

REPORT TO EXECUTIVE MAYOR: 13 MAY 2015

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**STATEMENT OF FINANCIAL PERFORMANCE AND THE
IMPLEMENTATION OF THE 2014/15 BUDGET FOR THE PERIOD ENDING
30 APRIL 2015**

1. PURPOSE

The purpose of the report is for the Executive Mayor to consider and note the statement of financial performance and the implementation of the 2014/15 budget of the Buffalo City Metropolitan Municipality for the period ending 30 April 2015.

2. AUTHORITY

Executive Mayor

3. LEGAL / STATUTORY REQUIREMENTS

The Constitution of the Republic of South Africa, 1996

Municipal Finance Management Act No 56, 2003 Chapter 7, Section 71

Municipal Budget and Reporting Regulations

4. BACKGROUND

In terms of Section 71 of the Municipal Finance Management Act No 56, 2003, *“the Accounting Officer of a municipality must by no later than 10 working days after the end of each month submit to the Mayor of the municipality and the relevant provincial treasury a statement in the prescribed format on the state of the municipality’s budget”*. According to the Municipal Budget Reporting and Regulations (MBRR), 2009, *“the monthly budget statement of a municipality must be in a format specified in Schedule C and include all the required tables, charts and explanatory information taking into account any guidelines issued by the Minister in terms of of S168(1) of the Act” (MFMA)*.

This report follows the legislative requirements of the Municipal Budget and Reporting Regulations (Schedule C format).

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PART 1: IN-YEAR REPORT

5. RESOLUTIONS

It is recommended that:

- (i) The Executive Mayor considers and notes the report on the statement of financial performance and the implementation of the 2014/15 budget for the period ending 30 April 2015 including supporting documentation attached as Annexure A to E.
- (ii) The Executive Mayor notes the spending rate on capital and operating projects as well as reasons for such as indicated in section 14 and 15 respectively of this report.
- (iii) The Executive Mayor notes the year to date collection rate for the period ending 30 April 2015 of 92.39% and the twelve (12) months average of 92%.

CITY MANAGER

DATE

6. EXECUTIVE SUMMARY ON THE IMPLEMENTATION OF THE BUDGET AND THE FINANCIAL STATE OF AFFAIRS OF THE MUNICIPALITY FOR THE PERIOD ENDING 30 APRIL 2015

6.1. Dashboard / Performance Summary

Table 1: Performance Summary

OVERALL OPERATING RESULTS		CASH MANAGEMENT	
Income	R 4,258,060,981	Bank Balance	R 72,675,783
Expenditure	R 3,868,996,087	Call investment deposits (excl. int.)	R 2,639,532,461
Operating Surplus	R 389,064,894	Cash and cash equivalents	R 2,712,208,244
		<i>Account Payables</i>	<i>(R 340,507,433)</i>
		<i>Unspent conditional grants</i>	<i>(R 386,821,921)</i>
		<i>Committed to Capital budget-own funds</i>	<i>(R 288,084,775)</i>
		Therefore uncommitted cash and cash equivalents	R 1,696,794,115
		Total Long term loans	R 560,473,066
DEBTORS		SURPLUS PER SERVICE	
Total debtors book	R 1,397,260,878	Water	R 69,337,412
Total debtors - Government	R 22,023,725	Electricity	R 179,201,255
Total debtors - Business	R 270,563,597	Refuse	R 33,365,590
Total debtors - Households	R 941,568,954	Sewerage	R 3,226,150
Total debtors - Other	R 163,104,601		
Total debt written off	R 3,340,607		
CAPITAL EXPENDITURE		OPERATING PROJECTS EXPENDITURE	
<u>2013/2014: Capital Expenditure as a % of Mid-Year Adjusted Budget of R1.01 billion:</u>	<u>2014/2015: Capital Expenditure as a % of Mid-Year Adjusted Budget of R1,17 billion:</u>	<u>2013/2014: Operating Expenditure as a % of Mid-Year Adjusted Budget of R315.73 million:</u>	<u>2014/2015: Operating Expenditure as a % of Mid-Year Adjusted Budget of R341.92 million:</u>
Exp.(excl. vat)=R488.89 mil % expenditure (excl. vat): 49%	Exp. (excl. vat)=R605.39 mil % exp (Excl. vat) :52%	Exp.(excl. vat)=R178.32 mil % expenditure (excl. vat): 56%	Exp.(excl. vat)=R200.85 mil % exp.(excl. vat): 59%
Exp.(incl. vat)=R529.16 mil % expenditure (incl. vat): 53%	Exp. (incl. vat)=R659.12 mil % exp (incl. vat): 56%	Exp.(incl. vat)=R178.51 mil % exp. (incl. vat): 57%	Exp.(incl. vat)=R201.52 mil % exp.(incl. vat): 59%
FINANCIAL		HUMAN RESOURCES	
Operating Surplus for the period	R 389,064,894	Total staff complement	4 539
12 months average collection ratio	92%	Staff Appointments	566
YTD Grants and subsidies	R 806,495,349	Staff Terminations	250
Debtors to Revenue	16.36%	Number of funded vacant posts	691
Percentage of Creditors paid within terms	100%	Total overtime paid (YTD)	R 88,149,098
Current ratio	3.74:1	Allowances and benefits - Councillors	R 39,916,249
Total debt to Total assets	3.92%	Salary bill - Officials	R 997,866,014
Capital Charges to Operating Expenditure	16.57%	Workforce costs as a % of income	23.4%
Cost coverage ratio	8.9 months		

6.2. Liquidity position

Buffalo City Metropolitan Municipality's liquidity is considered relatively sound as the Current Ratio is 3.74:1 which indicates the ability of Municipality's current assets to cover its current liabilities. Debtors constitute 22% of the current assets, inventory constitutes 1% and cash & cash equivalents comprise 76% of the current assets.

6.3. Collection Rate and Outstanding Debtors

The Executive Mayor notes the year to date collection rate for the period ending 30 April 2015 of 92.39% and the twelve (12) months average of 92%.

The debtor's collection rate for the average twelve months ending 30 April 2015 is 92% (2013/14: 90.36%) and the year to date collection rate for the ten (10) months is 92.39% (2013/14: 91.31%).

Total debtors book as at 30 April 2015 amounts to R1,4 billion (2014: R1.14 billion). Households: R941.57 million, Business: R270.56 million, Government: R22.02 million, Other: R163.11 million. The ratio of debtors to revenue is 14.66%. The debtors' age analysis report is reflected on Annexure B – SC3.

6.4. Capital Expenditure

BCMM has spent 56% (R659.12 million, inclusive of reclaimed vat) of its 2014/15 mid-year adjusted capital budget of R1.17 billion as at 30 April 2015. This reflects an improvement when compared to the same period in the previous financial year where 53% (R529.16 million) of the adjusted capital budget of R1.01 billion was spent. (Refer to Section 14 for further details)

A detailed schedule of the capital projects expenditure is outlined in Annexure E.

6.5. Operating projects

The Metro has spent 59% (R201.52 million, inclusive of reclaimed vat) of its 2014/15 mid-year adjusted budget of R341.92 million as at 30 April 2015. This reflects an improvement when compared to the same period in the previous financial year where 57% (R178.51 million) of the adjusted operating projects budget of R315.73 was spent. (Refer to Section 15 for further details)

A detailed schedule of the operating projects expenditure is outlined in Annexure D.

6.6. Expenditure on DoRA Current Allocation

The Metro has spent 68% (R483.34 million, inclusive of reclaimed vat) of its 2014/2015 DoRA allocation of R707.77 million. This reflects an improvement when compared to the same period in the previous financial year where 57% (R475.53 million) of the adjusted budget of R831.40 million was spent. (Refer to Section 11 for further details)

6.6.1. Urban Settlement Development Grant (USDG) funded projects

BCMM has spent 67% (R447.75 million, inclusive of reclaimed vat) of its 2014/15 USDG budget of R673.29 million as at 30 April 2015. This reflects an improvement when compared to the same period in the previous financial year where 57% (R450.11 million) of the adjusted budget of R790.18 million. (Refer to Section 11 for further details)

6.7. Cash and Cash Equivalents

The cash and cash equivalents of the City as at 30 April 2015 are R2.71 billion made up of cash and bank amounting to R72.68 million and call investment deposits of R2.64 billion. This funding is invested with various financial institutions in compliance with the MFMA. Refer to Section 7.7 and Annexure A – C7 for the cash flow statement as well as Section 10 and Annexure B – SC5 for the investment portfolio breakdown. The cost coverage ratio of the city is 8.9 months.

6.8. Outstanding Creditors

The Metro is paying its creditors within 30 days as stipulated by the MFMA. Refer to Section 9 for details.

6.9. Long-Term Debt Profile

The total long term borrowings of the municipality as at 30 April 2015 amounts to R560.47 million (Refer to Annexure C for the schedule of borrowings).

The ratio of total debt to total assets is 3.92% and the total debt to revenue ratio is 14.22% as at 30 April 2015.

7. IN-YEAR BUDGET STATEMENT MAIN TABLES

7.1. Monthly Budget Statement Summary

The table below provides a high-level summation of the Metro's financial performance, capital expenditure, financial position, cash flow, debtors and creditors analysis.

Table 2:C1: Monthly Budget Statement Summary

Description	2013/14	Budget Year 2014/15							
	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	672 957	797 180	813 811	53 011	665 746	677 749	(12 002)	-2%	813 811
Service charges	2 201 410	2 420 088	2 411 705	236 695	2 081 393	1 934 709	146 684	8%	2 411 705
Investment revenue	96 432	77 491	77 491	12 519	98 483	60 780	37 702	62%	106 874
Transfers recognised - operational	812 167	825 736	929 301	44 196	806 495	764 084	42 412	6%	929 301
Other own revenue	689 906	638 051	639 450	38 760	605 943	532 968	72 976	14%	639 450
Total Revenue (excluding capital transfers and contributions)	4 472 871	4 758 546	4 871 758	385 181	4 258 061	3 970 290	287 771	7%	4 901 141
Employee costs	1 159 498	1 237 215	1 241 125	96 295	997 866	957 611	40 255	4%	1 241 125
Remuneration of Councillors	45 088	52 254	52 254	6 021	39 916	40 299	(383)	-1%	52 254
Depreciation & asset impairment	661 027	710 000	710 000	59 167	591 685	591 667	18	0%	710 000
Finance charges	65 775	59 248	59 248	5 067	49 361	49 373	(12)	-0%	59 248
Materials and bulk purchases	1 110 464	1 201 856	1 214 784	89 324	989 890	968 395	21 495	2%	1 214 784
Transfers and grants	145 865	204 013	195 638	17 174	171 083	163 032	8 051		195 638
Other expenditure	1 341 393	1 282 319	1 417 379	97 146	1 029 194	1 089 357	(60 163)	-6%	1 417 379
Total Expenditure	4 529 110	4 746 906	4 890 429	370 194	3 868 996	3 859 734	9 262	0%	4 890 429
Surplus/(Deficit)	(56 239)	11 640	(18 672)	14 987	389 065	110 556	278 509	252%	10 712
Transfers recognised - capital	734 503	700 782	720 400	37 791	445 584	439 729	5 854	1%	720 400
Contributions & Contributed assets	-	-	459	-	-	-	-		459
Surplus/(Deficit) after capital transfers & contributions	678 264	712 422	702 187	52 778	834 648	550 285	284 364	52%	731 570
Share of surplus/ (deficit) of associate	54 223	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	732 487	712 422	702 187	52 778	834 648	550 285	284 364	52%	731 570
Capital expenditure & funds sources									
Capital expenditure	834 638	942 007	1 168 745	59 993	605 385	377 839	227 546	60%	1 168 745
Capital transfers recognised	734 503	700 782	720 400	37 791	445 584	232 896	212 688	91%	720 400
Public contributions & donations	-	-	459	-	-	148	(148)	-100%	459
Borrowing	-	-	-	-	-	-	-		-
Internally generated funds	100 136	241 226	447 886	22 202	159 802	144 796	15 006	10%	447 886
Total sources of capital funds	834 638	942 007	1 168 745	59 993	605 385	377 839	227 546	60%	1 168 745
Financial position									
Total current assets	2 909 597	2 651 937	2 398 235		3 581 137				2 398 235
Total non current assets	10 710 989	12 429 377	12 429 377		10 724 496				12 429 377
Total current liabilities	1 073 577	985 433	985 433		958 470				985 433
Total non current liabilities	1 002 804	1 091 135	1 091 135		959 862				1 091 135
Community wealth/Equity	11 544 205	13 004 746	12 751 045		12 387 301				12 751 045
Cash flows									
Net cash from (used) operating	1 456 969	1 439 866	1 412 901	55 664	1 196 103	1 199 888	(3 785)	-0%	1 412 901
Net cash from (used) investing	(842 058)	(942 007)	(1 168 745)	(59 993)	(605 385)	(785 006)	179 621	-23%	(1 168 745)
Net cash from (used) financing	(293 793)	(54 633)	(54 633)	-	(42 942)	(45 528)	2 585	-6%	(54 633)
Cash/cash equivalents at the month/year end	2 164 433	1 313 269	1 059 567	-	2 712 208	1 239 398	1 472 810	119%	2 353 956
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	247 434	65 529	41 555	36 053	34 688	39 132	19 003	97 119	1 397 261
Creditors Age Analysis									
Total Creditors	334 503	6 005	-	-	-	-	-	-	340 507

7.2. 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: C2: Monthly Budget Statement – Financial Performance (standard classification)

