

# BUFFALO CITY METROPOLITAN MUNICIPALITY

## 2023/2024 THIRD ADJUSTMENT BUDGET PRESENTATION



BUFFALO CITY METROPOLITAN MUNICIPALITY

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# CONDITIONAL GRANT PERFORMANCE AS AT 31 MARCH 2024



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# CONDITIONAL GRANT PERFORMANCE AS AT 31 MARCH 2024

<u>Funding/Grant</u>	<u>2023/24 Adjusted Budget</u>	<u>YTD Expenditure (vat) R</u>	<u>YTD Variance (vat incl.) R</u>	<u>% Expenditure (vat incl.)</u>
Finance Management Grant	1 000 000	788 641	211 359	79%
Infrastructure Skills Development Grant	10 770 000	8 831 623	1 938 377	82%
Urban Settlement Development Grant	518 034 000	350 511 950	167 522 050	68%
Neighborhood Development Partnership Grant	14 581 000	2 905 659	11 675 341	20%
Neighborhood Development Partnership Grant (PEP)	25 759 494	22 204 947	3 554 547	86%
Informal Settlement Upgrading Partnership Grant	294 556 000	133 121 807	161 434 193	45%
Expanded Public Works Programme Grant	5 753 000	6 783 524	(1 030 524)	118%
Programme and Project Preparation Support Grant ( PPPSG)	10 000 000	3 957 480	6 042 520	40%
<b>TOTAL</b>	<b>880 453 494</b>	<b>529 105 631</b>	<b>351 347 863</b>	<b>60%</b>



# PROPOSED OPERATING REVENUE ADJUSTMENTS



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# PROPOSED REVENUE ADJUSTMENTS PER ITEM

2023/2024 THIRD ADJUSTMENT BUDGET REVENUE FRAMEWORK	2023/2024 APPROVED BUDGET	2023/2024 FIRST ADJUSTMENT BUDGET	2023/2024 MID YEAR ADJUSTMENTS BUDGET	ADJUSTMENTS	2023/2024 THIRD ADJUSTMENTS BUDGET
<b>Revenue by Source</b>					
Property rates	2 208 577 405	2 208 577 405	2 208 577 405	0	2 208 577 405
Service charges - electricity revenue	2 614 160 794	2 614 160 794	2 459 295 652	0	2 459 295 652
Service charges - water revenue	933 423 445	933 423 445	845 688 567	0	845 688 567
Service charges - sanitation revenue	493 350 607	493 350 607	573 554 533	0	573 554 533
Service charges - refuse revenue	406 053 181	406 053 181	509 293 320	0	509 293 320
Rental of facilities and equipment	23 129 360	23 129 360	23 129 360	0	23 129 360
Interest earned - external investments	24 054 418	24 054 418	38 553 497	0	38 553 497
Interest earned - outstanding debtors	211 915 246	211 915 246	211 915 246	0	211 915 246
Fines, penalties and forfeits	20 080 395	20 080 395	9 238 546	0	9 238 546
Licences and permits	17 667 120	17 667 120	13 367 120	0	13 367 120
Agency services	27 260 728	27 260 728	27 932 621	0	27 932 621
Transfers and subsidies - Operating	1 463 862 078	1 466 924 196	1 493 946 470	9 740 125	1 503 686 594
Sale of Goods and Rendering of Services	145 957 834	145 957 834	145 957 834	0	145 957 834
Fuel Levy	741 926 000	741 926 000	741 926 000	0	741 926 000
Other revenue	84 138 329	84 138 329	84 153 376	0	84 153 376
<b>Total Direct Operating Revenue</b>	<b>9 415 556 940</b>	<b>9 418 619 058</b>	<b>9 386 529 547</b>	<b>9 740 125</b>	<b>9 396 269 671</b>

# PROPOSED OPERATING EXPENDITURE BUDGET ADJUSTMENTS



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# PROPOSED OPERATING EXPENDITURE BUDGET ADJUSTMENTS PER EXPENDITURE TYPE

