

REPORT TO EXECUTIVE MAYOR: 13 NOVEMBER 2015

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Author: ACTING CITY MANAGER (VINCENT PILLAY)/SM

STATEMENT OF FINANCIAL PERFORMANCE AND THE IMPLEMENTATION OF THE 2015/16 BUDGET FOR THE PERIOD ENDING 31 OCTOBER 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 2015/16 budget of the Buffalo City Metropolitan Municipality for the period ending 31 October 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, 2009

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 2015/16 budget for the period ending 31 October 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 31 October 2015 of 79% and the twelve (12) months average of 88%.

ACTING 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 31 OCTOBER 2015

6.1. Dashboard / Performance Summary

Table 1: Performance Summary

OVERALL OPERATING RESULTS		CASH MANAGEMENT	
Income	R 1,971,079,884	Bank Balance	R 3,667,086
Expenditure	R 1,685,514,717	Call investment deposits (excl. int.)	R 2,443,398,937
Operating Surplus	R 285,565,167	Cash and cash equivalents	R 2,447,066,023
		<i>Account Payables</i>	<i>(R 426,538,119)</i>
		<i>Unspent conditional grants</i>	<i>(R 391,197,386)</i>
		<i>Committed to Capital budget-own funds</i>	<i>(R 475,635,061)</i>
		Therefore uncommitted cash and cash equivalents	R 1,153,695,457
		Total Long term loans	R 538,488,462
DEBTORS		SURPLUS / DEFICIT PER SERVICE	
Total debtors book	R 1,528,948,958	Water	R 66,623,186
Total debtors - Government	R 31,063,205	Electricity	R 90,990,660
Total debtors - Business	R 387,372,136	Refuse	R 46,568,568
Total debtors - Households	R 899,393,333	Sewerage	R 34,991,204
Total debtors - Other	R 211,120,284		
Total debt written off	R 11,968,453		
CAPITAL EXPENDITURE		OPERATING PROJECTS EXPENDITURE	
<u>2014/2015: Capital Expenditure as a % of Adjusted Budget of R1.06 billion:</u>	<u>2015/2016: Capital Expenditure as a % of Adjusted Budget of R1.38 billion:</u>	<u>2014/2015: Operating Expenditure as a % of Adjusted Budget of R288.44 million:</u>	<u>2015/2016: Operating Expenditure as a % of Adjusted Budget of R697.73 million:</u>
Exp.(excl. vat) = R187.43 mil % expenditure (excl. vat): 18%	Exp. (excl. vat) = R201.34 mil % exp (Excl. vat) :15%	Exp.(excl. vat) = R68.87 mil % expenditure (excl. vat): 24%	Exp.(excl. vat)=R80.54 mil % exp.(excl. vat): 12%
Exp.(incl. vat) = R203.36 mil % expenditure (incl. vat): 19%	Exp. (incl. vat) = R219.25 mil % exp (incl. vat): 16%	Exp.(incl. vat) = R69.11 mil % exp. (incl. vat): 24%	Exp.(incl. vat) = R80.72 mil % exp.(incl. vat): 12%
FINANCIAL		HUMAN RESOURCES	
Operating Surplus for the period	R 285,565,167	Total staff complement	4 926
12 months average collection ratio	88%	Staff Appointments	436
YTD Grants and subsidies	R 349,461,594	Staff Terminations	92
Debtors to Revenue	15.7%	Number of funded vacant posts	854
Percentage of Creditors paid within terms	100%	Total overtime paid (YTD)	R 36,592,836
Current ratio	3.33:1	Allowances and benefits - Councillors	R 17,062,342
Total Debt to Revenue	11.98%	Salary bill - Officials	R 438,401,944
Capital Charges to Operating Expenditure	1.68%	Workforce costs as a % of income	22%
Cost coverage ratio	5.02 months		

Liquidity position

Buffalo City Metropolitan Municipality's liquidity is considered relatively sound as the Current Ratio is 3.33:1 which indicates the ability of Municipality's current assets to cover its current liabilities. Debtors constitute 25% of the current assets, inventory constitutes 1% and cash & cash equivalents comprise 68% of the current assets.

6.2. Collection Rate and Outstanding Debtors

The debtor's collection rate for the average twelve months ending 31 October 2015 is 88% (2014/15: 93%) and the year to date collection rate for the four (4) months is 79% (2014/15: 96%).

