2%	(2 758)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-	-	-
Payments									
Repayment of borrowing	-	-	(508)	(3)	(296)	(423)	127	-30.0%	(508)
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	-	(508)	(3)	(296)	(423)	(127)	30.0%	(508)
NET INCREASE/(DECREASE) IN CASH HELD	(0)	269	298	3 322	6 305	248	6 056	2437.3%	298
Cash/cash equivalents at the year begin	1 744	1 744	1 744	-	-	-	-	-	1 744
Cash/cash equivalents at the year end:	1 744	2 013	2 042	3 322	6 305	248	6 056	2437.3%	2 042

Buffalo City Metropolitan Development Agency SOC Ltd - Supporting Table F1 Entity Material variance explanation - M10 April

Description	Variance	Reasons for material deviations	Remedial or corrective steps / remarks
R thousands			
Revenue Items			
Agency Fees	(214)	The project commenced later than expected so the project management fees that have been transferred are only for the planning phase	The remainder will be expended on in the subsequent year as the project is overlapping to 2017/2018
Transfers	(2 225)	That is due to output VAT which reduced the operational grant	
Expenditure Items			
Finance Charges	(2)	Minimal interest is incurred that year to date budget	
Depreciation	(108)	The institution bought few capital assets	
Other Expenditure	(2 607)	Biggest components of expenditure are being expended on minimally	Designs are underway payment of which will increase other expenditure
Capital Expenditure Items			
N/A			
Cash flow Items			
Transfer and Grants	363	Expenditure is incurred minimally as compared to what was planned	Contracts of participants will be extended
Finance Charges	2	Minimal interest has been incurred as compared to the budget	Contracts of participants will be extended
Measurable performance			
Development of the website			
Institutional Launch			
Approval of the GMC business plan			
Total variance			

Buffalo City Metropolitan Development Agency SOC Ltd - Supporting Table F2 Entity Financial and non-financial indicators - M10 April

Description of financial indicator	Basis of calculation	Ref	2015/16	Current Year 2016/17			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Borrowing to Asset Ratio	Total Long-term Borrowing/ Total Assets		0.0%	0.0%	1.9%	1.0%	1.9%
Capital Charges to Operating Expenditure	Interest & Depreciation /Operating Expenditure		0.2%	2.2%	2.2%	1.9%	2.2%
Borrowed funding of capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions		0.0%	0.0%	0.0%	0.0%	0.0%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provisions/ Funds & Reserves		(112.1%)	89.3%	245.2%	40.5%	245.2%
Gearing	Long Term Borrowing/ Funds & Reserves						
Liquidity							
Current Ratio	Current assets/current liabilities		0.0%	158.5%	66.9%	297.6%	66.9%
Current Ratio adjusted for debtors	Current assets/current liabilities less debtors > 90 days		0.0%	158.5%	66.9%	297.6%	66.9%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.0%	156.3%	66.9%	294.0%	66.9%
Revenue Management							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing		0.0%	0.0%	0.0%	0.0%	0.0%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		0.0%	0.1%	0.0%	0.6%	0.0%
Longstanding Debtors Reduction Due To Recovery	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
Creditors Management							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))					100.0%	
Funding of Provisions							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions		0.0%	0.0%	0.0%	0.0%	0.0%
Other Indicators							
Electricity Distribution Losses	% Volume (Total units purchased + generated less total units sold)/Total units purchased + generated	1	0.0%	0.0%	0.0%	0.0%	0.0%
Water Distribution Losses	% Volume (Total units purchased + own source less total units sold)/Total units purchased + own source	2	0.0%	0.0%	0.0%	0.0%	0.0%
Employee costs	Employee costs/Total Revenue - capital revenue		99.4%	66.5%	46.9%	46.8%	46.9%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		0.4%	2.2%	1.9%	1.3%	1.9%
Financial viability Indicators							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year		0.0%	0.0%	0.0%	0.0%	0.0%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		0.0%	0.0%	0.0%	0.0%	0.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		0.0%	0.0%	0.0%	0.0%	0.0%

References

1. Delete if not an electricity entity
2. Delete if not an water entity

Buffalo City Metropolitan Development Agency SOC Ltd - Supporting Table F3 Entity Aged debtors - M10 April