2023/2024 FIRST ADJUSTMENT BUDGET REVENUE FRAMEWORK	2023/2024 APPROVED BUDGET	2023/2024 FIRST ADJUSTMENT BUDGET	2023/2024 MID YEAR ADJUSTMENTS BUDGET	ADJUSTMENTS	2023/2024 THIRD ADJUSTMENTS BUDGET
Employee related costs	2 844 638 310	2 844 638 310	2 652 563 020	0	2 652 563 020
Remuneration of councillors	76 503 054	76 503 054	76 503 054	0	76 503 054
Debt impairment	1 328 916 502	1 328 916 502	1 483 890 895	0	1 483 890 895
Depreciation & asset impairment	609 619 463	609 619 463	609 619 463	0	609 619 463
Finance charges	13 567 183	13 567 183	13 567 183	0	13 567 183
Electricity Bulk Purchases	2 512 494 096	2 512 494 096	2 512 494 096	0	2 512 494 096
Contracted services	175 748 202	175 748 202	196 667 177	0	196 667 177
Transfers and grants	76 051 060	76 051 060	86 069 670	0	86 069 670
Repairs and Maintenance	497 440 370	497 440 370	506 352 297	0	506 352 297
Operating projects	397 238 177	400 300 295	355 240 781	9 740 125	364 980 906
Other expenditure	512 386 394	512 386 394	532 715 036	0	532 715 036
Losses	92 539 935	92 539 935	92 539 935	0	92 539 935
Other materials	268 199 084	268 199 084	268 070 825	0	268 070 825
<b>Total Operating Expenditure</b>	<b>9 405 341 830</b>	<b>9 408 403 948</b>	<b>9 386 293 432</b>	<b>9 740 125</b>	<b>9 396 033 557</b>



# PROPOSED ADJUSTMENTS ON CAPITAL BUDGET



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# PROPOSED ADJUSTMENTS ON CAPITAL BUDGET– PER FUNDING

CAPITAL BUDGET PER FUNDING	2023/2024 MID-YEAR ADJUSTMENTS CAPITAL BUDGET	ADJUSTMENTS	2023/2024 THIRD ADJUSTMENTS CAPITAL BUDGET
<b>TOTAL OWN FUNDING</b>	535 222 862	-47 787 402	487 435 460
URBAN SETTLEMENT DEVELOPMENT GRANT	472 592 980	100 000 000	572 592 980
INFORMAL SETTLEMENTS UPGRADING PARTNERSHIP GRANT	271 348 320	-17 434 000	253 914 320
NEIGHBOURHOOD DEVELOPMENT PARTNERSHIP GRANT	14 581 000	-4 581 000	10 000 000
INFRASTRUCTURE SKILLS DEVELOPMENT GRANT	150 000	0	150 000
<b>TOTAL GRANTS</b>	<b>758 672 300</b>	<b>77 985 000</b>	<b>836 657 300</b>
<b>TOTAL CAPITAL BUDGET</b>	<b>1 293 895 162</b>	<b>30 197 598</b>	<b>1 324 092 760</b>

Kindly refer to Annexure 2 for the detailed schedule of proposed adjustments on capital projects.

# SUMMARY OF PROPOSED ADJUSTMENTS

OPERATING AND CAPITAL BUDGET EXPENDITURE	2023/2024 APPROVED BUDGET	2023/2024 FIRST ADJ. BUDGET	2023/2024 MID-YEAR ADJ. BUDGET	ADJUSTMENTS	2023/2024 THIRD ADJ. BUDGET
<b>Total Revenue</b>	9 415 556 940	9 418 619 058	9 386 529 847	9 740 125	9 396 269 971
<b>Total Operating Expenditure Excluding Operating Projects</b>	9 008 103 654	9 008 103 654	9 031 052 653	0	9 031 052 653
<b>Operating Projects</b>	397 238 176	400 300 294	355 240 781	9 740 125	364 980 906
<b>Total Operating Expenditure Including Operating Projects</b>	9 405 341 830	9 408 403 948	9 386 293 434	9 740 125	9 396 033 558
<b>Surplus / (Deficit )</b>	10 215 110	10 215 110	236 413	0	236 413
<b>Total Capital Expenditure</b>	1 219 326 304	1 295 320 245	1 293 895 162	30 197 598	1 324 092 760
			0		0
<b>Total Opex and Capex Budget</b>	10 624 668 134	10 703 724 193	10 680 188 596	39 937 723	10 720 126 319



Thank  
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