The main contributing factor which contributed to the reduction in collection rate is the unprotected action taken by staff at the Munifin building which includes not addressing the needs of customers. This is currently being addressed by management.

Total debtors book as at 31 October 2015 amounts to R1,53 billion (2015: R1.24 billion). Households: R899.39 million, Business: R387.37 million, Government: R31.06 million, Other: R211.12 million. The ratio of debtors to revenue is 15.7%. The debtors' age analysis report is reflected on Annexure B – SC3.

6.3. Capital Expenditure

BCMM has spent R219.25 million inclusive of reclaimed vat (2014/15: R203.36 million) which is 16% (2014/15: 19%) of its 2015/16 adjusted capital budget of R1.38 billion (2014/15: R1.06 billion) as at 31 October 2015. This depicts a regression when compared to the same period in the previous financial year. The expenditure is showing improvement in the first month of the second quarter when compared to the first quarter performance. (Refer to Section 14 for further details)

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

6.4. Operating projects

The Metro has spent 12% (R80.72 million, inclusive of reclaimed vat) of its 2015/16 adjusted budget of R697.73 million as at 31 October 2015. This reflects a regression when compared to the same period in the previous financial year where 24% (R69.11 million) of the adjusted operating projects budget of R288.44 million was spent. It is anticipated that the expenditure will improve as the year progresses and once the procurement processes have been undertaken. (Refer to Section 15 for further details)

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

6.5. Expenditure on DoRA Current Allocation

The Metro has spent R159.12 million inclusive of reclaimed vat (2014/15: R155.25 million) which is 20% (2014/15: 22%) of its 2015/2016 DoRA allocation of R801.94 million (2014/15: R714.18 million) as at 31 October 2015. This reflects a slight regression when compared to the same period in the previous financial year. The expenditure is showing improvement in the first month of the second quarter when compared to the first quarter performance. (Refer to Section 11 for further details)

6.6.1. Urban Settlement Development Grant (USDG) funded projects

BCMM has spent R151.74 million inclusive of reclaimed vat (2014/15: R134.57 million) which is 21% (2014/15: 20%) of its 2015/16 USDG budget of R713.13 million (2014/15: R673.29 million) as at 31 October 2015. This reflects a slight improvement when compared to the same period in the previous financial year. It is anticipated that the expenditure will improve as the year progresses and once the procurement processes have been undertaken. (Refer to Section 11 for further details)

6.6. Cash and Cash Equivalents

The cash and cash equivalents of the City as at 31 October 2015 are R2.45 billion made up of cash and bank amounting to R3.67 million and call investment deposits of R2.44 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 5.02 months.

6.7. Outstanding Creditors

The Metro is paying its creditors within 30 days as stipulated by the MFMA except when there are disputes on received invoices. Refer to Section 9 for details.

6.8. Long-Term Debt Profile

The total long term borrowings of the municipality as at 31 October 2015 amounts to R538.49 million (Refer to Annexure C for the schedule of borrowings).