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		1 779 343	1 769 219	1 789 680	97 487	1 685 010	1 509 044	175 966	12%	1 789 680
Executive and council		21 140	34 833	35 333	3 934	20 872	24 159	(3 286)	-14%	35 333
Budget and treasury office	1 748 881	1 719 752	1 735 875	1 735 875	91 496	1 654 421	1 472 724	181 697	12%	1 735 875
Corporate services	9 322	14 635	18 472	18 472	2 056	9 717	12 161	(2 445)	-20%	18 472
<i>Community and public safety</i>		328 680	215 350	312 523	43 323	195 765	225 186	(29 421)	-13%	312 523
Community and social services	64 143	19 285	19 593	19 593	801	11 175	13 857	(2 681)	-19%	19 593
Sport and recreation	4 976	5 179	5 179	5 179	150	2 922	3 635	(713)	-20%	5 179
Public safety	84 165	82 659	83 882	83 882	5 362	68 573	68 205	368	1%	83 882
Housing	173 837	105 580	201 328	201 328	37 007	112 124	137 930	(25 806)	-19%	201 328
Health	1 559	2 648	2 541	2 541	3	970	1 559	(589)	-38%	2 541
<i>Economic and environmental services</i>		381 872	94 341	95 507	681	55 982	73 317	(17 334)	-24%	95 507
Planning and development	47 958	24 323	25 382	25 382	2 706	17 670	18 666	(996)	-5%	25 382
Road transport	332 638	69 658	69 658	69 658	(2 036)	38 124	54 333	(16 209)	-30%	69 658
Environmental protection	1 275	361	468	468	11	188	318	(130)	-41%	468
<i>Trading services</i>		2 752 896	2 660 510	2 652 127	237 864	2 307 864	2 147 037	160 765	7%	2 652 127
Electricity	1 509 239	1 574 260	1 541 060	1 541 060	127 195	1 301 178	1 232 134	69 044	6%	1 541 060
Water	454 907	442 171	442 171	442 171	61 976	426 048	364 061	61 987	17%	442 171
Waste water management	469 987	316 424	331 702	331 702	26 669	288 703	277 870	10 833	4%	331 702
Waste management	318 764	327 654	337 194	337 194	22 024	291 872	272 972	18 901	7%	337 194
<i>Other</i>	4	18 805	722 702	742 779	43 616	459 085	455 435	3 650	1%	742 779
Total Revenue - Standard	2	5 261 597	5 462 122	5 592 616	422 972	4 703 645	4 410 019	293 626	7%	5 592 616
Expenditure - Standard										
<i>Governance and administration</i>		907 173	917 021	935 985	65 394	675 250	723 801	(48 551)	-7%	935 985
Executive and council		167 937	177 175	170 359	12 041	126 973	140 762	(13 789)	-10%	170 359
Budget and treasury office	465 564	381 616	388 248	388 248	27 903	292 967	304 796	(11 829)	-4%	388 248
Corporate services	273 672	358 231	377 377	377 377	25 450	255 310	278 243	(22 933)	-8%	377 377
<i>Community and public safety</i>		513 174	516 563	610 417	53 603	474 786	463 163	11 623	3%	610 417
Community and social services	82 725	91 962	90 871	90 871	8 024	71 990	72 132	(142)	0%	90 871
Sport and recreation	84 128	67 077	65 959	65 959	6 486	62 221	52 173	10 048	19%	65 959
Public safety	190 274	198 663	200 545	200 545	16 730	178 329	157 972	20 358	13%	200 545
Housing	128 134	128 988	223 207	223 207	20 063	139 314	157 802	(18 488)	-12%	223 207
Health	27 913	29 873	29 835	29 835	2 300	22 932	23 085	(153)	-1%	29 835
<i>Economic and environmental services</i>		723 547	822 108	846 889	54 772	676 195	600 996	75 199	13%	846 889
Planning and development	192 670	202 735	225 129	225 129	17 251	169 570	175 500	(5 930)	-3%	225 129
Road transport	435 262	529 388	528 829	528 829	30 039	426 128	351 140	74 988	21%	528 829
Environmental protection	95 615	89 985	92 931	92 931	7 481	80 497	74 356	6 141	8%	92 931
<i>Trading services</i>		2 371 377	2 478 114	2 481 189	195 469	2 031 890	2 059 486	(27 596)	-1%	2 481 189
Electricity	1 314 438	1 410 105	1 407 174	1 407 174	106 449	1 121 977	1 198 766	(76 790)	-6%	1 407 174
Water	461 736	444 307	444 941	444 941	34 697	365 930	368 834	(2 904)	-1%	444 941
Waste water management	317 803	333 144	337 741	337 741	31 283	285 477	261 101	24 376	9%	337 741
Waste management	277 399	290 558	291 333	291 333	23 041	258 507	230 785	27 722	12%	291 333
<i>Other</i>		13 840	15 895	15 949	957	10 875	12 288	(1 413)	-12%	15 949
Total Expenditure - Standard	3	4 529 110	4 749 700	4 890 429	370 194	3 868 996	3 859 734	9 262	0%	4 890 429
Surplus/ (Deficit) for the year		732 487	712 422	702 187	52 778	834 648	550 285	284 364	52%	702 187

7.3. 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 for the City.

Table 4: C3: Monthly Budget Statement – Financial Performance (Revenue and expenditure by municipal vote)

Vote Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Directorate - Executive Support Services		251	979	1 336	270	625	871	(246)	-28.3%	1 336
Vote 2 - Directorate - Municipal Manager		21 135	34 833	35 333	3 934	20 872	24 159	(3 286)	-13.6%	35 333
Vote 3 - Directorate - Chief Operations Officer		174 742	109 776	206 619	37 872	114 345	141 335	(26 990)	-19.1%	206 619
Vote 4 - Directorate - Chief Financial Officer		1 694 658	1 719 752	1 735 875	91 496	1 654 421	1 472 724	181 697	12.3%	1 735 875
Vote 5 - Directorate - Corporate Services		7 270	8 309	8 309	1 056	6 444	5 552	892	16.1%	8 309
Vote 6 - Directorate - Engineering Services		2 718 289	2 335 908	2 317 985	215 863	2 016 279	1 835 216	181 062	9.9%	2 317 985
Vote 7 - Directorate - Development Planning		69 005	54 774	55 719	8 479	32 089	40 038	(7 948)	-19.9%	55 719
Vote 8 - Directorate - Health & Public Safety		132 865	144 532	145 755	3 225	106 828	117 292	(10 464)	-8.9%	145 755
Vote 9 - Directorate - Community Services		389 158	352 479	364 934	22 986	306 158	292 307	13 852	4.7%	364 934
Vote 10 - Directorate - Miscellaneous		54 223	700 782	720 859	37 791	445 584	480 524	(34 941)	-7.3%	720 859
Total Revenue by Vote	2	5 261 597	5 462 122	5 592 723	422 972	4 703 645	4 410 019	293 626	6.7%	5 592 723
Expenditure by Vote	1									
Vote 1 - Directorate - Executive Support Services		150 857	155 549	166 677	12 168	133 132	131 944	1 188	0.9%	166 677
Vote 2 - Directorate - Municipal Manager		76 810	90 018	94 264	4 186	64 486	74 154	(9 668)	-13.0%	94 264
Vote 3 - Directorate - Chief Operations Officer		135 916	141 207	236 702	20 820	148 083	167 314	(19 231)	-11.5%	236 702
Vote 4 - Directorate - Chief Financial Officer		465 564	381 616	388 248	27 903	292 967	304 796	(11 829)	-3.9%	388 248
Vote 5 - Directorate - Corporate Services		106 354	161 132	164 015	11 297	113 850	120 371	(6 521)	-5.4%	164 015
Vote 6 - Directorate - Engineering Services		2 545 434	2 737 758	2 741 415	207 255	2 217 000	2 194 061	22 938	1.0%	2 741 415
Vote 7 - Directorate - Development Planning		238 320	257 831	278 824	19 983	195 673	218 064	(22 390)	-10.3%	278 824
Vote 8 - Directorate - Health & Public Safety		243 319	260 864	261 778	21 051	224 166	204 721	19 445	9.5%	261 778
Vote 9 - Directorate - Community Services		566 536	563 726	558 507	45 531	479 639	444 308	35 330	8.0%	558 507
Vote 10 - Directorate - Miscellaneous		-	0	0	-	-	-	-		0
Total Expenditure by Vote	2	4 529 110	4 749 700	4 890 431	370 194	3 868 996	3 859 734	9 262	0.2%	4 890 431
Surplus/ (Deficit) for the year	2	732 487	712 422	702 292	52 778	834 648	550 285	284 364	51.7%	702 292

7.4. Monthly Budget Statement – Financial Performance (Revenue by Source and Expenditure by Type)

The statement of financial performance presented in table below, compares the expenditure and revenue on accrual basis against budget for the period ending 30 April 2015.

Table 5: C4: Monthly Budget Statement – Financial Performance (Revenue by Source and Expenditure by Type)

Description	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
<u>Revenue By Source</u>									
Property rates	672 059	796 668	813 298	53 011	665 746	677 262	(11 516)	-2%	813 298
Property rates - penalties & collection charges	898	512	512	–	–	487	(487)	-100%	512
Service charges - electricity revenue	1 383 884	1 511 514	1 478 315	125 089	1 236 729	1 178 436	58 293	5%	1 478 315
Service charges - water revenue	325 360	370 613	370 613	61 780	359 221	304 166	55 055	18%	370 613
Service charges - sanitation revenue	230 786	271 995	287 272	26 646	246 562	233 612	12 951	6%	287 272
Service charges - refuse revenue	228 895	251 704	261 244	21 695	218 072	203 635	14 438	7%	261 244
Service charges - other	32 485	14 261	14 261	1 485	20 808	14 860	5 948	40%	14 261
Rental of facilities and equipment	15 018	17 013	17 013	1 378	11 308	12 331	(1 023)	-8%	17 013
Interest earned - external investments	96 432	77 491	77 491	12 519	98 483	60 780	37 702	62%	77 491
Interest earned - outstanding debtors	27 178	29 383	29 383	3 030	28 987	22 620	6 368	28%	29 383
Dividends received	–	–	–	–	–	–	–		–
Fines	5 910	9 400	9 400	548	4 031	6 840	(2 809)	-41%	9 400
Licences and permits	14 161	20 523	20 523	876	11 494	15 260	(3 766)	-25%	20 523
Agency services	–	–	–	–	–	–	–		–

Transfers recognised - operational	812 167	825 736	929 301	44 196	806 495	764 084	42 412	6%	929 301
Other revenue	626 920	561 732	563 131	32 928	550 095	475 916	74 179	16%	563 131
Gains on disposal of PPE	720	–	–	–	28	–	28	0%	–
Total Revenue (excluding capital transfers and contributions)	4 472 871	4 758 546	4 871 758	385 181	4 258 061	3 970 290	287 771	7%	4 871 758
Expenditure By Type									
Employee related costs	1 159 498	1 237 215	1 241 125	96 295	997 866	957 611	40 255	4%	1 241 125
Remuneration of councillors	45 088	52 254	52 254	6 021	39 916	40 299	(383)	-1%	52 254
Debt impairment	241 011	203 074	187 074	17 796	155 895	155 895	0	0%	187 074
Depreciation & asset impairment	661 027	710 000	710 000	59 167	591 685	591 667	18	0%	710 000
Finance charges	65 775	59 248	59 248	5 067	49 361	49 373	(12)	0%	59 248
Bulk purchases	1 110 464	1 201 856	1 214 784	89 324	989 890	968 395	21 495	2%	1 214 784
Other materials		–	–	–	–	–	–	–	–
Contracted services	9 743	19 909	14 944	726	13 412	12 453	959	8%	14 944
Transfers and grants	145 865	204 013	195 638	17 174	171 083	163 032	8 051	5%	195 638
Other expenditure	1 078 878	1 059 336	1 215 362	78 624	859 887	921 009	(61 122)	-7%	1 215 362
Loss on disposal of PPE	11 761	–	–	–	–	–	–	–	–
Total Expenditure	4 529 110	4 746 906	4 890 429	370 194	3 868 996	3 859 734	9 262	0%	4 890 429
Surplus/(Deficit)	(56 239)	11 640	(18 672)	14 987	389 065	110 556	278 509	0	(18 672)
Transfers recognised - capital	734 503	700 782	720 400	37 791	445 584	439 729	5 854	(0)	720 400
Contributions recognised - capital			459	–	–	–	–		459
Contributed assets						–	–		

Surplus/(Deficit) after capital transfers & contributions	678 264	712 422	702 187	52 778	834 648	550 285			702 187
Taxation							-		
Surplus/(Deficit) after taxation	678 264	712 422	702 187	52 778	834 648	550 285			702 187
Attributable to minorities									
Surplus/(Deficit) attributable to municipality	678 264	712 422	702 187	52 778	834 648	550 285			702 187
Share of surplus/ (deficit) of associate	54 223								
Surplus/ (Deficit) for the year	732 487	712 422	702 187	52 778	834 648	550 285			702 187

7.4.1. ANALYSIS OF STATEMENT OF FINANCIAL PERFORMANCE

7.4.1.1. Property rates – Penalties and collection charges

This relates to the flat rate charged on certain properties leased by the municipality. This revenue varies according to the number of such properties leased during the year.

7.4.1.2. Service charges – Water revenue

The over-recovery of 18% is a combination of the non-alignment of the period budget with the actual trend of consumption and the influences of seasonal consumption trends.

7.4.1.3. Service charges - Other

The demand for items mentioned below is not constant throughout the year. Income is earned when there is a demand by the clients. Therefore the trend in which income is earned is not constant.

The main contributors are:

- Availability charges
- Admission fees
- New connections – sewerage

The situation is monitored on a monthly basis.

7.4.1.4. Interest earned – External investments

The variance of 62% is due to high interest earned on investments than what was projected.

7.4.1.5. Interest earned – Outstanding debtors

The variance of 28% on the interest earned on outstanding debtors signifies that during the tenth month period July 2014 - April 2015, the amount owed by debtors has been more than what was expected. This is caused by the rise in outstanding debtors.

7.4.1.6. Fines

The under-recovery on fines is mostly due to non-payment of traffic fines, withdrawing of drunken driving cases by the Prosecutors, cases struck of the roll by the magistrates and cases withdrawn by the courts. The city has however obtained the Licence plate recognition system to facilitate the collection of outstanding fines.

7.4.1.7. Licenses and Permits

The actual income earned from licences and permits is less than the year to date budget by 25% due to a decrease in driver's and learners licence applications; and roadworthy examinations.

7.4.1.8. Other revenue

Other revenue is made up of numerous miscellaneous items (e.g. town planning fees, market income, vehicle registration fees, cemetery fees, grave space sales, tender receipts, towing fees, etc.).

7.4.1.9. Repairs and Maintenance

Table 6 below reflects that as at 30 April 2015, the repairs and maintenance expenditure is 73% of the approved budget of R327.75 million (2013/14: 67%) .

Refer to Annexure B: SC13c (repairs and maintenance by asset class).

Table 6: Repairs and Maintenance per Directorate

Directorate	<u>2014/2015</u> <u>Annual</u> <u>Budget</u> <u>R</u>	<u>2014/2015</u> <u>Annual</u> <u>Expenditure</u> <u>R</u>	<u>2014/2015</u> <u>Variance</u> <u>R</u>	<u>2014/2015</u> <u>% of</u> <u>Budget</u> <u>%</u>
Directorate of Executive Support	2,645,438	454 058	2 191 380	17%
Directorate of The Municipal Manager	72,820	2 828	69 992	4%
Directorate of Chief Operations Officer	83,651	69 159	14 492	83%
Directorate of Finance	2,699,709	1 384 334	1 315 375	51%
Directorate of Corporate Services	5,462,300	4 264 989	1 197 311	78%
Directorate of Engineering Services	258,749,491	199 842 263	58 907 228	77%
<i>Electricity</i>	109,151,194	78 663 581	30 487 613	72%
<i>Water</i>	37,061,324	29 137 645	7 923 679	79%
<i>Sanitation</i>	25,286,865	18 719 592	6 567 273	74%
<i>Other</i>	87,250,108	73 321 445	13 928 663	84%
Directorate of Development Planning	24,650,498	8 348 354	16 302 144	34%
Directorate of Health and Public Safety	5,706,795	2 073 616	3 633 179	36%
Directorate of Community Services	27,678,109	21 632 048	6 046 061	78%
TOTAL	327,748,811	238 071 649	89 677 162	73%

7.5. Capital Expenditure (municipal vote, standard classification and funding)

The table below reflects the Metro's capital programme in relation to capital expenditure by municipal vote, capital expenditure by standard classification and funding sources.