Detail	N7 Code	Current Year 2016/17								Total	Bad Debts	>90 days
		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			
R thousands												
Debtors Age Analysis By Income Source	1100											
Trade and Other Receivables from Exchange Transactions - Water	1200	--	--	--	--	--	--	--	--	--	--	--
Trade and Other Receivables from Exchange Transactions - Electricity	1300	--	--	--	--	--	--	--	--	--	--	--
Receivables from Non-exchange Transactions - Property Rates	1400	--	--	--	--	--	--	--	--	--	--	--
Receivables from Exchange Transactions - Waste Water Management	1500	--	--	--	--	--	--	--	--	--	--	--
Receivables from Exchange Transactions - Waste Management	1600	--	--	--	--	--	--	--	--	--	--	--
Receivables from Exchange Transactions - Property Rental Debtors	1700	--	--	--	--	--	--	--	--	--	--	--
Interest on Arrear Debtor Accounts	1810	--	--	--	--	--	--	--	--	--	--	--
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	1820	--	--	--	--	--	--	--	--	--	--	--
Other	1900	--	--	--	48	43	--	--	--	--	--	--
Total By Income Source	2000	--	--	--	--	--	--	--	--	--	--	--
Debtors Age Analysis By Customer Group	2100											
Organs of State	2200	--	--	--	--	--	--	--	--	--	--	--
Commercial	2300	--	--	--	--	--	--	--	--	--	--	--
Households	2400	--	--	--	--	--	--	--	--	--	--	--
Other	2500	--	--	--	48	43	--	--	--	92	--	--
Total By Customer Group	2600	--	--	--	48	43	--	--	--	92	--	--

Buffalo City Metropolitan Development Agency SOC Ltd - Supporting Table F6 Entity Board member allowances & staff benefits - M10 April

Summary of Employee and Board Member remuneration	2015/16	Current Year 2016/17							Full Year Forecast
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	A	B	C					%	D
Remuneration									
Board Members of Entities									
Basic Salaries	-	-	-	-	-	-	-	-	-
Pension Contributions	-	-	-	-	-	-	-	-	-
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Motor vehicle allowance	-	-	-	-	-	-	-	-	-
Cell phone allowance	-	-	-	-	-	-	-	-	-
Housing allowance	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	-	-	-	-	-	-	-	-
In-kind benefits	-	-	-	-	-	-	-	-	-
Board Fees	-	566	561	33	380	467	(88)	-18.8%	561
Sub Total - Board Members of Entities	-	566	561	33	380	467	(88)	-18.8%	561
% Increase		#DIV/0!	#DIV/0!						#DIV/0!
Senior Managers of Entities									
Basic Salaries	-	5 580	4 801	400	3 658	4 001	(4 001)	-100.0%	4 801
Pension Contributions	-	-	475	40	316	396	(80)	-20.1%	475
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Motor vehicle allowance	-	-	-	-	-	-	-	-	-
Cell phone allowance	-	74	-	-	-	-	-	-	-
Housing allowance	-	-	-	-	-	-	-	-	-
Other benefits or allowances	-	-	60	5	42	50	#REF!	#REF!	60
Performance Bonus	-	135	-	-	-	-	42	#DIV/0!	-
In-kind benefits	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Entities	-	5 790	5 335	444	4 016	4 446	(430)	-9.7%	5 335
% Increase		#DIV/0!	#DIV/0!						#DIV/0!
Other Staff of Entities									
Basic Salaries	-	6 322	3 984	504	3 246	2 988	258	8.6%	3 984
Pension Contributions	-	-	386	49	359	290	69	23.8%	386
Medical Aid Contributions	-	-	-	-	-	-	-	-	-
Motor vehicle allowance	-	-	-	-	-	-	-	-	-
Cell phone allowance	-	91	-	-	-	-	-	-	-
Housing allowance	-	-	-	-	-	-	-	-	-
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	-	22	-	-	-	-	-	-	-
Other benefits or allowances	-	-	67	7	45	50	#REF!	#REF!	67
In-kind benefits	-	-	-	-	-	-	-	-	-
Sub Total - Other Staff of Entities	-	6 435	4 437	559	3 650	3 328	322	9.7%	4 437
% Increase		#DIV/0!	#DIV/0!						#DIV/0!
Total Municipal Entities remuneration	-	12 791	10 333	1 036	8 046	8 241	(196)	-2.4%	10 333
Unpaid salary, allowances & benefits in arrears:	-	-	-	88	-	-	-	-	-

Buffalo City Metropolitan Development Agency SOC Ltd - Supporting Table F7 Entity monthly actuals & revised targets - in10 April