The ratio of capital charges to operating expenditure is 1.68% and the total debt to revenue ratio is 11.98% as at 31 October 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	2014/15	Budget Year 2015/16							
	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	-	903 413	903 413	69 745	350 399	346 448	3 951	1%	903 413
Service charges	-	2 686 741	2 686 741	357 226	1 042 739	740 330	302 409	41%	2 686 741
Investment revenue	-	133 620	133 620	12 037	46 940	44 540	2 400	5%	133 620
Transfers recognised - operational	-	1 249 333	1 254 460	23 808	311 429	276 726	34 703	13%	1 254 460
Other own revenue	-	746 500	746 500	23 851	219 572	185 688	33 884	18%	746 500
Total Revenue (excluding capital transfers and contributions)	-	5 719 607	5 724 735	486 668	1 971 080	1 593 732	377 348	24%	5 724 735
Employee costs	-	1 387 619	1 387 619	112 120	438 402	462 540	(24 138)	-5%	1 387 619
Remuneration of Councillors	-	52 910	52 910	4 278	17 062	17 637	(574)	-3%	52 910
Depreciation & asset impairment	-	712 213	690 930	57 577	230 310	230 310	0	0%	690 930
Finance charges	-	54 313	54 313	4 923	18 007	18 104	(97)	-1%	54 313
Materials and bulk purchases	-	1 377 012	1 377 012	106 404	534 313	531 638	2 675	1%	1 377 012
Transfers and grants	-	258 568	258 568	21 914	73 352	75 416	(2 064)	-3%	258 568
Other expenditure	-	1 876 050	1 902 460	108 044	374 069	334 528	39 541	12%	1 902 460
Total Expenditure	-	5 718 685	5 723 812	415 261	1 685 515	1 670 172	15 343	1%	5 723 812
Surplus/(Deficit)	-	922	922	71 407	285 565	(76 439)	362 005	-474%	922
Transfers recognised - capital	-	850 353	850 353	83 196	147 175	111 054	36 121	33%	850 353
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	851 275	851 275	154 604	432 740	34 614	398 125	1150%	851 275
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	851 275	851 275	154 604	432 740	34 614	398 125	1150%	851 275
Capital expenditure & funds sources									
Capital expenditure	-	1 275 354	1 380 149	101 591	201 336	111 054	90 282	81%	1 380 149
Capital transfers recognised	-	850 353	850 353	83 196	147 175	68 424	78 751	115%	850 353
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	425 002	529 797	18 394	54 162	42 630	11 532	27%	529 797
Total sources of capital funds	-	1 275 354	1 380 149	101 591	201 336	111 054	90 282	81%	1 380 149
Financial position									
Total current assets	-	3 250 381	3 250 382		3 617 449				3 250 382
Total non current assets	-	11 706 711	11 706 712		12 516 211				11 706 712
Total current liabilities	-	1 026 227	1 026 227		1 085 616				1 026 227
Total non current liabilities	-	1 099 508	1 099 508		952 215				1 099 508
Community wealth/Equity	-	12 831 357	12 831 358		14 095 828				12 831 358
Cash flows									
Net cash from (used) operating	-	1 350 929	1 329 235	(69 355)	459 975	450 310	(9 665)	-2%	1 329 235
Net cash from (used) investing	-	(1 275 354)	(1 380 149)	(101 753)	(201 336)	(425 118)	(223 782)	53%	(1 380 149)
Net cash from (used) financing	-	(46 097)	(46 097)	-	(10 370)	(15 366)	(4 996)	33%	(46 097)
Cash/cash equivalents at the month/year end	-	2 383 434	2 256 945	-	2 447 066	2 363 782	(83 284)	-4%	2 101 786
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	325 333	90 126	50 286	54 707	41 578	41 805	199 865	725 250	1 528 949
Creditors Age Analysis									
Total Creditors	426 520	-	-	-	-	-	-	-	426 520