Table 7: C5: Monthly Budget Statement – Capital Expenditure (municipal vote, standard classification and funding)

Vote Description	Ref	Budget Year 2014/15								
		2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Directorate - Executive Support Services		558	500	6 729	155	1 059	29 124	(28 065)	-96%	6 729
Vote 2 - Directorate - Municipal Manager		944	7 000	6 500	195	4 887	68	4 819	7100%	6 500
Vote 3 - Directorate - Chief Operations Officer		58 744	90 136	156 185	5 768	107 974	20 334	87 640	431%	156 185
Vote 4 - Directorate - Chief Financial Officer		3 544	12 350	11 282	15	2 490	6 303	(3 813)	-60%	11 282
Vote 5 - Directorate - Corporate Services		31 262	15 100	23 086	162	3 990	2 397	1 593	66%	23 086
Vote 6 - Directorate - Engineering Services		636 990	665 696	768 226	46 268	409 604	255 116	154 487	61%	768 226
Vote 7 - Directorate - Development Planning		28 432	54 895	51 543	3 557	25 871	31 469	(5 598)	-18%	51 543
Vote 8 - Directorate - Health & Public Safety		6 744	9 800	14 871	538	2 396	24 990	(22 594)	-90%	14 871
Vote 9 - Directorate - Community Services		67 420	86 530	130 323	3 335	47 116	8 038	39 078	486%	130 323
Vote 10 - Directorate - Miscellaneous		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	834 638	942 007	1 168 745	59 993	605 385	377 839	227 546	60%	1 168 745
Single Year expenditure appropriation	2									
Vote 1 - Directorate - Executive Support Services		-	-	-	-	-	-	-	-	-
Vote 2 - Directorate - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Directorate - Chief Operations Officer		-	-	-	-	-	-	-	-	-
Vote 4 - Directorate - Chief Financial Officer		-	-	-	-	-	-	-	-	-
Vote 5 - Directorate - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 6 - Directorate - Engineering Services		-	-	-	-	-	-	-	-	-
Vote 7 - Directorate - Development Planning		-	-	-	-	-	-	-	-	-
Vote 8 - Directorate - Health & Public Safety		-	-	-	-	-	-	-	-	-
Vote 9 - Directorate - Community Services		-	-	-	-	-	-	-	-	-
Vote 10 - Directorate - Miscellaneous		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4									
Total Capital Expenditure		834 638	942 007	1 168 745	59 993	605 385	377 839	227 546	60%	1 168 745
Capital Expenditure - Standard Classification										
Governance and administration		33 780	34 950	47 597	527	12 406	15 388	(2 981)	-19%	47 597
Executive and council		1 731	7 500	13 229	350	5 945	4 277	1 668	39%	13 229
Budget and treasury office		1 369	12 350	11 282	15	2 471	3 647	(1 176)	-32%	11 282
Corporate services		30 680	15 100	23 086	162	3 990	7 463	(3 473)	-47%	23 086
Community and public safety		134 713	140 467	208 795	9 048	120 865	67 501	53 364	79%	208 795
Community and social services		67 627	12 500	16 223	2 633	8 681	5 245	3 436	66%	16 223
Sport and recreation		-	28 030	21 516	109	1 814	6 956	(5 142)	-74%	21 516
Public safety		8 386	9 800	14 871	538	2 396	4 808	(2 412)	-50%	14 871
Housing		58 700	90 136	156 185	5 768	107 974	50 493	57 482	114%	156 185
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		312 120	262 895	390 442	19 755	202 182	126 225	75 957	60%	390 442
Planning and development		28 419	54 895	51 543	3 557	25 871	16 663	9 207	55%	51 543
Road transport		283 701	198 000	327 199	14 990	172 014	105 779	66 235	63%	327 199
Environmental protection		-	10 000	11 700	1 208	4 297	3 782	515	14%	11 700
Trading services		348 551	503 196	521 410	30 654	269 728	168 565	101 163	60%	521 410
Electricity		104 373	152 999	144 756	8 520	103 774	46 798	56 977	122%	144 756
Water		71 663	97 689	96 898	11 376	49 295	31 326	17 969	57%	96 898
Waste water management		172 515	216 508	198 873	11 372	84 317	64 293	20 024	31%	198 873
Waste management		-	36 000	80 884	(616)	32 343	26 149	6 194	24%	80 884
Other		5 475	500	500	9	204	162	43	26%	500
Total Capital Expenditure - Standard Classification	3	834 638	942 007	1 168 745	59 993	605 385	377 839	227 546	60%	1 168 745
Funded by:										
National Government		722 854	671 925	667 655	32 883	396 854	215 844	181 010	84%	667 655
Provincial Government		11 649	28 857	52 745	4 908	48 730	17 052	31 678	186%	52 745
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		734 503	700 782	720 400	37 791	445 584	232 896	212 688	91%	720 400
Public contributions & donations	5	-	-	459	-	-	148	(148)	-100%	459
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		100 136	241 226	447 886	22 202	159 802	144 796	15 006	10%	447 886
Total Capital Funding		834 638	942 007	1 168 745	59 993	605 385	377 839	227 546	60%	1 168 745

7.6. Monthly Budget Statement – Financial Position

The table below reflects the financial position of the Metro. It is good to note that the Metro is having high assets over liabilities resulting into the net worth of R12.39 billion.

Table 8: C6: Monthly Budget Statement – Financial Position

Description	Ref	2013/14	Budget Year 2014/15			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		197 584	80 000	80 000	72 676	80 000
Call investment deposits		1 965 156	1 233 269	979 567	2 639 532	979 567
Consumer debtors		504 740	1 160 451	1 160 451	642 650	1 160 451
Other debtors		191 519	90 203	90 203	172 784	90 203
Current portion of long-term receivables		–	14	14	–	14
Inventory		50 598	88 000	88 000	53 495	88 000
Total current assets		2 909 597	2 651 937	2 398 235	3 581 137	2 398 235
Non current assets						
Long-term receivables		–	60	60	–	60
Investments		–	–	–	–	–
Investment property		333 278	374 000	374 000	333 278	374 000
Investments in Associate		59 549	0	0	59 549	0
Property, plant and equipment		10 287 665	11 966 257	11 966 257	10 302 485	11 966 257
Agricultural		–	–	–	–	–
Biological assets		–	–	–	–	–
Intangible assets		30 497	20 730	20 730	29 184	20 730
Other non-current assets		–	68 330	68 330	–	68 330
Total non current assets		10 710 989	12 429 377	12 429 377	10 724 496	12 429 377
TOTAL ASSETS		13 620 586	15 081 314	14 827 612	14 305 633	14 827 612
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		57 416	54 633	54 633	57 416	54 633
Consumer deposits		44 838	49 140	49 140	47 339	49 140
Trade and other payables		844 937	737 100	737 100	727 329	737 100
Provisions		126 386	144 560	144 560	126 386	144 560
Total current liabilities		1 073 577	985 433	985 433	958 470	985 433
Non current liabilities						
Borrowing		545 999	546 515	546 515	503 057	546 515
Provisions		456 805	544 620	544 620	456 805	544 620
Total non current liabilities		1 002 804	1 091 135	1 091 135	959 862	1 091 135
TOTAL LIABILITIES		2 076 381	2 076 568	2 076 568	1 918 332	2 076 568
NET ASSETS	2	11 544 205	13 004 746	12 751 045	12 387 301	12 751 045
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		9 140 702	10 327 810	10 074 109	9 983 798	10 074 109
Reserves		2 403 503	2 676 936	2 676 936	2 403 503	2 676 936
TOTAL COMMUNITY WEALTH/EQUITY	2	11 544 205	13 004 746	12 751 045	12 387 301	12 751 045

7.7. Monthly Budget Statement – Cash Flow

The Metros' cash flow position and cash/cash equivalent outcome is shown in the table below. The Metro's cash position reflects a net increase of R547.78 million resulting in cash and cash equivalents closing balance of R2.71 billion as at 30 April 2015.

Table 9: C7: Monthly Budget Statement – Cash Flow

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other		3 305 609	3 577 250	3 586 270	325 435	3 324 096	2 981 041	343 054	12%	3 586 270
Government - operating		812 167	825 736	929 301	44 196	806 495	688 114	118 382	17%	929 301
Government - capital		734 503	700 782	720 859	100	665 512	583 985	81 527	14%	720 859
Interest		123 654	106 874	106 874	15 549	127 470	89 062	38 408	43%	106 874
Dividends		-	-	-	-	0	-	0	#DIV/0!	-
Payments										
Suppliers and employees		(3 308 223)	(3 507 515)	(3 675 516)	(301 093)	(3 500 777)	(2 922 929)	577 848	-20%	(3 675 516)
Finance charges		(65 777)	(59 248)	(59 248)	(5 067)	(49 327)	(49 373)	(46)	0%	(59 248)
Transfers and Grants		(144 964)	(204 013)	(195 638)	(23 457)	(177 365)	(170 011)	7 354	-4%	(195 638)
NET CASH FROM/(USED) OPERATING ACTIVITIES		1 456 969	1 439 866	1 412 901	55 664	1 196 103	1 199 888	(3 785)	0%	1 412 901
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		767	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		14	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		892	-	-	-	-	-	-	-	-
Payments										
Capital assets		(843 732)	(942 007)	(1 168 745)	(59 993)	(605 385)	(785 006)	(179 621)	23%	(1 168 745)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(842 058)	(942 007)	(1 168 745)	(59 993)	(605 385)	(785 006)	(179 621)	23%	(1 168 745)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		(244 040)	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		(681)	-	-	-	-	-	-	-	-
Payments										
Repayment of borrowing		(49 072)	(54 633)	(54 633)	-	(42 942)	(45 528)	(2 585)	6%	(54 633)
NET CASH FROM/(USED) FINANCING ACTIVITIES		(293 793)	(54 633)	(54 633)	-	(42 942)	(45 528)	(2 585)	6%	(54 633)
NET INCREASE/ (DECREASE) IN CASH HELD		321 118	443 225	189 523	(4 329)	547 775	369 354			189 523
Cash/cash equivalents at beginning:		1 843 315	870 044	870 044		2 164 433	870 044			2 164 433
Cash/cash equivalents at month/year end:		2 164 433	1 313 269	1 059 567		2 712 208	1 239 398			2 353 956

PART 2: SUPPORTING **DOCUMENTATION**

8. IN-YEAR BUDGET STATEMENT SUPPORTING TABLES AND DOCUMENTATION

8.1. Debtors

The debtor analysis table below (table 10) provides an age analysis summary by revenue source and customer category for the total debtors.

Table 10: SC3 Monthly budget statement Aged Debtors

Description	NT Code	Budget Year 2014/15										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	67 100	21 710	13 816	11 326	10 941	16 463	68 829	199 642	409 828	307 202		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	82 594	7 733	3 409	2 840	2 143	1 992	8 356	25 715	134 784	41 047		
Receivables from Non-exchange Transactions - Property Rates	1400	56 447	19 649	12 935	11 725	11 370	11 080	60 342	148 048	331 596	242 565		
Receivables from Exchange Transactions - Waste Water Management	1500	18 676	6 412	3 965	3 505	3 289	3 106	24 025	105 033	168 012	138 958		
Receivables from Exchange Transactions - Waste Management	1600	14 511	6 844	4 854	4 378	4 300	4 081	31 093	142 685	212 746	186 537		
Receivables from Exchange Transactions - Property Rental Debtors	1700	73	68	63	63	63	63	405	2 573	3 371	3 167		
Interest on Arrear Debtor Accounts	1810									-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-		
Other	1900	8 033	3 114	2 512	2 216	2 581	2 347	19 003	97 119	136 925	123 266		
Total By Income Source	2000	247 434	65 529	41 555	36 053	34 688	39 132	212 054	720 817	1 397 261	1 042 743	-	-
2013/14 - totals only		188 707	51 323	36 295	32 134	37 322	42 005	146 747	566 722	1 101 256	824 930		
Debtors Age Analysis By Customer Group													
Organs of State	2200	10 602	4 831	407	249	202	291	2 197	3 244	22 024	6 184		
Commercial	2300	118 324	15 312	10 066	9 662	8 512	8 665	37 746	62 276	270 564	126 861		
Households	2400	110 532	40 777	27 211	22 556	21 899	26 192	149 586	542 817	941 569	763 050		
Other	2500	7 975	4 609	3 872	3 585	4 074	3 984	22 524	112 480	163 105	146 648		
Total By Customer Group	2600	247 434	65 529	41 555	36 053	34 688	39 132	212 054	720 817	1 397 261	1 042 743	-	-

8.1.1. Additional debtors information

The debtors that are older than 30 days, which includes all charges, amounted to R1,149,827,036 at 30 April 2015 (Refer to 8.2.1 and 8.2.2 below) which is an increase of R7,610,660 over the amount of R1,142,216,376 at 31 March 2015. The primary reason for the increase relates to debtors who fail to settle their current accounts by the due date. Furthermore, the instability of the network, especially in the inland and midland areas has had a negative impact on credit control actions which had to be limited due to the network problems. The IT department is working on ensuring reliable network availability to all BCMM sites.

8.2. Additional debtor's information.

8.2.1. Age Analysis per Category

Table 11 below details debtors age analysis that are older than 30 days by income source as at 30 April 2015. It also provides comparison with the prior year (30 April 2014) which indicates an increase from R946.72 million to 1.15 billion.

