REPORT TO EXECUTIVE MAYOR: 14 November 2023

File No.:5/1/1/1[23/24]

AUTHOR: City Manager (M. Yawa)/vp

STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2023/24 BUDGET FOR THE PERIOD ENDED 31 OCTOBER 2023

1. PURPOSE

The purpose of the report is for Executive Mayor to **CONSIDER** and **NOTE** the statement of financial performance and the implementation of the 2023/24 budget of the Buffalo City Metropolitan Municipality for the period ended 31 October 2023.

OFFICE OF THE EXECUTIVE MAYOR
RECEIVED
14 NOV 2023
BUFFALO CITY METROPOLITAN MUNICIPALITY

2. AUTHORITY

Executive Mayor.

3. LEGAL / STATUTORY REQUIREMENTS

3.1. The Constitution of the Republic of South Africa, 1996

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

3.3. Municipal Budget and Reporting Regulations, 2009

4. BACKGROUND

In terms of Section 71 of the Municipal Finance Management Act No 56, 2003 Chapter 7, "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 S168(1) of the Act" (MFMA).This report follows the legislative requirements of the Municipal Budget and Reporting Regulations (Schedule C format)

16. MUNICIPAL MANAGER'S QUALITY CERTIFICATION

QUALITY CERTIFICATE

I, Mxolisi Yawa, City Manager of Buffalo City Metropolitan Municipality do hereby certify that –

☒ The monthly budget statement (Section 71 Report)

for the period ending **October 2023** has been prepared in accordance with the Municipal Finance Management Act 2003 and Regulations made under that Act.

Print name: Mxolisi Yawa

City Manager of Buffalo City Metropolitan Municipality

Signature: .....

5. RESOLUTIONS

It is recommended that:

(i) Executive Mayor **CONSIDERS** and **NOTES** the report on the statement of financial performance and the implementation of the 2023/24 budget for the period ended 31 October 2023 including supporting documentation attached as Annexure A to F.

(ii) Executive Mayor **NOTES** the spending trend on capital and operating projects as well as the reasons for such an expenditure as indicated in section 14 and 15 respectively of this report.

(iii) Executive Mayor **NOTES** the year to date collection rate for the period ended 31 October 2023 of 62,32%.

M. YAWA
CITY MANAGER
BUFFALO CITY METROPOLITAN MUNICIPALITY

14/11/2023
DATE

VINCENT PILAY/ VM

ANNEXURES:

Annexure A

C1 Monthly Budget Statement - Summary
C2 Monthly Budget Statement - Financial Performance (Std Classification)
C3 Monthly Budget Statement - Financial Performance (By Municipal Vote)
C4 Monthly Budget Statement - Financial Performance (Revenue and Expenditure)
C5 Monthly Budget Statement - Capital Expenditure (Municipal Vote Std Classification and Funding)
C6 Monthly Budget Statement - Financial Position
C7 Monthly Budget Statement - Cash Flow

Annexure B

SC1 Material Variance Explanation
SC2 Performance Indicators
SC3 Aged Debtors
SC4 Aged Creditors
SC5 Investment Portfolio
SC6 Transfers and Grants Receipts
SC7 (1) Transfers and Grants Expenditure
SC7 (2) Expenditure against approved rollovers
SC8 Councillor and Staff Benefits
SC9 Actuals and Revised Targets for Cash Receipts
SC11 Monthly Budget Statement – Summary of Municipal Entity
SC14 Capital Expenditure trend
SC13a Capital Expenditure on New Assets by Class
SC13b Capital Expenditure on Renewal of Existing Assets by Class
SC13c Expenditure on Repairs and Maintenance by Asset Class
SC13d Depreciation by Asset Class

Annexure C

Schedule of Borrowings

Annexure D

Operating Expenditure Report

Annexure E

Capital Expenditure Report

Annexure F

Buffalo City Metropolitan Development Agency Performance Report