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	2014/15	Budget Year 2015/16							
		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>		–	1 974 740	1 974 740	90 795	707 315	699 262	8 053	1%	1 974 740
Executive and council		–	37 902	37 902	3 285	7 241	3 163	4 077	129%	37 902
Budget and treasury office		–	1 922 818	1 922 818	86 615	698 117	694 981	3 136	0%	1 922 818
Corporate services		–	14 019	14 019	896	1 957	1 118	840	75%	14 019
<i>Community and public safety</i>		–	651 123	653 618	32 693	81 373	38 479	42 894	111%	653 618
Community and social services		–	17 738	17 738	1 221	3 823	3 530	293	8%	17 738
Sport and recreation		–	5 601	5 601	317	641	575	66	11%	5 601
Public safety		–	90 035	90 035	11 415	47 227	22 021	25 206	114%	90 035
Housing		–	535 206	537 702	19 739	29 674	11 955	17 719	148%	537 702
Health		–	2 542	2 542	–	8	398	(390)	-98%	2 542
<i>Economic and environmental services</i>		–	97 752	97 883	779	8 082	25 047	(16 965)	-68%	97 883
Planning and development		–	21 272	21 403	752	7 806	5 227	2 579	49%	21 403
Road transport		–	76 096	76 096	24	237	19 777	(19 540)	-99%	76 096
Environmental protection		–	385	385	3	38	43	(4)	-10%	385
<i>Trading services</i>		–	2 972 019	2 974 519	360 912	1 169 910	829 388	340 522	41%	2 974 519
Electricity		–	1 726 439	1 726 439	231 412	686 778	405 199	281 579	69%	1 726 439
Water		–	492 088	492 088	79 797	214 417	166 253	48 164	29%	492 088
Waste water management		–	392 460	392 460	25 708	142 942	133 890	9 052	7%	392 460
Waste management		–	361 032	363 532	23 995	125 774	124 047	1 727	1%	363 532
<i>Other</i>	4	–	874 327	874 327	84 685	151 574	112 610	38 965	35%	874 327
Total Revenue - Standard	2	–	6 569 960	6 575 087	569 864	2 118 254	1 704 786	413 468	24%	6 575 087
Expenditure - Standard										
<i>Governance and administration</i>		–	1 087 762	1 103 479	69 837	294 608	258 877	35 732	14%	1 103 479
Executive and council		–	194 037	194 037	13 468	59 410	63 356	(3 946)	-6%	194 037
Budget and treasury office		–	466 958	470 923	26 948	127 382	116 150	11 232	10%	470 923
Corporate services		–	426 767	438 519	29 420	107 816	79 371	28 445	36%	438 519
<i>Community and public safety</i>		–	989 070	991 566	75 926	216 722	141 732	74 990	53%	991 566
Community and social services		–	93 320	93 320	8 613	30 255	21 282	8 973	42%	93 320
Sport and recreation		–	74 147	74 147	6 527	23 357	16 562	6 795	41%	74 147
Public safety		–	219 275	219 275	24 690	85 242	63 088	22 154	35%	219 275
Housing		–	571 731	574 226	33 594	68 310	34 365	33 945	99%	574 226
Health		–	30 598	30 598	2 501	9 558	6 435	3 123	49%	30 598
<i>Economic and environmental services</i>		–	843 333	822 181	61 813	230 051	167 238	62 813	38%	822 181
Planning and development		–	213 708	213 840	15 560	63 306	62 799	508	1%	213 840
Road transport		–	527 886	506 602	36 964	132 423	82 424	49 999	61%	506 602
Environmental protection		–	101 739	101 739	9 289	34 322	22 016	12 306	56%	101 739
<i>Trading services</i>		–	2 781 669	2 789 735	206 469	939 460	1 099 461	(160 001)	-15%	2 789 735
Electricity		–	1 625 904	1 625 904	115 450	595 787	762 998	(167 211)	-22%	1 625 904
Water		–	503 337	503 337	35 936	156 517	150 003	6 514	4%	503 337
Waste water management		–	362 232	362 232	31 110	107 951	82 730	25 221	30%	362 232
Waste management		–	290 196	298 262	23 972	79 205	103 729	(24 524)	-24%	298 262
<i>Other</i>		–	17 005	16 851	1 216	4 673	2 863	1 810	63%	16 851
Total Expenditure - Standard	3	–	5 718 839	5 723 812	415 261	1 685 515	1 670 172	15 343	1%	5 723 812
Surplus/ (Deficit) for the year		–	851 121	851 275	154 604	432 740	34 614	398 125	1150%	851 275