Table 11: Debtor's Age Analysis by Income Source Comparison

AGEING	RATES	SEWERAGE	ELECTRICITY	WATER	REFUSE	SUNDRY DEBTORS	TOTAL FOR APRIL 2015	TOTAL FOR APRIL 2014
30 DAYS	19,649,198	6,411,994	7,733,170	21,709,699	6,844,019	3,181,224	65,529,303	64,227,653
60 DAYS	12,934,893	3,965,174	3,409,469	13,816,300	4,853,674	2,575,675	41,555,184	47,811,717
90 DAYS	11,724,861	3,505,432	2,839,846	11,326,416	4,377,558	2,278,531	36,052,644	53,571,492
120 DAYS TO 360 DAYS	82,791,833	30,419,866	12,491,607	96,233,616	39,474,245	24,462,125	285,873,291	238,804,914
YEAR 2	47,671,222	38,649,560	8,729,167	77,786,984	44,364,548	28,848,000	246,049,482	160,695,135
YEAR 3	27,640,189	18,713,278	5,705,872	35,674,499	25,466,335	19,454,942	132,655,116	100,252,211
YEAR 4	20,879,609	11,707,327	5,237,422	20,980,007	15,743,249	12,494,779	87,042,394	63,684,983
YEAR 5	13,419,066	7,784,921	1,768,425	15,179,828	11,539,076	8,742,260	58,433,575	66,581,928
YEAR 5+	38,438,169	28,177,839	4,274,296	50,020,656	45,572,278	30,152,809	196,636,047	151,086,755
TOTAL	275,149,040	149,335,392	52,189,274	342,728,005	198,234,982	132,190,343	1,149,827,036	946,716,787

8.2.2. Age Analysis per Category

Table 12 below details debtors age analysis per category type that are older than 30 days as at 30 April 2015. It also reflects the percentage split per category with domestic consumers having the highest share followed by indigent consumers.

Table 12: Age Analysis per Category Type

CATEGORY TYPE	30 DAYS	60 DAYS	90 DAYS	120 DAYS+	Total	% Share
Domestic	29,071,775	16,572,111	13,399,103	444,553,527	503,596,515	43.80
Indigent	11,373,186	10,498,855	9,063,838	295,317,239	326,253,117	28.37
Business	15,312,437	10,066,027	9,662,090	117,198,823	152,239,377	13.24
Government	4,830,903	406,607	249,433	5,934,415	11,421,358	0.99
Municipal Staff	312,345	126,736	89,876	600,769	1,129,725	0.10
Councillors	19,446	12,864	3,558	21,782	57,651	0.01
Other	4,609,212	3,871,985	3,584,747	143,063,349	155,129,293	13.49
Total	65,529,303	41,555,184	36,052,644	1,006,689,905	1,149,827,036	100.00

Note*: A stop order deduction is implemented for all municipal staff and councillors in arrears. When new staff join the employ of the municipality in many instances there is services debt, and therefore the arrears will be liquidated over an acceptable period of time, in terms of the Credit Control Policy. The reason why the debt reflects in the 30/60/90 day columns relating to staff and councillors is due to the fact that when the stop orders are receipted the payment is allocated to the oldest ageing category, giving the impression that current is not being paid, which is not the case as an amount is being deducted for current accounts.

8.2.3. Billing, Receipts and Debtors Collection Rate

Table 13 below reflect the twelve monthly amounts billed, collected/received and collection rate for the current financial year and previous financial year.

Table 13: Cumulative Nett Billing, Receipts and Debtors Collection Ratio per month from 2013/14 to 2014/15 financial year

Month	2012/2013			2013/2014			2014/2015		
	Billing	Receipts	Collection Rate	Billing	Receipts	Collection Rate	Billing	Receipts	Collection Rate
July	238,333,589	-155,444,098	90.42	2,325,509,002	-2,153,249,916	92.59	2,602,264,135	-2,371,903,619	91
August	456,862,028	-318,827,484	68.55	2,360,722,274	-2,184,105,932	92.52	2,568,699,884	-2,383,877,074	93
September	637,913,507	-509,870,368	77.58	2,362,100,818	-2,201,573,537	93.20	2,589,585,746	-2,403,569,317	93
October	814,187,990	-711,819,642	87.22	2,390,760,330	-2,214,093,193	92.61	2,625,227,643	-2,450,270,791	93
November	1,003,917,047	-884,987,889	89.60	2,413,236,105	-2,237,227,839	92.71	2,652,206,738	-2,440,158,405	92
December	1,187,612,559	-1,046,276,767	89.74	2,451,423,493	-2,277,540,737	92.91	2,662,628,366	-2,446,012,486	92
January	1,376,713,577	-1,219,332,883	89.58	2,473,521,774	-2,288,389,311	92.52	2,712,272,987	-2,461,342,745	91
February	1,571,214,609	-1,399,676,516	90.38	2,489,423,294	-2,286,023,845	91.83	2,712,530,485	-2,497,487,079	92
March	1,756,245,816	-1,575,792,522	90.40	2,508,588,241	-2,317,244,720	92.37	2,733,798,105	-2,521,003,323	92
April	1,928,740,621	-1,770,276,496	91.95	2,533,810,040	-2,313,671,267	91.31	2,760,426,654	-2,550,439,243	92.39
May	2,136,072,369	-1,952,779,796	93.19	2,563,282,383	-2,324,079,609	90.67			
June	2,325,509,002	-2,134,450,531	92.65	2,565,798,810	-2,350,536,518	91.61			

8.2.4. Debt Incentive Scheme

The City is currently undertaking a debt incentive scheme to encourage consumers to pay its long outstanding debts. Any debt that was 120 days or older as at November 2014 will qualify for a write off of 50% provided that the remaining 50% plus the debt in the current to 90 days ageing categories is paid. This debt can be paid once-off, or in monthly instalment arrangements; or as a rand-for-rand option, whereby the consumer has an opportunity to pay 50% of the debt older than 120 days off as and when they can, until the end of June 2016 and for every payment made towards this debt, an amount of equal value will be written off.

As at 30 April 2015 a total of 1,780 consumers have registered for the scheme. The total registered debt value is R35,800,793.51 to-date, debt payments received amount to R20,215,422.68 and debt write-offs total to R8,483,151.01.

8.2.5. Government Accounts

The total arrears owed by Government Departments to Buffalo City Metropolitan Municipality as at 30 April 2015 amounted to R11,417,408. This indicates a decrease of R1,106,185 when compared to prior month amount of R12,523,593.

With regards to the outstanding debt for the Department of Agriculture, the department has agreed to pay an average amount of R96,000 each month until their water query has been resolved.

Letters of demand have been issued to all other Government Departments in arrears and payments and credit adjustments have been processed since 30 April 2015.

A total payment of R13,390,706.73 was received from Government Departments in April 2015. The breakdown of the arrears per department (excluding accounts in credit) is indicated in the table hereunder, as at 30 April 2015.

Table 14 below provides an analysis of government debtors as at 30 April 2015 and comparison with the previous month.

Table 14: Analysis of Government Debtors

DEPARTMENT	PROPERTY RATES	SERVICES	ARREARS AS AT 30 APRIL 2015	ARREARS AS AT 31 MARCH 2015	DIFFERENCE
National Department Of Public Works	534,846	219,071	753,917	1,975,035	(1,221,117)
Provincial Department Of Public Works	2,453,515	3,631,348	6,084,863	6,345,497	(260,635)
Department Of Education		2,110,280	2,110,280	2,148,583	(38,302)
Department Of Health		1,107,928	1,107,928	1,896,926	(788,997)
Department Of Social Development		81,365	81,365	45,431	35,934
Department Of Transport		26,133	26,133	-	-
Department Of Agriculture		1,156,642	1,156,642	9,834	1,146,808
Sport, Recreation, Arts and Culture		26,152	26,152	-	-
Unemployment Insurance		7,254	7,254	7,191	63
Members Of Provincial Legislature		48,527	48,527	95,096	(46,569)
Department of Water Affairs		14,347	14,347	-	-
TOTAL	2,988,361	8,429,047	11,417,408	12,523,593	(1,106,185)

9. CREDITORS' ANALYSIS

The creditors' analysis as depicted in table 15 below contains an aged analysis by customer type. It reflects that creditors are paid within 30 days, except when the are disputes on invoices received.

Table 15: SC4 Monthly budget Statement Aged Creditors

Description	NT Code	Budget Year 2013/14									Prior year totals for chart (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	0100	80 032									80 032	
Bulk Water	0200	16 123									16 123	
PAYE deductions	0300	13 050									13 050	
VAT (output less input)	0400	-									-	
Pensions / Retirement deductions	0500	15 527									15 527	
Loan repayments	0600	-									-	
Trade Creditors	0700	67 747	6 005								73 751	
Auditor General	0800	1 427									1 427	
Other	0900	140 596									140 596	
Total By Customer Type	1000	334 503	6 005	-	-	-	-	-	-	-	340 507	-

The table below (table 16) depicts actual payments made by BCMM to its top twenty (20) creditors in April 2015.

Table 16: Payments made to the 20 highest Paid Creditors – April 2015

<u>CREDITOR</u>	<u>90 DAYS</u>	<u>60 DAYS</u>	<u>30 DAYS</u>	<u>CURRENT</u>	<u>TOTAL</u>	<u>PAYMENT</u>
ESKOM				80 032 122	80 032 122	80 032 122
AMATOLA WATER				16 122 940	16 122 940	16 122 940
MTIMA PLUMBING SERVICES				5 376 831	5 376 831	5 376 831
MANTELLA TRADING 522 CC				4 683 674	4 683 674	4 683 674
TSHUVANE SERVICES			4 530 353	-	4 530 353	4 530 353
LUQAQAMBO CIVILS CONSTRUCTION SUPPLY CC				3 474 839	3 474 839	3 474 839
LIFETIME CONNECTION MANUFACTURING SUPPLY CC				3 183 749	3 183 749	3 183 749
C & M FASTENERS CC				3 137 874	3 137 874	3 137 874
IMVUSA TRADING 415				2 950 730	2 950 730	2 950 730
MAZIYA GENERAL SERVICES				2 855 239	2 855 239	2 855 239
MAKINWA MEDIA MANAGEMENT				2 534 325	2 534 325	2 534 325
MAMLAMBO CONSTRUCTION				2 469 225	2 469 225	2 469 225
EYA BANTU PROFESSIONAL SERVICES CC				2 436 662	2 436 662	2 436 662
KADA GENERAL TRADING				2 316 913	2 316 913	2 316 913
T V R CONSTRUCTION				1 964 385	1 964 385	1 964 385
MVEZO PLANT & CIVILS CC				1 567 220	1 567 220	1 567 220
SOYAMA CONSTRUCTION SERVICES CC				1 512 200	1 512 200	1 512 200
RENNIES TRAVEL (PTY) LTD			1 474 553	-	1 474 553	1 474 553
KHULA TECHNOLOGIES CC				1 405 899	1 405 899	1 405 899
GINTI CC				1 354 175	1 354 175	1 354 175
TOTAL	-	-	6 004 906	139 379 001	145 383 908	145 383 908

10. INVESTMENT PORTFOLIO ANALYSIS

The investment portfolio analysis detailed in table 17 below includes information of the institution where funds are invested, period of investment, type of investment and accrued interest for the month.

Table 17: SC5 Monthly budget Statement – investment portfolio

Investments by maturity Name of institution & investment ID	Ref	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
R thousands		Yrs/Months							
Municipality									
Rand Merchant Bank X021901943		Call Account	Call Account	Call Account	191	1.7%	44 274	191	44 465
Absa 91 2884 4539		Call Account	Call Account	Call Account	4	0.0%	912	(274)	638
Standard 422 742		Call Account	Call Account	Call Account	4	0.0%	976	4	980
Absa 91 4102 2241		Call Account	Call Account	Call Account	36	0.3%	8 962	36	8 998
Absa 91 4163 6965		Call Account	Call Account	Call Account	1	0.0%	203	1	204
Absa 91 5484 1280		Call Account	Call Account	Call Account	5	0.0%	1 302	5	1 308
Rand Merchant Bank X021904910		Call Account	Call Account	Call Account	38	0.3%	8 786	38	8 824
Standard 76586/442740		Call Account	Call Account	Call Account	9	0.1%	2 156	9	2 165
Absa 92 0562 2137		Call Account	Call Account	Call Account	3	0.0%	757	3	760
Rand Merchant Bank X021904913		Call Account	Call Account	Call Account	60	0.5%	13 927	60	13 987
Rand Merchant Bank X021903300		Call Account	Call Account	Call Account	10	0.1%	2 386	10	2 396
Stanlib 551 557 338		Call Account	Call Account	Call Account	20	0.2%	3 983	(97)	3 886
Absa 92 4434 8061		Call Account	Call Account	Call Account	0	0.0%	30	0	30
Nedbank 03/7881532939/000126		Call Account	Call Account	Call Account	9	0.1%	2 003	9	2 012
Standard 76586/442739		Call Account	Call Account	Call Account	24	0.2%	5 662	24	5 686
Stanlib 551 660 303		Call Account	Call Account	Call Account	26	0.2%	5 471	(3 511)	1 961
Nedbank 03/7881532939/000041		Call Account	Call Account	Call Account	29	0.3%	6 688	29	6 717
Nedbank 03/7881532939/000056		Call Account	Call Account	Call Account	5	0.0%	1 105	(47)	1 058
Nedbank 03/7881532939/000058		Call Account	Call Account	Call Account	26	0.2%	5 949	(51)	5 899
Nedbank 03/7881532939/000103		Call Account	Call Account	Call Account	5	0.0%	1 179	5	1 184
Nedbank 03/7881532939/000064		Call Account	Call Account	Call Account	47	0.4%	10 915	(93)	10 822
Absa 92 0559 0710		Call Account	Call Account	Call Account	0	0.0%	39	0	39
Nedbank 03/7881532939/000117		Call Account	Call Account	Call Account	38	0.3%	8 962	(885)	8 077