Description	Current Year 2016/17												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
Revenue By Source															
Service charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other revenue	3 982	23	17	3 985	28	19	4 088	27	18	4 273	-	(16 459)	-	-	-
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue	3 982	23	17	3 985	28	19	4 088	27	18	4 273	-	(16 459)	-	-	-
Expenditure By Type															
Employee related costs	568	589	734	769	784	519	875	947	949	1 048	-	(7 782)	-	-	-
Remuneration of Board Members	-	63	-	35	68	-	-	53	128	33	-	-	-	-	-
Debt impairment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	4	6	13	18	18	21	22	24	43	49	-	(219)	-	-	-
Finance charges	0	0	0	-	-	-	0	-	-	-	-	(0)	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bank purchases	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenditures	175	250	457	365	531	373	256	333	373	618	-	-	-	-	-
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditure	747	908	1 203	1 187	1 441	943	1 153	1 357	1 493	1 749	-	(8 001)	-	-	-
Capital expenditure															
Capital assets	263	2	309	7	2	92	176	42	863	191	-	(1 947)	-	-	-
Total capital expenditure	263	2	309	7	2	92	176	42	863	191	-	(1 947)	-	-	-
Cash flow															
Ratepayers and other	-	-	-	-	4	5	585	1 009	739	-	-	(2 341)	-	-	-
Grants	4 529	-	-	4 529	-	-	4 529	-	-	4 529	-	-	-	-	-
Interest	9	23	17	13	24	14	15	27	24	20	-	-	-	-	-
Suppliers, employees and other	(745)	(939)	(1 506)	(1 134)	(1 529)	(1 459)	(700)	(1 134)	(2 234)	(1 223)	-	12 999	-	-	-
Finance charges	0	(0)	-	-	-	-	-	-	-	-	-	0	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/USED IN OPERATING ACTIVITIES	3 732	(916)	(1 899)	3 408	(1 501)	(1 436)	4 429	(90)	(1 471)	3 326	-	10 637	-	-	-
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital assets	(263)	(7)	(309)	(7)	(2)	(92)	(700)	(206)	(1 016)	-	-	1 899	-	-	-
NET CASH FROM/USED IN INVESTING ACTIVITIES	(263)	(7)	(309)	(7)	(2)	(92)	-	(206)	(1 016)	-	-	1 899	-	-	-
Borrowing long term/finance/short term	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Repayment of borrowing	(39)	(39)	(39)	(39)	(49)	(42)	-	(42)	(3)	(3)	-	297	-	-	-
Increase in consumer deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
NET CASH FROM/USED IN FINANCING ACTIVITIES	(39)	(39)	(39)	(39)	(49)	(42)	-	(42)	(3)	(3)	-	297	-	-	-
NET INCREASE/(DECREASE) IN CASH HELD	3 490	(957)	(2 237)	3 362	(1 551)	(1 571)	4 429	(247)	(2 492)	3 322	-	12 833	-	-	-

- Supporting Table F8b Entity capital expenditure on the renewal of existing assets by asset class - M10 April

Description	2015/16	Current Year 2016/17			YTD variance	YTD variance %	P101 1987 Estimate
	Actual	Original Budget	Adjusted Budget	Monthly actual			
R thousands							
Capital expenditure on renewal of existing assets by Asset Class/Sub-class							
Infrastructure							
Infrastructure - Road transport							
Roads, Pavements & Bridges							
Storm water							
Infrastructure - Electricity							
Generation							
Transmission & Retention							
Street Lighting							
Infrastructure - Water							
Dams & Reservoirs							
Water purification							
Retreatment							
Infrastructure - Sanitation							
Retreatment							
Sewerage purification							
Infrastructure - Other							
Waste Management							
Transportation							
Gas							
Other							
Community							
Parks & gardens							
Sportsfields & stadia							
Swimming pools							
Community halls							
Libraries							
Recreational facilities							
Fire, safety & emergency							
Security and policing							
Buses							
Clinics							
Museums & Art Galleries							
Cemeteries							
Social rental housing							
Other							
Heritage assets							
Buildings							
Other							
Investment properties							
Housing development							
Other							
Other assets							
General vehicles							
Specialised vehicles							
Plant & equipment							
Computers - hardware/equipment							
Furniture and other office equipment							
Abattoirs							
Markets							
Civic Land and Buildings							
Other Buildings							
Other Land							
Surplus Assets (Investment or Inventory)							
Other							
Agricultural assets							
List sub-class							
Biological assets							
List sub-class							
Intangibles							
Computers - software & programming							
Other (list sub-class)							
Total Capital Expenditure on renewal of existing assets							
Specialised vehicles							
Refuse							
Fire							
Conservancy							
Ambulances							