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	2014/15	Budget Year 2015/16							
		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		-	-	131	-	-	-	-		131
Vote 2 - Directorate - City Manager		-	37 902	37 902	3 285	7 241	1 832	5 408	295.2%	37 902
Vote 3 - Directorate - Human Settlements		-	535 206	537 702	19 436	29 709	11 955	17 754	148.5%	537 702
Vote 4 - Directorate - Finance		-	1 922 818	1 922 818	86 615	698 117	959 702	(261 585)	-27.3%	1 922 818
Vote 5 - Directorate - Corporate Services		-	11 851	11 851	1 089	1 465	192	1 273	661.4%	11 851
Vote 6 - Directorate - Infrastructure Services		-	2 614 132	2 614 132	336 917	1 044 190	427 894	616 297	144.0%	2 614 132
Vote 7 - Directorate - Development Planning		-	55 515	55 515	2 376	12 847	8 926	3 921	43.9%	55 515
Vote 8 - Directorate - Health / Public Safety & Emergency Services		-	157 427	157 427	11 415	47 235	50 453	(3 218)	-6.4%	157 427
Vote 9 - Directorate - Municipal Services		-	384 756	387 256	25 536	130 276	132 778	(2 502)	-1.9%	387 256
Vote 10 - Directorate - Miscellaneous		-	850 353	850 353	83 196	147 175	111 054	36 121	32.5%	850 353
Total Revenue by Vote	2	-	6 569 960	6 575 087	569 864	2 118 254	1 704 786	413 468	24.3%	6 575 087
Expenditure by Vote	1									
Vote 1 - Directorate - Executive Support Services		-	164 414	181 433	16 479	58 903	55 273	3 630	6.6%	181 433
Vote 2 - Directorate - City Manager		-	102 124	102 124	5 693	32 483	29 235	3 248	11.1%	102 124
Vote 3 - Directorate - Human Settlements		-	582 205	584 701	33 990	69 908	32 192	37 716	117.2%	584 701
Vote 4 - Directorate - Finance		-	466 958	470 923	26 948	127 382	117 047	10 334	8.8%	470 923
Vote 5 - Directorate - Corporate Services		-	214 533	222 205	12 352	44 965	42 891	2 074	4.8%	222 205
Vote 6 - Directorate - Infrastructure Services		-	3 046 354	3 025 070	222 566	1 003 394	1 056 048	(52 654)	-5.0%	3 025 070
Vote 7 - Directorate - Development Planning		-	274 508	274 508	20 821	83 438	73 839	9 599	13.0%	274 508
Vote 8 - Directorate - Health / Public Safety & Emergency Services		-	283 787	283 787	27 358	95 465	88 355	7 110	8.0%	283 787
Vote 9 - Directorate - Municipal Services		-	582 239	577 497	49 052	169 576	175 291	(5 715)	-3.3%	577 497
Vote 10 - Directorate - Miscellaneous		-	1 565	1 565	-	-	-	-		1 565
Total Expenditure by Vote	2	-	5 718 685	5 723 812	415 261	1 685 515	1 670 172	15 343	0.9%	5 723 812
Surplus/ (Deficit) for the year	2	-	851 275	851 275	154 604	432 740	34 614	398 125	1150.2%	851 275

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 31 October 2015.

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

Description	2014/15	Budget Year 2015/16							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands								%	
Revenue By Source									
Property rates		902 842	902 842	69 745	350 399	346 448	3 951	1%	902 842
Property rates - penalties & collection charges		571	571	–	–	–	–		571
Service charges - electricity revenue		1 658 671	1 658 671	227 982	651 730	398 493	253 237	64%	1 658 671
Service charges - water revenue		411 381	411 381	78 352	179 696	137 521	42 175	31%	411 381
Service charges - sanitation revenue		314 571	314 571	24 721	108 452	102 628	5 824	6%	314 571
Service charges - refuse revenue		286 063	286 063	23 994	95 902	95 354	548	1%	286 063
Service charges - other		16 056	16 056	2 176	6 959	6 333	626	10%	16 056
Rental of facilities and equipment		18 629	18 629	1 567	5 730	3 490	2 240	64%	18 629
Interest earned - external investments		133 620	133 620	12 037	46 940	44 540	2 400	5%	133 620
Interest earned - outstanding debtors		32 175	32 175	2 550	9 728	9 732	(3)	0%	32 175
Dividends received		–	–	–	–	–	–		–
Fines		10 293	10 293	475	2 429	1 045	1 384	133%	10 293
Licences and permits		22 472	22 472	538	1 526	3 878	(2 352)	-61%	22 472
Agency services		–	–	–	–	–	–		–