Investments by maturity Name of institution & investment ID R thousands	Ref	Period of Investment Yrs/Months	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
Municipality									
Nedbank 03/7881532939/000108		Call Account	Call Account	Call Account	1	0.0%	160	1	161
Absa 92 2975 5568		Call Account	Call Account	Call Account	0	0.0%	15	0	15
Absa 91 9360 7257		Call Account	Call Account	Call Account	4	0.0%	976	4	980
Nedbank 03/7881532939/000112		Call Account	Call Account	Call Account	0	0.0%	1	0	1
Standard 76586/442737		Call Account	Call Account	Call Account	15	0.1%	3 400	15	3 415
Nedbank 03/7881532939/000110		Call Account	Call Account	Call Account	2	0.0%	421	(58)	363
Nedbank 03/7881532939/000123		Call Account	Call Account	Call Account	1	0.0%	139	1	140
Rand Merchant Bank RRB1629010		Call Account	Call Account	Call Account	298	2.7%	68 995	298	69 293
Stanlib 551 989 180		Call Account	Call Account	Call Account	177	1.6%	34 375	177	34 552
Absa 92 2590 9850		Call Account	Call Account	Call Account	4	0.0%	913	4	916
Stanlib 551 539 764		Call Account	Call Account	Call Account	7	0.1%	1 343	(81)	1 262
Rand Merchant Bank RRB0324003		Call Account	Call Account	Call Account	9	0.1%	2 174	(1 441)	733
Stanlib 551 567 496		Call Account	Call Account	Call Account	0	0.0%	2	0	2
Stanlib 551 576 733		Call Account	Call Account	Call Account	0	0.0%	80	0	80
Rand Merchant Bank RRB0B25020		Call Account	Call Account	Call Account	9	0.1%	2 032	9	2 041
Standard 76586/442743		Call Account	Call Account	Call Account	0	0.0%	83	0	83
Rand Merchant Bank RRB1609012		Call Account	Call Account	Call Account	1	0.0%	274	1	275
Stanlib 551 742 405		Call Account	Call Account	Call Account	2	0.0%	353	2	355
Rand Merchant Bank KLN2308011		Call Account	Call Account	Call Account	1	0.0%	348	1	349
Nedbank 03/7881532939/000128		Call Account	Call Account	Call Account	294	2.6%	68 239	294	68 533
Rand Merchant Bank RRB1722008		Call Account	Call Account	Call Account	457	4.1%	105 842	457	106 299
Standard 76586/442745		Call Account	Call Account	Call Account	294	2.6%	68 088	294	68 381
Absa 92 6406 3148		Call Account	Call Account	Call Account	690	6.2%	172 226	(37 313)	134 913
Rand Merchant Bank KLN2720020		Call Account	Call Account	Call Account	17	0.2%	4 295	(2 836)	1 460

Investments by maturity Name of institution & investment ID R thousands	Ref	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
		Yrs/Months							
Municipality									
Stanlib 551 868 235		Call Account	Call Account	Call Account	1	0.0%	125	1	125
Absa 92 0559 0891		Call Account	Call Account	Call Account	3	0.0%	735	3	738
Rand Merchant Bank VVW2B13011		Call Account	Call Account	Call Account	2	0.0%	572	(286)	286
Nedbank Refer to Confirmation		Refer to Confirmation	Refer to Confirmation	Refer to Confirmation	–		–	–	–
Stanlib 753 72 270		Call Account	Call Account	Call Account	123	1.1%	23 862	123	23 985
Stanlib 551 353 708		Call Account	Call Account	Call Account	5	0.0%	951	5	955
Standard 76586/442736		Call Account	Call Account	Call Account	446	4.0%	103 347	446	103 793
Stanlib 753 72 271		Call Account	Call Account	Call Account	638	5.7%	123 681	638	124 319
Rand Merchant Bank X021904579		Call Account	Call Account	Call Account	371	3.3%	85 890	371	86 261
Nedbank 03/7881532939/000101		Call Account	Call Account	Call Account	462	4.1%	107 034	462	107 496
Absa 92 1120 9757		Call Account	Call Account	Call Account	1 269	11.3%	311 938	1 269	313 207
Absa 92 2110 3430		Call Account	Call Account	Call Account	552	4.9%	135 583	552	136 135
Standard 76586/442741		Call Account	Call Account	Call Account	40	0.4%	9 229	40	9 268
Standard 76586/442744		Call Account	Call Account	Call Account	141	1.3%	33 354	(6 902)	26 452
Rand Merchant Bank RRB0C07002		Call Account	Call Account	Call Account	39	0.3%	9 086	39	9 125
Nedbank 03/7881532939/000129		Call Account	Call Account	Call Account	88	0.8%	20 311	88	20 398
Nedbank 03/7881532939/000125		Call Account	Call Account	Call Account	2	0.0%	465	2	467
Stanlib 551 748 914		Call Account	Call Account	Call Account	134	1.2%	26 019	134	26 153
Absa 92 6406 3407		Call Account	Call Account	Call Account	7	0.1%	1 710	7	1 717
Nedbank 03/7881532939/000132		Call Account	Call Account	Call Account	1 742	15.6%	399 121	21 742	420 864
Rand Merchant Bank KLN3815041		Call Account	Call Account	Call Account	1 333	11.9%	304 648	19 500	324 147
Standard 76586/470801		Call Account	Call Account	Call Account	923	8.2%	209 070	21 923	230 993
Standard 76586/442738		Call Account	Call Account	Call Account	10	0.1%	2 237	10	2 247
Municipality sub-total					11 205		2 580 366	15 464	2 595 830
Entities									
Entities sub-total					–		–	–	–
TOTAL INVESTMENTS AND INTEREST	2				11 205		2 580 366	15 464	2 595 830

11.ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

Transfers and grants expenditure per allocation or grant is provided in the table below. Further details on grants expenditure performance is detailed in section 11.1 below.

Table 18: SC7 Monthly budget Statement – transfers and grants expenditure

Description	Ref	2013/14	Budget Year 2014/15							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		29 373	698 929	699 729	3 650	32 079	583 107	(551 028)	-94.5%	699 729
Urban Settlement Development Grant		20 855	33 465	34 265	2 960	23 759	28 554	(4 795)	-16.8%	34 265
Financial Management Grant		1 294	1 500	1 500	140	1 007	1 250	(243)	-19.4%	1 500
Expanded Public works Programme Incentive Grant		3 278	1 890	1 890	-	1 588	1 575	13	0.9%	1 890
Department of Water Affairs		-	-	-	-	-	-	-	-	-
Equitable Share		-	656 674	656 674	-	-	547 228	(547 228)	-100.0%	656 674
Infrastructure Skills Development Grant		3 946	5 400	5 400	550	5 724	4 500	1 224	27.2%	5 400
Provincial Government:		117 320	122 746	221 486	18 341	135 437	184 572	(8 932)	-4.8%	221 486
Roads Subsidy - Provincial Roads		-	1 871	1 871	-	-	1 559	(1 559)	-100.0%	1 871
Dept of Environmental Affairs and Tourism		-	3 745	3 546	82	3 004	2 955	48	1.6%	3 546
Dept of Environmental Affairs and Tourism (Greening Award)		-	-	2 500	-	-	2 083	-	-	2 500
Department of Water Affairs		2 313	-	-	-	-	-	-	-	-
Local Government & Transitional Affairs		1 472	9 101	8 369	177	4 819	6 974	(2 155)	-30.9%	8 369
Health Subsidy - ATIC		-	2 522	2 522	-	-	2 102	(2 102)	-100.0%	2 522
Cooperative Governance and Traditional Affairs		-	1 049	-	-	-	-	-	-	-
Library Subsidy		-	3 638	3 638	-	-	3 032	(3 032)	-100.0%	3 638
Reclaim Land Claims Commission(RLCC)		228	-	72	-	63	60	3	5.3%	72
Dept Sport, Recreation, Arts and Culture (DSRAC)		-	37	37	-	-	31	(31)	-100.0%	37
Dept of Land Affairs		90	777	81	-	19	67	(49)	-72.4%	81
Human Settlement Development Grant		113 216	99 938	198 783	18 082	127 534	165 653	-	-	198 783
Office of the Premier		-	67	67	-	-	56	(56)	-100.0%	67
District Municipality:		-	-	-	-	-	-	-	-	-
<i>Health Subsidy - Environmental Health</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		209	6 856	8 006	132	1 995	6 672	(4 676)	-70.1%	8 006
<i>SETA - Skills Development</i>		-	2 795	2 795	-	1 243	2 329	(1 086)	-46.6%	2 795
<i>Donor Funding - Leiden & Galve</i>		209	136	136	-	9	114	(105)	-92.2%	136
<i>Salaïda</i>		-	-	-	-	-	-	-	-	-
<i>Trust Funds</i>		-	2 715	2 782	125	157	2 318	-	-	2 782
<i>Umsobomvu Youth Fund</i>		-	710	745	8	586	620	-	-	745
<i>Donor Funding - European Commission</i>		-	500	500	-	-	417	-	-	500
<i>Vuna Award</i>		-	-	1 049	-	1	874	-	-	1 049
Total operating expenditure of Transfers and Grants:		146 901	828 531	929 221	22 124	169 512	774 351	(564 637)	-72.9%	929 221
Capital expenditure of Transfers and Grants										
National Government:		722 854	671 925	664 712	32 883	396 854	553 926	(157 073)	-28.4%	664 712
Urban Settlement Development Grant		693 162	639 825	639 025	32 776	373 167	532 520	(159 353)	-29.9%	639 025
Infrastructure Skills Development Grant		23	100	100	-	-	83	(83)	-100.0%	100
Electricity Demand Side Management		4 578	-	-	-	-	-	-	-	-
Neighbourhood Development Partnership Grant		-	5 000	5 000	50	4 362	4 167	195	4.7%	5 000
Integrated National Electrification Programme		24 997	27 000	20 587	58	19 325	17 156	2 169	12.6%	20 587
Provincial Government:		10 506	28 857	55 432	4 908	48 730	46 027	2 703	5.9%	55 432
Human Settlement Development Grant		9 298	18 600	51 657	4 884	46 509	43 048	3 461	8.0%	51 657
Human Settlement Development Grant - MPCC		-	10 069	700	-	665	583	-	-	700
Dept Sport, Recreation, Arts and Culture (DSRAC)		1 046	-	2 686	24	1 377	2 239	(862)	-38.5%	2 686
Local Government, Transitional Affairs & Housing		162	189	189	-	179	157	21	13.6%	189
Dept of Environmental Affairs and Tourism		-	-	199	-	-	-	-	-	199
District Municipality:		-	-	-	-	-	-	-	-	-
<i>Amatola District Municipality</i>		-	-	-	-	-	-	-	-	-
Other grant providers:		1 143	-	716	-	-	596	(596)	-100.0%	716
<i>BCMET Funding</i>		1 143	-	257	-	-	214	(214)	-100.0%	257
<i>Lieden</i>		-	-	459	-	-	382	(382)	-100.0%	459
Total capital expenditure of Transfers and Grants		734 503	700 782	720 859	37 791	445 584	600 550	(154 966)	-25.8%	720 859
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		881 404	1 529 313	1 650 079	59 915	615 095	1 374 900	(719 603)	-52.3%	1 650 079

11.1. Expenditure On Conditional Grant Allocations

The total expenditure inclusive of reclaimed vat on conditional grants DoRA allocation as at 30 April 2015 amounts to R483.34 million which is 68% of the mid-year adjusted budget of R707.77 million.

Table 19 below reflects the year to date expenditure on 2014/15 total conditional grants.

Table 19: Spending per Conditional Grant Funding Allocation

<u>Funding/Grant</u>	<u>2014/2015 Adjusted Budget</u>	<u>YTD Expenditure (incl. vat)</u>	<u>Variance</u>	<u>% Exp vs. Budget</u>
DoE(Integrated National Electrification Programme)	20 587 000	22 018 854	-1 431 854	107%
Finance Management Grant	1 500 000	1 010 755	489 245	67%
Infrastructure Skills Development Grant	5 500 000	5 995 217	-495 217	109%
Urban Settlement Development Grant	673 289 000	447 751 280	225 537 720	67%
Neighbourhood Development Partnership	5 000 000	4 972 372	27 628	99%
Expanded Public Works Programme	1 890 000	1 588 430	301 570	84%
TOTAL	707 766 000	483 336 908	224 429 092	68%

Comments on performance of programmes that are implemented by the above funding are detailed below.

INTERGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)

Project Description

Bulk construction Zoo 40Mva substation (Multiyear project).

Electrification in the following RDP areas:

- Airport Township Ext - 81 Connections(complete),
- Second Creek - 265 Connections(complete),
- Ilitha North - 180 Connections(complete) ,
- TRA Berlin - 179 Connections(complete),
- Infills - 300 Connections(229 complete),
- Potsdam Unit P Extension - 500 connections, Contract on site and expected completion date is end May 2015,

- Temporary Relocation Area (TRA) Duncan Village - 58 Connections, cancelled due to no TRAs complete.

All projects are being implemented in terms of the Construction Program and are delivered on time.

11.1.1. FINANCE MANAGEMENT GRANT (FMG)

The year to date results indicate expenditure of 67% of the budgeted operating expenditure of R1.5 million. The funding will be fully spent before year end on implementation of Standard Chart of Accounts (SCOA), training of municipal officials in financial management and remuneration of interns.

11.1.2. URBAN SETTLEMENT DEVELOPMENT GRANT (USDG)

HOUSING

Reasons for the Low Expenditure

Technical timeframe delays in appointment of service providers and finalisation of contractual documents for projects on procurement stage contributed in the insignificant expenditure. Furthermore the inclement weather conditions and challenges with supply of specified material affected positive progress in projects that are under implementation. With regards to planning projects, designs should be finalised within the fourth quarter of the financial year (Amalinda Co - Op, Ilitha North and DVRI Pilot - Competition Site).

Corrective Measures to improve expenditure

The department has finalised the contractual documents and obligations with the newly appointed service providers, the service providers have commenced with project implementation. The department has further planned to advance project monitoring in order to ensure that the service providers deliver as per required milestones. Subsequent to the efforts, the process of procurement of annual contractors and consultant has been followed seeking to overcome procurement turnaround.

Overall expenditure has improved and should continuously increase as all service

providers will be busy with execution of work. Additional allocation of budget is required for some projects in order to proceed with work and achieve the intended targets of service delivery in the financial year. The department has further planned to advance project monitoring in order to ensure that the service providers deliver as per required milestones.

ENGINEERING SERVICES

Reasons for the Low Expenditure

Water and Sanitation Capital Projects

Some of the Treatment Works projects have been delayed due to litigations. The litigation process to be fast-tracked for the waste water treatment works projects. Funds have been spent on materials to be installed and purchasing of electronic components for the Wastewater Treatment Works projects. The rural sanitation projects have reached practically completion.

DEVELOPMENT PLANNING & ECONOMIC DEVELOPMENT

Transport Planning and Operations

Reasons for the Low Expenditure

1. KwaTshatshu Pedestrian Bridge

Consultants were appointed in July 2014. The detail design and environmental process are nearing completion. The land requirements are currently being dealt with.

It is anticipated that the detail designs and environmental processes will be completed before the financial year end.

2. Needs Camp / Potsdam Bridge

The detail design and environmental process are nearing completion. The land requirements are currently being dealt with.

It is anticipated that the detail designs and environmental processes will be completed before the financial year end.

3. Sidewalks

Sidewalks have been completed in Phakamisa, Potsdam and Mdantsane N.U.2. Sidewalks in Scenery Park are still under construction but they are far behind the schedule. A meeting is being set up to find a way forward or to terminate the contract. The construction of sidewalks in Mdantsane N.U.1 is nearing the completion stage.

4. Traffic Calming

Traffic calming measures have been completed in Beacon Bay, Cambridge, Braelyn, Duncan Village, Sweetwaters, Willow Park, KWT CBD, Amalinda, Mzamomhle, Mdantsane, Zwelitsha and Sunnyridge. The construction of traffic calming measures in Sunnyside Road has commenced and is nearing the completion stage.