- Supporting Table F&C Entity expenditure on repairs and maintenance by asset class - M10 April

Description	2015/16	Current Year 2016/17			Current Year 2016/17		YTD variance	YTD variance %	POB 100% Expend
	Approved Programme	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD Budget			
R thousands									
Repairs and maintenance expenditure by Asset Class/Sub-class									
Infrastructure	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport	-	-	-	-	-	-	-	-	-
Roads, Pavements & Bridges	-	-	-	-	-	-	-	-	-
Storm water	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	-	-	-	-	-	-	-	-	-
Generation	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-	-
Infrastructure - Water	-	-	-	-	-	-	-	-	-
Dams & Reservoirs	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation	-	-	-	-	-	-	-	-	-
Reticulation	-	-	-	-	-	-	-	-	-
Sewerage purification	-	-	-	-	-	-	-	-	-
Infrastructure - Other	-	-	-	-	-	-	-	-	-
Waste Management	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Community	-	-	-	-	-	-	-	-	-
Parks & gardens	-	-	-	-	-	-	-	-	-
Sportsfields & stadia	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-
Community halls	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Other assets	-	-	22	0	5	16	13	70.4%	22
General vehicles	-	-	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	-	-	10	0	0	0	0	98.0%	10
Furniture and other office equipment	-	-	12	-	5	10	5	46.7%	12
Abattoirs	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-
Other Buildings	-	-	-	-	-	-	-	-	-
Other Land	-	-	-	-	-	-	-	-	-
Surplus Assets (Investment or Inventory)	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Agricultural assets	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-
Other (not sub-class)	-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure	-	-	22	0	5	16	13	70.4%	22

BUFFALO CITY METROPOLITAN DEVELOPMENT AGENCY SOC LTD

SUMMARY BUDGET STATEMENT

THIRD QUARTER- APRIL 2017

2016/17

Source	Budgeted	Adjusted Budget	Actual YTD	% Received/Spent	Reason for Variance
BCMIM Op Grant	18 115 728.00	18 115 729.00	18 110 807.24	100%	
Interest	88 900.00	199 051.00	167 511.61	84%	
Tender Fees	-	8 948.00	8 947.63	100%	
Agency Fees	200 000.00	175 000.00	98 684.23	26%	The business plan was approved later than anticipated in December 2017 and the project will therefore overlap to 2017/2018. An amount of R 112 500 (R 98684.21 VAT exclusive) got transferred to the primary bank account as project management fees.
Grant: DEA	-	2 125 000.00	459 402.24	22%	The business plan was approved later than anticipated in December 2017 which led to minimal expenditure being incurred in the current year and the project will therefore overlap to 2017/2018.
	18 904 628.00	20 437 728.00	18 760 392.72	92%	
Operational Expenditure	18 984 629.00	19 065 452.00	11 960 245.50	63%	
General Expenses	6 159 204.00	8 292 936.00	4 178 404.05	50%	The spending is below the acceptable norm of 83.33% as the major components of general expenditure have not been expended on as expected due to procurement processes being underway as a result of late appointment of consultants and approval of the DEA business plan (e.g. consultation).
Employee Related Cost	12 225 115.00	9 772 516.00	7 781 841.45	80%	The spending is below an acceptable norm of 83.33% by the end April 2017. All vacancies have now been filled and expenditure has increased as compared to the previous months.
Capital Expenditure		2 758 376.00	1 956 336.35	71%	
Assets		2 758 376.00	1 956 336.35	71%	Major expenditure relates to MISCOA software.
Total Expenditure	18 984 629.00	21 823 828.00	13 916 581.85	64%	
Net Surplus/(Deficit)		190.00	4 844 010.87		

BUFFALO CITY METROPOLITAN DEVELOPMENT AGENCY SOC LTD**SUMMARY CASH AND CASH EQUIVALENTS****THIRD QUARTER- APRIL 2017****2016/17****Working Capital**

Description	Amount
Cash and Investments Available	7 497 517.50
Cash and cash equivalents at beginning of month (All Accounts)	4 171 977.28
Operational Grant	4 528 934.70
Interest Received (All Accounts)	19 569.14
Payments Made	1 222 963.62
Bank Charges (All Accounts)	6 050.40
Suppliers and Recruitment Costs	343 143.30
Salaries,Wages,Allowances and Benefits	853 941.82
Staff Claims	19 828.10
Total cash and investments available	7 497 517.50