5. Guardrails

Guardrails have been installed in Mdantsane, Cambridge, Scenery Park, Braelyn, Zwelitsha and Sweetwaters.

6. Traffic Signals

Traffic signals have been identified on NEX, Robbie de Lange, Potters Pass and Gullsway, due to the unavailability of cable only Robbie de Lange is currently being installed and will be commissioned before the end of May 2015.

7. King William's Town Public Transport Facilities

The designs for the project are at 95% complete.

8. Public Transport Facilities

Construction of Bus/Taxi Embayments in Cambridge is complete. Gonubie Taxi Rank surfacing is complete. Construction in Scenery Park, Dimbaza and Mdantsane is in progress. Construction of taxi rank in Bonza Bay Road has commenced, the service provider is on site.

HEALTH AND PUBLIC SAFETY

Reasons for the Low Expenditure

Draft plans for main building have been completed. First invoice was submitted at the end of March 2015 for the first stage of deliverables. The second invoice will be submitted before end of June 2015. Amended design plans are being finalised by the service provider and will be presented to the Traffic department on 20 May 2015.

COMMUNITY SERVICES

Enterprise Project Management Office (EPMO) is assisting the amenities department with project implementation in order to speed up the processes. Annual contracts are also being used where possible.

11.1.3. NEIGHBOURHOOD DEVELOPMENT PARTNERSHIP GRANT (NDPG)

BCMM has spent 99% of its allocation for the Neighbourhood Development Partnership Grant Programme grant. The programme is progressing well.

11.1.4. EXPANDED PUBLIC WORKS PROGRAMME (EPWP)

BCMM has spent 84% of its allocation for the Expanded Public Works Programme. The programme is progressing well.

12. COUNCILLOR AND EMPLOYEE BENEFITS

12.1. Councillor and Employees Benefits Summary

Table 20 below provides summary of employees and Councilors remuneration.

Table 20: SC8 Monthly Budget Statement – Councilor and Staff Benefits

Summary of Employee and Councillor remuneration	Ref	2013/14		Budget Year 2014/15						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		27 566	31 286	31 286	4 298	24 661	24 100	561	2%	31 286
Pension and UIF Contributions		2 833	3 303	3 303	392	2 538	2 543	(5)	0%	3 303
Medical Aid Contributions		1 368	1 524	1 524	136	1 259	820	439	53%	1 524
Motor Vehicle Allowance		10 796	12 907	12 907	983	9 345	10 041	(697)	-7%	12 907
Cellphone Allowance		–	–	–	–	–	–	–	–	–
Housing Allowances		2 525	3 234	3 234	212	2 114	2 795	(680)	-24%	3 234
Other benefits and allowances		–	–	–	–	–	–	–	–	–
Sub Total - Councillors		45 088	52 254	52 254	6 021	39 916	40 299	(383)	-1%	52 254
% increase	4		15.9%	15.9%						15.9%
Senior Managers of the Municipality										
Basic Salaries and Wages	3	3 537	8 717	8 717	556	4 439	10 214	(5 775)	-57%	8 717
Pension and UIF Contributions		667	1 580	1 580	108	783	1 939	(1 157)	-60%	1 580
Medical Aid Contributions		103	205	205	13	98	328	(230)	-70%	205
Overtime		–	–	–	–	–	–	–	–	–
Performance Bonus		–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance		808	2 277	2 277	92	844	2 182	(1 338)	-61%	2 277
Cellphone Allowance		–	–	–	–	–	–	–	–	–
Housing Allowances		–	77	77	1	5	234	(229)	-98%	77
Other benefits and allowances		959	1 621	1 621	219	1 724	1 817	(93)	-5%	1 621
Payments in lieu of leave		–	–	–	–	–	–	–	–	–
Long service awards		–	33	33	–	24	–	24	#DIV/0!	33
Post-retirement benefit obligations	2	–	–	–	–	–	–	–	–	–
Sub Total - Senior Managers of Municipality		6 074	14 510	14 510	989	7 916	16 715	(8 798)	-53%	14 510
% increase	4		138.9%	138.9%						138.9%
Other Municipal Staff										
Basic Salaries and Wages		654 048	775 458	778 785	57 758	589 000	604 275	(15 275)	-3%	778 785
Pension and UIF Contributions		126 960	144 765	145 867	11 154	112 298	112 325	(28)	0%	145 867
Medical Aid Contributions		46 769	57 614	58 141	4 638	43 552	41 959	1 593	4%	58 141
Overtime		80 707	57 128	57 148	8 623	88 149	46 680	41 469	89%	57 148
Performance Bonus		–	–	–	–	–	–	–	–	–
Motor Vehicle Allowance		17 823	25 328	24 793	1 634	16 200	19 283	(3 083)	-16%	24 793
Cellphone Allowance		–	–	–	–	–	–	–	–	–
Housing Allowances		3 219	7 313	7 300	310	2 879	5 685	(2 805)	-49%	7 300
Other benefits and allowances		178 806	125 372	125 001	9 841	124 359	86 148	38 211	44%	125 001
Payments in lieu of leave		–	13 000	13 000	–	–	12 602	(12 602)	-100%	13 000
Long service awards		14 840	16 727	16 580	1 349	13 511	11 939	1 572	13%	16 580
Post-retirement benefit obligations	2	–	–	–	–	–	–	–	–	–
Sub Total - Other Municipal Staff		1 123 172	1 222 705	1 226 615	95 306	989 949	940 896	49 053	5%	1 226 615
% increase	4		8.9%	9.2%						9.2%
Total Parent Municipality		1 174 333	1 289 469	1 293 379	102 316	1 037 782	997 910	39 872	4%	1 293 379
% increase			9.8%	10.1%						10.1%
Unpaid salary, allowances & benefits in arrears:										
Sub Total - Board Members of Entities	2	–	–	–	–	–	–	–	–	–
% increase	4									
Sub Total - Senior Managers of Entities		–	–	–	–	–	–	–	–	–
% increase	4									
Sub Total - Other Staff of Entities		–	–	–	–	–	–	–	–	–
% increase	4									
Total Municipal Entities		–	–	–	–	–	–	–	–	–
TOTAL SALARY, ALLOWANCES & BENEFITS		1 174 333	1 289 469	1 293 379	102 316	1 037 782	997 910	39 872	4%	1 293 379
% increase	4		9.8%	10.1%						10.1%
TOTAL MANAGERS AND STAFF		1 129 246	1 237 215	1 241 125	96 295	997 866	957 611	40 255	4%	1 241 125

12.2. Overtime Analysis

Table 21 below provides comparison of overtime expenditure against budget per directorate for the period ended 30 April 2015. Table 22 below details overtime expenditure incurred per cost centre for the past three months ended 30 April 2015. The municipality has overspent its overtime budget as at 30 April 2015, reasons for over expenditure are stated in section 12.2.1 below.

Table 21: Overtime per Directorate

Directorate	2014/2015 Annual Budget R	2014/2015 YTD Budget R	2014/2015 YTD Expenditure R	2014/2015 Variance R	2014/2015 % of YTD Budget %
Directorate of Executive Support Services	1 398 035	1 165 029	3 766 451	-2 601 422	323%
Directorate of The Municipal Manager	265 184	220 987	454 432	-233 446	206%
Directorate of Chief Operations Officer	91 062	75 885	89 975	-14 090	119%
Directorate of Financial Service	1 170 142	975 118	792 886	182 233	81%
Directorate of Corporate Services	523 517	436 264	399 232	37 032	92%
Directorate of Engineering Services	14 355 233	11 962 694	22 577 798	-10 615 104	189%
<i>Electricity</i>	6 742 973	5 619 144	6 548 824	-929 680	117%
<i>Water</i>	2 617 693	2 181 411	8 526 170	-6 344 759	391%
<i>Sanitation</i>	4 031 868	3 359 890	6 790 415	-3 430 525	202%
<i>Other</i>	962 699	802 249	712 389	89 860	89%
Directorate of Development Planning	901 209	751 008	714 510	36 498	95%
Directorate of Health and Public Safety	21 784 059	18 153 383	21 487 411	-3 334 028	118%
Directorate of Community Services	16 659 651	13 883 043	37 866 404	-23 983 361	273%
Total	57 148 092	47 623 410	88 149 098	-40 525 688	185%

Table 22: Overtime Per Cost Centre: February 2015 – April 2015

		February 2015 Amount	March 2015 Amount	April 2015 Amount
Directorate -Executive Support Services				
105 005	Office of The Director of Executive Support	217 986.23	260 541.98	270 508.98
105 020	Public Participation & Ward Committees	476.58	2 517.93	2 887.05
105 025	Strategic Support	-	631.14	-
105 030	Special Programmes	478.26	1 155.33	-
110 005	IDP	-	2 003.58	6 186.81
120 010	Public Relations & International Events	54 606.60	35 230.63	53 430.53
		273 547.67	302 080.59	333 013.37
Directorate - Municipal Manager				
205 005	Office of The Municipal Manager & Support Services	35 888.78	47 275.17	29 164.62
215 005	Internal Audit	-	2 463.58	-
225 005	Municipal Public Accounts Committee	-	2 951.40	2 238.15
225 010	Municipal Public Accounts Committee	2 526.00	4 622.58	7 401.18
		38 414.78	57 312.73	38 803.95
Directorate - Chief Operations Officer				
255 005	Housing Department	-	-	3 284.13
		-	-	3 284.13
Directorate - Chief Financial Officer				
305 005	Office of The Director of Finance	-	-	1 322.16
305 010	Support Services Office	4 440.95	-	-
320 010	Supply Chain Management	4 089.15	-	4 081.67
320 015	Expenditure Office	2 293.73	-	5 483.12
320 020	Salary Office	868.00	-	-
330 005	Rates & Valuations Office	1 117.55	2 206.98	-3.28
330 010	Consolidated Billing & Miscellaneous Revenue Office	62 963.90	13 221.34	7 308.40
330 015	Debtors Management Office	17 208.73	11 138.13	6 853.29
330 020	Customer Care Office	9 416.62	1 223.32	712.90
		102 398.63	27 789.77	25 758.26
Directorate - Corporate Services				
415 005	Administrative & Council Support	2 778.19	1 623.22	5 333.28
415 010	Auxilliary & Telecommunication Services	23 024.38	21 993.60	31 671.30
415 025	Management Information Services	5 846.60	11 911.77	2 102.52
420 010	Occupational Risk Management	7 628.46	1 674.08	8 682.80
		39 277.63	37 202.67	47 789.90

		February 2015 Amount	March 2015 Amount	April 2015 Amount
Directorate - Engineering Services				
505 010	City Engineering Building	1 667.45	1 471.28	1 569.36
510 005	Scientific Services	-	19 573.70	8 129.38
515 006	Night Soil Removal - Coastal	76 872.29	66 185.10	3 855.12
515 007	Night Soil Removal - Central	2 883.54	2 479.42	-
515 010	Sewerage Admin	3 929.24	3 929.24	-
515 026	Sewerage Treatment - Coastal	53 447.76	53 915.54	54 034.58
515 027	Sewerage Treatment - Central	38 758.59	35 515.09	29 162.10
515 028	Sewerage Treatment - Inland	128 630.71	80 863.46	99 240.86
515 031	Sewerage Reticulation - Coastal	187 557.22	201 217.19	237 995.03
515 032	Sewerage Reticulation - Central	105 228.24	107 812.63	81 608.22
515 033	Sewerage Reticulation - Inland	85 949.55	76 336.41	70 020.29
520 005	Water Administration	8 004.00	3 784.07	13 041.54
520 011	Maden Dam	12 833.44	11 377.62	18 231.48
520 012	Bridle Drift Dam	2 565.36	2 565.36	2 748.60
520 015	Bulk Pumping Stations	21 018.90	17 093.94	21 954.42
520 021	Umzonyana Water Treatment Works	85 954.89	54 085.04	77 983.11
520 023	KWT Water Treatment Works	101 504.84	81 272.44	111 987.85
520 024	Mdantsane Bulk Pumping	30 493.12	18 609.60	24 327.05
520 025	Water Ops & Maint. - Inland	157 411.84	145 895.39	149 455.51
520 026	Water Ops & Maint. - Midland	189 196.27	177 448.36	244 013.32
520 030	Water Ops & Maint. - Coastal	254 141.72	232 943.04	269 728.10
525 005	Construction Distribution	-	1 355.31	2 433.48
525 010	Roads Administration	2 119.78	-	-
525 025	Roads & Stormwater Drainage	25 754.21	11 836.70	29 608.74
530 015	Mechanical Workshop - Braelyn	45 509.94	26 335.23	30 293.36
535 005	Electricity Administration	2 162.66	2 064.36	12 384.54
535 010	Electricity Distribution Supervisory Staff	571 813.54	638 301.43	614 972.24
535 025	Electricity Planning & Design	622.59	589.82	2 490.33
535 040	Revenue Protection	73 816.55	73 117.17	84 000.08
		2 269 848.24	2 147 973.94	2 295 268.69
Directorate - Development Planning				
615 095	Building Maintenance - Coastal / Central	4 577.16	2 258.69	-
620 015	Traffic Signal Maintenance	10 542.81	8 395.43	10 889.73
625 005	Buffalo City Bus Services	10 567.36	14 593.84	12 185.66
635 005	Local Economic Development	83 604.27	12 122.55	18 883.29
635 010	Market	30 568.51	44 367.05	33 400.20
		139 860.11	81 737.56	75 358.88

		February 2015 Amount	March 2015 Amount	April 2015 Amount
Directorate - Health & Public Safety				
725 010	Fire & Rescue Services	330 022.97	205 607.49	274 177.03
725 015	Law Enforcement Services	967 453.95	893 081.85	965 852.59
725 020	Traffic Administration	82 325.72	73 455.84	94 426.53
725 025	Traffic Control	340 784.52	199 352.85	324 011.47
725 030	Criminal Process	12 512.88	7 409.04	18 720.55
725 035	Vehicle Test Station / Examination	16 933.36	11 947.18	12 984.64
725 045	Traffic Technical Services	330 022.97	205 607.49	274 177.03
725 050	Parking Areas / Meters	57 375.26	36 498.46	50 374.17
725 055	Disaster Management	6 034.14	3 078.22	4 067.86
		1 813 442.80	1 430 430.93	1 744 614.84
Directorate - Community Services				
750 005	Office of The Director of Community Services	12 312.56	13 617.97	4 267.53
750 010	Cleansing Administration Support	-	4 793.02	4 346.17
755 010	Environmental Services	599 305.57	503 165.87	456 041.38
755 015	Environmental Conservation	174 383.54	172 594.08	164 367.45
755 020	Environmental Workshop	5 484.84	1 430.64	-
755 025	Interments	251 326.60	262 710.76	267 903.62
760 005	Arts & Cultural Services Admin	18 892.19	22 363.59	30 110.87
760 010	Libraries	6 261.64	7 909.52	5 151.72
760 025	Halls	105 852.52	118 685.94	146 980.77
765 005	Amenities Administration Support	56 979.86	40 957.39	38 843.36
765 010	Sportsfields	147 426.22	195 579.94	196 709.03
765 015	Swimming Pools	173 222.79	98 658.32	270 450.91
765 020	Aquarium	54 911.76	32 290.19	53 911.00
765 025	Zoo	67 920.72	52 373.60	63 767.91
765 030	Beaches	286 361.69	220 938.68	197 407.35
765 035	Resorts	91 529.26	76 765.62	79 466.65
770 005	Cleansing Administration Support	55 018.97	33 962.37	75 332.31
770 010	Refuse Removal	1 084 725.52	899 781.18	1 042 500.95
770 015	Waste Disposal Sites	28 487.24	27 105.86	36 649.16
770 020	Street Sweeping	716 472.25	624 857.33	713 688.64
770 025	Public Conveniences	115 431.56	135 057.92	153 674.24
770 030	E.L Regional Waste Disposal Site & Transfer Station	65 494.85	39 329.65	62 001.44
		4 117 802.15	3 584 929.44	4 063 572.46
	TOTAL OVERTIME	8 794 592.01	7 669 457.63	8 627 464.48

12.2.1. Comments On Overtime

a) Directorate of Executive Support Services

The planned and emergency nature of tasks within the Executive Mayor and the Speakers Office contribute to excessive hours of work. Overtime incurred is also due to ward committee meetings, Inter-departmental and Inter-Governmental Relation programmes. Alternatives are being discussed to reduce the claim of overtime.

b) Municipal Managers Office

The over expenditure on overtime is due to unplanned and emergency overtime. Monitoring of overtime is continuously undertaken.

c) Chief Operations Officer

Overtime is spent when there is a need by the personnel working in Beneficiary Administration, Relocation and Education who have to work odd hours because of non availability of beneficiaries on normal working hours. Expenditure is incurred as per demand for such services.

d) Directorate of Engineering Services

Electricity – Overtime is incurred while carrying out emergency work in all areas of East London and King Williams Town/Bisho due to standby emergencies, vandalism, theft, revenue protection raids for illegals and load sheddin,etc.

Water – Overtime is incurred while carrying out emergency work due to the high number of pipe bursts.

Sanitation – Overtime is incurred while carrying out emergency work (burst rising mains etc.) and attending to alarms received via the telemetry system of faults at pump stations i.e. tripped pumps etc.

e) Directorate of Health and Public Safety

Overexpenditure on the overtime can be attributed to a number of events on public roads, summer carnival, christmas festival & New Years day festivities as well as extra security duties to Council members.

f) Directorate of Community Services

Overtime is mostly due to halls usage, high volume of burials especially over weekends and the emergency overtime for grass cutting and vegetation control.

The Amenities functions are of such a nature that certain staff must be available seven days a week including public holidays. Services provided include emergency work over the holiday seasons, swimming pools (inland/ coastal), sportsfields (inland/ coastal), resorts, aquarium, beaches, coastal conservation, nature reserves and the zoo.

12.3. Standby and Shift Allowance Analysis

Table 23 below reflects standby and shift allowance expenditure incurred per directorate for the past three months ended 30 April 2015. There was a decrease in the total payment between February 2015 and March 2015 of R95 564 and an increase in the total payment between March 2015 and April 2015 of R67 111.

Table 23: Standby & Shift Allowance per Directorate

	FEBRUARY 2015	MARCH 2015	APRIL 2015
Directorate – Executive Support Services	10 541	12 624	13 228
Directorate – Municipal Manager	730	584	690
Directorate – Chief Financial Officer	7 599	5 319	5763
Directorate – Corporate Services	13 551	10 792	10 463
Directorate – Engineering Services	494 844	436 010	438 139
Directorate – Development Planning	9 928	8 755	10 211
Directorate – Health & Public Safety	194 680	172 990	201 655
Directorate – Community Services	243 542	232 776	266 813
TOTAL	975 415	879 851	946 962

12.4. Cost of Temporary Staff

The total payment of Temporary Staff for the months of February 2015, March 2015 and April 2015 is reflected below. There was an increase in the total payment between February 2015 and March 2015 of R1 961 819 and a decrease in the total payment between March 2015 and April 2015 of R1 063 641.

Table 24: Temporary Staff Per Directorate

	FEBRUARY 2015	MARCH 2015	APRIL 2015
Directorate – Executive Support Services	934 507	793 539	1 049 194
Directorate – Municipal Manager	215 559	261 667	264 074
Directorate – Chief Operations Officer	255 442	226 112	251 208
Directorate – Chief Financial Officer	497 688	580 837	557 450
Directorate – Corporate Services	880 175	1 948 582	1 457 296
Directorate – Engineering Services	129 884	196 598	132 366
Directorate – Development Planning	137 672	39 683	68 314
Directorate – Health & Public Safety	4 522 570	5 828 920	4 545 220
Directorate – Community Services	1 691 898	1 351 277	1 838 451
TOTAL	9 265 396	11 227 215	10 163 574

12.5. Councillors Costs

The table below shows the budget and expenditure to date for councillors costs.

Table 25: Councillors Costs

	APRIL 2015	YTD EXPEN	YTD BUDGET	VARIANCE	ANNUAL BUDGET
Mayoral Allowance	58 882	563 584	620 332	56 747	744 398
Deputy Mayoral Allowance	47 554	451 316	496 265	44 949	595 518
Mayoral Committee Allowance	356 656	3 785 514	4 652 486	866 972	5 582 983
Speakers Allowance	47 554	451 316	494 223	42 906	593 067
Councillors Allowance	3 787 387	19 409 000	19 808 288	399 288	23 769 946
Cllr Housing Subsidy	211 729	2 114 322	2 694 940	580 618	3 233 928
Cllr Medical Aid	136 204	1 258 742	1 269 898	11 155	1 523 877
Cllr Pension Scheme	392 377	2 537 947	2 603 994	66 047	3 124 793
Cllr Travel Allowance	982 860	9 344 507	10 756 101	1 411 594	12 907 321
Cllr U.I.F	-	-	148 720	148 720	178 464
TOTAL	6 021 204	39 916 249	43 545 246	3 628 997	52 254 295

13. MUNICIPAL ENTITY FINANCIAL PERFORMANCE

The parent municipality Buffalo City Metropolitan Municipality has constituted the board members for Buffalo City Development Agency (BCDA). The board is currently in the process of recruiting staff for the running of the agency.

As at 30 April 2015, the Buffalo City Development Agency has a budget of R5,39 million within the Executive Support Services Directorate of BCMM, and has spent R1.94 million. The expenditure incurred relates mainly to audit fees, accounting fees and board members fees and expenses.

14. CAPITAL PROGRAMME PERFORMANCE

BCMM has spent 56% (R659.12 million, inclusive of reclaimed vat) of its 2014/15 mid-year adjusted capital budget of R1.17 billion as at 30 April 2015. This reflects an improvement when compared to the same period in the previous financial year where 53% (R529.16 million) of the adjusted capital budget of R1.01 billion was spent.

Refer to Annexure A – C5 for the breakdown per municipal vote, standard classification & funding; Annexure B – SC12 for monthly expenditure trends; SC13a for breakdown of asset classification for new assets and SC13b for breakdown on asset classification on renewal of existing asset). A detailed schedule of the capital projects expenditure is outlined in Annexure E.

Table 26 below reflects capital expenditure performance per source of funding.

Table 26: Capital Expenditure per Funding Source against Budget

Funding	<u>2014/2015</u> <u>Mid-year</u> <u>Adjustment</u> <u>Budget</u>	<u>YTD</u> <u>Expenditure</u> <u>(VAT incl)</u>	<u>Variance</u> <u>(VAT incl)</u>	<u>%</u> <u>Expe</u>
Total Own Funding	447 886 290	159 801 515	288 084 775	36%
DoE(Intergrated National Electrification Programme)	20 587 000	22 018 854	-1 431 854	107%
Department of Sports, Recreation, Arts and Culture	2 686 285	1 376 872	1 309 413	51%
Department of Economic Affairs and Tourism	199 168	0	199 168	0%
Local Government, Traditional Affairs and Housing	188 726	178 585	10 141	95%
Infrastructure Skills Development Grant	100 000	0	100 000	0%
BCMET	256 818	0	256 818	0%
Leiden	458 860	0	458 860	0%
Neighbourhood Development Partnership Grant	5 000 000	4 972 372	27 628	99%
Urban Settlement Development Grant	639 024 500	423 594 119	215 430 381	66%
Human Settlement Development Grant	52 357 357	47 174 471	5 182 886	90%
Total Grants	720 858 714	499 315 275	221 543 439	69%
TOTAL PER FUNDING	1 168 745 004	659 116 790	509 628 214	56%

Table 27 below reflects capital expenditure performance per service.

Table 27: Actual Expenditure per Service against Budget

Services	2014/2015 Mid-year Adjustment Budget	YTD Expenditure (VAT incl)	Variance (VAT incl)	% Expenditure (VAT incl)
Water	94 114 971	53 019 587	41 095 384	56%
Waste Water	201 677 160	95 650 105	106 027 055	47%
Electricity	122 629 851	85 872 226	36 757 625	70%
Roads and Stormwater	317 244 000	193 110 566	124 133 434	61%
Housing	156 156 090	116 656 739	39 499 351	75%
Transport Planning	51 577 627	28 551 877	23 025 750	55%
Waste Management / Refuse	81 183 621	32 374 324	48 809 297	40%
Amenities	41 468 909	12 721 756	28 747 153	31%
Environmental Services	10 000 000	4 890 819	5 109 181	49%
Public Safety	16 320 715	2 474 634	13 846 081	15%
Support Services	44 074 392	11 586 970	32 487 422	26%
Other - BCM Fleet	32 297 668	22 207 186	10 090 482	69%
	1 168 745 004	659 116 790	509 628 214	56%

Table 28 below reflects capital expenditure performance per directorate.

Table 28: Actual Expenditure per Directorate against Budget

Directorate	2014/2015 Mid-year Adjustment Budget	YTD Expenditure (VAT incl)	Variance (VAT incl)	% Exp.
Executive Support Services	6 851 376	1 096 669	5 754 707	16%
Municipal Manager's Office	6 508 500	5 526 303	982 197	85%
Human Settlements	156 208 056	116 775 730	39 432 326	75%
Directorate of Financial Services	1 335 567	473 026	862 541	35%
Directorate of Corporate Services	23 277 340	4 000 739	19 276 601	17%
Directorate of Engineering Services	768 463 650	450 063 991	318 399 659	59%
Directorate of Development Planning	51 577 627	28 551 877	23 025 750	55%
Directorate of Health & Public Safety	16 320 715	2 474 634	13 846 081	15%
Directorate of Community Services	132 915 530	50 153 822	82 761 708	38%
TOTAL DIRECTORATES	1 163 458 361	659 116 790	504 341 571	57%
Asset Replacement	5 286 643		5 286 643	0%
GRAND - TOTAL	1 168 745 004	659 116 790	509 628 214	56%

The capital programme performance by month is tabulated in table 29 below (Exclusive of Vat).

Table 29: SC12 Monthly budget Statement – capital expenditure trend

Month	2013/14	Budget Year 2014/15							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
R thousands									
Monthly expenditure performance trend									
July	1 665	1 874	2 326	4 279	4 279	2 326	(1 954)	-84.0%	0%
August	11 311	23 357	28 978	36 998	41 278	31 304	(9 974)	-31.9%	4%
September	53 306	19 095	23 691	63 771	105 049	54 995	(50 054)	-91.0%	11%
October	46 876	42 074	52 201	82 385	187 434	107 196	(80 238)	-74.9%	20%
November	64 278	34 592	42 918	52 978	240 413	150 114	(90 299)	-60.2%	26%
December	84 284	47 624	59 087	123 417	363 829	209 201	(154 629)	-73.9%	39%
January	17 662	16 702	20 722	30 397	394 226	229 922	(164 304)	-71.5%	42%
February	43 138	28 314	35 129	47 087	441 314	265 051	(176 263)	-66.5%	47%
March	123 009	37 714	46 792	104 078	545 392	311 843	(233 549)	-74.9%	58%
April	33 107	53 193	65 997	64 575	609 968	377 839	(232 128)	-61.4%	0
May	106 958	65 110	80 781			458 621	-		
June	249 046	572 360	710 124			1 168 745	-		
Total Capital expenditure	834 638	942 007	1 168 745	609 968					

The capital programme performance table 30 below provide summary of capital expenditure by asset class/sub-class for new assets (Exclusive of VAT).

Table 30: SC13a Monthly budget Statement – capital expenditure on new assets by asset class

Description	Ref	Budget Year 2014/15								
		2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		592 952	225 500	271 349	8 982	159 233	87 400	(71 833)	-82.2%	271 349
Infrastructure - Road transport		282 801	110 000	113 740	5 959	78 440	36 447	(41 993)	-115.2%	113 740
Roads, Pavements & Bridges		282 801	110 000	113 740	5 959	78 440	36 447	(41 993)	-115.2%	113 740
Storm water										
Infrastructure - Electricity		103 228	45 500	39 087	1 017	30 376	12 636	(17 739)	-140.4%	39 087
Generation										
Transmission & Reticulation		103 228	45 500	39 087	1 017	30 376	12 636	(17 739)	-140.4%	39 087
Street Lighting										
Infrastructure - Water										
Dams & Reservoirs										
Water purification										
Reticulation										
Infrastructure - Sanitation		177 056								
Reticulation		177 056								
Sewerage purification										
Infrastructure - Other		29 867	70 000	118 522	2 007	50 418	38 317	(12 101)	-31.6%	118 522
Waste Management		2 037	36 000	79 815	(616)	32 181	25 803	(6 377)	-24.7%	79 815
Transportation		22 513	24 000	28 707	1 963	16 451	9 281	(7 170)	-77.3%	28 707
Gas										
Other		5 317	10 000	10 000	660	1 787	3 233	1 446	44.7%	10 000
Community		48 041	22 000	24 960	2 246	8 206	8 069	(137)	-1.7%	24 960
Parks & gardens		1 078	2 000	3 685		184	1 191	1 007	84.6%	3 685
Sportsfields & stadia										
Swimming pools										
Community halls		4 729	10 000	11 275	1 037	3 725	3 645	(80)	-2.2%	11 275
Libraries										
Recreational facilities										
Fire, safety & emergency										
Security and policing										
Buses										
Clinics										
Museums & Art Galleries										
Cemeteries			10 000	10 000	1 208	4 297	3 233	(1 064)	-32.9%	10 000
Social rental housing										
Other		42 234								
Heritage assets										
Buildings										
Other										
Investment properties		58 680	89 536	156 385	5 768	108 531	50 557	(57 974)	-114.7%	156 385
Housing development		58 680	89 536	156 385	5 768	108 531	50 557	(57 974)	-114.7%	156 385
Other										
Other assets		51 706	65 150	94 078	878	42 741	30 414	(12 327)	-40.5%	94 078
General vehicles		6 211	18 600	28 160		24 960	9 104	(15 857)	-174.2%	28 160
Specialised vehicles		2 875	4 000	3 600			1 164	1 164	100.0%	3 600
Plant & equipment		2 230	3 500	5 595	20	31	1 770	1 739	98.2%	5 595
Computers - hardware/equipment				3 633		1 475	1 214	(262)	-21.6%	3 633
Furniture and other office equipment		21 568	28 550	40 779	605	8 211	13 183	4 972	37.7%	40 779
Abattoirs										
Markets		452								
Civic Land and Buildings		10 412	5 500	5 700		2 728	1 778	(950)	-53.4%	5 700
Other Buildings				1 612	203	974	586	(388)	-66.3%	1 612
Other Land										
Surplus Assets - (Investment or Inventory)										
Other		7 959	5 000	5 000	50	4 362	1 616	(2 745)	-169.8%	5 000
Agricultural assets										
List sub-class										
Biological assets										
List sub-class										
Intangibles										
Computers - software & programming										
Other										
Total Capital Expenditure on new assets	1	751 379	402 186	546 773	17 873	318 712	176 441	(142 271)	-80.6%	546 773
Specialised vehicles		2 875	4 000	3 600			1 164	1 164	0	3 600
Refuse		2 875								
Fire			4 000	3 600			1 164	1 164	0	3 600
Conservancy										
Ambulances										

The capital programme performance table 31 below provide summary of capital

expenditure by asset class/sub-class for renewal of existing assets (Exclusive of VAT).

Table 31: SC13b Monthly budget Statement – capital expenditure on renewal of existing assets by asset class

Description	Ref	Budget Year 2014/15								
		2013/14 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		80 525	491 396	589 230	39 283	275 814	190 813	(85 001)	-44.5%	589 230
Infrastructure - Road transport		–	88 000	213 459	9 031	93 574	69 332	(24 243)	-35.0%	213 459
Roads, Pavements & Bridges		–	88 000	213 459	9 031	93 574	69 332	(24 243)	-35.0%	213 459
Storm water		–	–	–	–	–	–	–	–	–
Infrastructure - Electricity		–	89 199	80 000	7 504	48 629	25 863	(22 766)	-88.0%	80 000
Generation		–	–	–	–	–	–	–	–	–
Transmission & Reticulation		–	89 199	80 000	7 504	48 629	25 863	(22 766)	-88.0%	80 000
Street Lighting		–	–	–	–	–	–	–	–	–
Infrastructure - Water		68 763	97 689	96 898	11 376	49 295	30 426	(18 868)	-62.0%	96 898
Dams & Reservoirs		–	–	–	–	–	–	–	–	–
Water purification		–	–	–	–	–	–	–	–	–
Reticulation		68 763	97 689	96 898	11 376	49 295	30 426	(18 868)	-62.0%	96 898
Infrastructure - Sanitation		–	216 508	198 873	11 372	84 317	65 193	(19 124)	-29.3%	198 873
Reticulation		–	216 508	198 873	11 372	84 317	65 193	(19 124)	-29.3%	198 873
Sewerage purification		–	–	–	–	–	–	–	–	–
Infrastructure - Other		11 762	–	–	–	–	–	–	–	–
Waste Management		11 762	–	–	–	–	–	–	–	–
Transportation		–	–	–	–	–	–	–	–	–
Gas		–	–	–	–	–	–	–	–	–
Other		–	–	–	–	–	–	–	–	–
Community		2 345	28 030	21 516	1 641	5 704	6 956	1 252	18.0%	21 516
Parks & gardens		–	–	–	–	–	–	–	–	–
Sportsfields & stadia		2 343	24 792	18 678	1 641	5 498	6 038	540	8.9%	18 678
Swimming pools		–	–	–	–	–	–	–	–	–
Community halls		1	–	–	–	–	–	–	–	–
Libraries		–	–	–	–	–	–	–	–	–
Recreational facilities		–	3 239	2 839	–	205	918	712	77.6%	2 839
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		390	20 395	11 226	1 195	5 155	3 629	(1 526)	-42.0%	11 226
General vehicles		–	–	–	–	–	–	–	–	–
Specialised vehicles		–	–	–	–	–	–	–	–	–
Plant & equipment		–	–	–	–	–	–	–	–	–
Computers - hardware/equipment		–	–	–	–	–	–	–	–	–
Furniture and other office equipment		–	–	–	–	–	–	–	–	–
Abattoirs		–	–	–	–	–	–	–	–	–
Markets		–	–	–	–	–	–	–	–	–
Civic Land and Buildings		390	20 395	11 226	1 195	5 155	3 629	(1 526)	-42.0%	11 226
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		–	–	–	–	–	–	–	–	–
Total Capital Expenditure on renewal of existing ass	1	83 260	539 821	621 972	42 119	286 673	201 399	(85 274)	-42.3%	621 972
Specialised vehicles		–	–	–	–	–	–	–	–	–
Refuse		–	–	–	–	–	–	–	–	–
Fire		–	–	–	–	–	–	–	–	–
Conservancy		–	–	–	–	–	–	–	–	–
Ambulances		–	–	–	–	–	–	–	–	–

15. OTHER SUPPORTING DOCUMENTS

15.1. Operating Projects Expenditure

The Metro has spent 59% (R201.52 million) inclusive of reclaimed vat of its 2014/15 mid-year adjusted budget of R341.92 million as at 30 April 2015. This reflects an improvement when compared to the same period in the previous financial year where 57% (R178.51 million) of the adjusted operating projects budget of R315.73 was spent.

A detailed schedule of the operating projects expenditure is outlined in Annexure D. Tables 32 and 33 below summarise Annexure D.

Table 32: Operating Projects per Directorate

OPERATING PROJECTS PER DIRECTORATE	<u>2014/2015 Opex Mid-year Adjusted Budget</u>	<u>YTD Expenditure (VAT incl)</u>	<u>Variance (VAT incl)</u>	<u>% Exp</u>
Executive Support Services	5 032 564	896 679	4 135 886	18%
Municipal Manager's Office	41 005 902	25 829 084	15 176 818	63%
Chief Operations Officer	206 909 443	132 231 686	74 677 757	64%
Directorate of Financial Services	29 804 265	13 921 109	15 883 156	47%
Directorate of Corporate Services	14 673 060	6 757 102	7 915 958	46%
Directorate of Engineering Services	6 600 000	3 193 660	3 406 340	48%
Directorate of Development Planning	24 882 544	15 874 426	9 008 118	64%
Directorate of Health & Public Safety	101 522	29 930	71 592	29%
Directorate of Community Services	12 911 703	2 791 198	10 120 505	22%
TOTAL PER DIRECTORATE	341 921 003	201 524 874	140 396 129	59%

Table 33: Operating Projects per Funding Source

OPERATING PROJECTS PER FUNDING SOURCE	<u>2014/2015</u> <u>Opex Mid-</u> <u>year</u> <u>Adjusted</u> <u>Budget</u>	<u>YTD</u> <u>Expenditure</u> <u>(VAT incl)</u>	<u>Variance</u> <u>(VAT incl)</u>	<u>%</u> <u>Expendit</u> <u>ure</u>
Total Own Funding	80 199 727	32 583 190	47 616 537	39%
Department of Land Affairs	152 436	81 506	70 930	53%
Department of Local Government & Traditional Affairs	4 790 672	2 161 607	2 629 065	45%
Department of Sport, Recreation and Arts and Culture	37 438	0	37 438	0%
Department of Economic Development, Environmental Affairs and Tourism(DEDEAT)	3 546 243	3 003 519	542 724	85%
European Commission	500 000	0	500 000	0%
Expanded Public Works Programme Incentives Grant	1 890 000	1 588 430	301 570	84%
Finance Management Grant	1 500 000	1 010 755	489 245	67%
Human Settlement Development Grant	198 783 128	127 533 677	71 249 451	64%
Infrastructure Skills Development Grant	5 400 000	5 995 217	-595 217	111%
Leiden	136 315	8 903	127 412	7%
Local Government and Traditional Affairs	3 578 127	2 657 112	921 015	74%
Premiers Fund	67 421	0	67 421	0%
Trust Funds	2 781 653	156 820	2 624 833	6%
Umsobomvu Youth Fund	744 585	586 444	158 141	79%
Urban Settlement Development Grant	34 264 500	24 157 161	10 107 339	71%
Department of Environmental Affairs (Greening Award)	2 500 000	0	2 500 000	0%
Vuna Awards	1 048 758	532	1 048 226	0%
Total Grants	261 721 276	168 941 684	92 779 592	65%
TOTAL PER FUNDING	341 921 003	201 524 874	140 396 129	59%

16. INCOME AND EXPENDITURE REPORTS FOR DIRECTORATE OF HEALTH

AND PUBLIC SAFETY & COMMUNITY SERVICES

16.1. Health & Public Safety

Below is the table indicating the breakdown of the Cost Analysis indicating income and expenditure.

Table 34: Health & Public Safety – Cost Analysis

Health & Public Safety	Total Revenue	Employee Costs	Other Operating Expenditure	Repairs & Maintenance	Total Expenditure Excluding Capital
Office of the Dir P/Safety, Health, DM	0	113 981	270 915	0	384 896
Support Services Office	(27)	1 379 694	85 770	0	1 465 464
Health Administration	0	2 609 550	849 273	1 990	3 460 813
Health Support	0	0	0	0	0
Pharmacy	0	0	0	0	0
Clinics	0	0	670 982	0	670 982
Aids Training Information Centre	0	0	50 940	0	50 940
Environmental Health	(947 541)	12 952 685	2 355 428	57 841	15 365 954
Pest Control	(22 628)	1 064 103	223 756	0	1 287 858
Pollution Control	0	708 556	499 754	66 356	1 274 666
Educare Centres	0	695 207	125 783	0	820 989
Public Safety Administration	0	1 776 415	379 497	1 140	2 157 051
Fire and Rescue Services	(63 694 866)	43 383 210	16 187 717	634 075	60 205 001
Security Services	(16 359)	62 517 052	1 915 700	334 127	64 766 879
Traffic Administration	(119 308)	14 943 040	11 486 047	789 530	27 218 616
Traffic Control	(5 865)	17 908 797	683 891	5 479	18 598 167
Criminal Process	(4 024 973)	2 509 490	76 147	0	2 585 637
Vehicle Test Station / Examination	(253 746)	3 194 666	200 459	850	3 395 975
Vehicle Registration	(25 881 651)	3 635 794	337 337	0	3 973 131
Drivers License Testing	(11 147 470)	5 120 413	443 021	0	5 563 435
Traffic Technical Services	0	3 477 815	181 508	149 382	3 808 704
Parking Areas / Meters	(1 841)	4 222 694	90 049	0	4 312 743
Disaster Management	0	1 545 985	597 595	27 674	2 171 254
Dog Tax Office	(711 607)	571 087	50 589	5 174	626 850
Total	(106 827 883)	184 330 234	37 762 157	2 073 616	224 166 006

16.2. Community Services

Below is the table indicating the breakdown of the Cost Analysis indicating income

and expenditure.

Table 35: Community Services – Cost Analysis

Community Services	Total Revenue	Employee Costs	Other Operating Expenditure	Repairs & Maintenance	Total Expenditure Excluding Capital
Office of Dir. Community Serv.	0	4 424 593	749 784	3 597	5 177 974
Community Services Administration	0	1 865 908	199 370	0	2 065 277
Environmental Administration Support	0	1 503 018	79 291	0	1 582 309
Environmental Services	(188 060)	51 015 131	7 287 529	1 010 977	59 313 637
Environmental Conservation	0	10 126 518	5 423 625	44 300	15 594 443
Environmental Workshop	0	2 526 851	113 224	1 366 208	4 006 283
Interments	(6 082 371)	17 031 668	5 650 171	212 982	22 894 820
Gompo Admin Building	0	0	0	0	0
Integrated Environmental Management	0	913 499	332 866	414	1 246 780
Arts & Cultural Serv:Admin	0	7 480 253	498 654	39 548	8 018 454
Libraries	(216 879)	14 177 703	1 467 797	58 631	15 704 131
Art Gallery	(1 351)	480 185	57 468	6 320	543 973
Art Centres	0	0	13 646	0	13 646
Halls	(3 864 124)	9 733 980	6 756 694	442 373	16 933 047
Amenities Administration Support	0	4 298 923	1 425 160	318 493	6 042 576
Sportsfields	(159 493)	13 032 609	3 540 530	320 024	16 893 163
Swimming Pools	(702 333)	8 473 542	1 794 334	215 517	10 483 392
Aquarium	(110 257)	6 321 436	1 022 194	134 766	7 478 396
Zoo	(1 010 677)	4 152 947	1 384 032	279 477	5 816 455
Beaches	(583 562)	11 746 397	2 939 422	473 348	15 159 168
Resorts	(1 366 712)	4 460 751	1 000 958	702 121	6 163 829
Cleansing Administration Support	0	7 265 182	12 266 305	4 696 221	24 227 708
Refuse Removal	(289 174 250)	38 083 104	116 237 235	11 276 394	165 596 733
Waste Disposal Sites	(2 654 418)	1 746 243	4 194 958	0	5 941 201
Street Sweeping	(43 743)	37 212 079	982 750	0	38 194 828
Public Conveniences	0	5 370 612	1 713 962	0	7 084 574
EL Regional Waste Disposal Site & Transfer Station	0	5 522 359	11 909 081	30 338	17 461 778
Total	(306 158 230)	268 965 488	189 041 040	21 632 048	479 638 576

17. MUNICIPAL MANAGER'S QUALITY CERTIFICATION

QUALITY CERTIFICATE

I, ANDILE FANI, the City Manager of Buffalo City Metropolitan Municipality do hereby certify that –

The monthly budget statement (Section 71 Report)

for the period ending **April 2015** has been prepared in accordance with the Municipal Finance Management Act 2003 and Regulations made under that Act.

Print name:

City Manager of Buffalo City Metropolitan Municipality, BUF

Signature:

Date:

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Annexure B

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Annexure C

Schedule of Borrowings

Annexure D

Operating expenditure report

Annexure E

Capital expenditure report