Transfers recognised - operational		1 249 333	1 254 460	23 808	311 429	276 726	34 703	13%	1 254 460
Other revenue		662 931	662 931	18 722	200 158	167 543	32 615	19%	662 931
Gains on disposal of PPE		–	–	–	–	–	–		–
Total Revenue (excluding capital transfers and contributions)		5 719 607	5 724 735	486 668	1 971 080	1 593 732	377 348	24%	5 724 735
Expenditure By Type									
Employee related costs		1 387 619	1 387 619	112 120	438 402	462 540	(24 138)	-5%	1 387 619
Remuneration of councillors		52 910	52 910	4 278	17 062	17 637	(574)	-3%	52 910
Debt impairment		245 009	245 009	–	61 252	61 252	–		245 009
Depreciation & asset impairment		712 213	690 930	57 577	230 310	230 310	0	0%	690 930
Finance charges		54 313	54 313	4 923	18 007	18 104	(97)	-1%	54 313
Bulk purchases		1 377 012	1 377 012	106 404	534 313	531 638	2 675	1%	1 377 012
Other materials		–	–	–	–	–	–		–
Contracted services		21 622	21 622	1 298	3 659	3 990	(331)	-8%	21 622
Transfers and grants		258 568	258 568	21 914	73 352	75 416	(2 064)	-3%	258 568
Other expenditure		1 609 419	1 635 830	106 747	309 158	269 285	39 873	15%	1 635 830
Loss on disposal of PPE		–	–	–	–	–	–		–
Total Expenditure		5 718 685	5 723 812	415 261	1 685 515	1 670 172	15 343	1%	5 723 812
Surplus/(Deficit)		922	922	71 407	285 565	(76 439)	362 005	(0)	922
Transfers recognised - capital		850 353	850 353	83 196	147 175	111 054	36 121	0	850 353
Contributions recognised - capital		–	–	–	–	–	–		–
Contributed assets		–	–	–	–	–	–		–

Surplus/(Deficit) after capital transfers & contributions		851 275	851 275	154 604	432 740	34 614			851 275
Taxation		-	-	-	-	-	-		-
Surplus/(Deficit) after taxation		851 275	851 275	154 604	432 740	34 614			851 275
Attributable to minorities		-	-	-	-	-			-
Surplus/(Deficit) attributable to municipality		851 275	851 275	154 604	432 740	34 614			851 275
Share of surplus/ (deficit) of associate		-	-	-	-	-			-
Surplus/ (Deficit) for the year		851 275	851 275	154 604	432 740	34 614			851 275

7.4.1. ANALYSIS OF STATEMENT OF FINANCIAL PERFORMANCE

7.4.1.1. Service Charges – Electricity Revenue

The over-recovery of 64% is a combination of the non-alignment of the period budget with the actual trend of consumption and the influences of seasonal consumption trends.

7.4.1.2. Service Charges – Water Revenue

The over-recovery of 31% 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. Rental of Facilities & Equipment

Rental of facilities is demand driven and therefore difficult to predict accurately. The situation is monitored on a monthly basis.

7.4.1.4. Fines

The Magistrates Court has backdated their payments to BCMM for about three months as they have not been paying BCMM's portion of the fines/warrants paid in at the Magistrates Court.

7.4.1.5. Licenses and Permits

Applicants are not restricted to apply for drivers and learners licenses in their area of residence and tend to apply at more convenient testing stations. This results in reduction in income generated by BCMM on this service.

7.4.1.6. Transfers Recognised – Operational

The transfers recognised relate to grants and subsidies received as well as revenue recognised on grant funded operating projects. Revenue from grant funded projects is recognised as the expenditure is incurred and to date R38.45 million has been recognised. Total Grants and Subsidies received amounts to R272.98 million.

7.4.1.7. Other Revenue

Other revenue is made up of numerous miscellaneous items (e.g. town planning fees, fire levy charges, market income, road & transport registration fees, cemetery & burial fees, etc.). The actual income realised is above the projected income for the period under review due to varying seasonal trends.

7.4.1.8. Other expenditure

Other expenditure includes operating projects, operational costs as well as repairs and maintenance. Expenditure on repairs and maintenance is provided in table 6 below.

7.4.1.9. Repairs and Maintenance

Table 6 below reflects that as at 31 October 2015, the repairs and maintenance expenditure is 22% of the approved budget of R372.01 million (2014/15: 28%). This reflects a regression when compared with the prior year and is anticipated to improve as the year progresses. Refer to Annexure B: SC13c (repairs and maintenance by asset class).

Table 6: Repairs and Maintenance per Directorate

Directorate	<u>2015/2016</u> <u>Annual</u> <u>Budget</u> <u>R</u>	<u>2015/2016</u> <u>Annual</u> <u>Expenditure</u> <u>R</u>	<u>2015/2016</u> <u>Variance</u> <u>R</u>	<u>2015/2016</u> <u>% of</u> <u>Budget</u>
Directorate of Executive Support	2 901 917	225 463	2 676 454	8%
Directorate of The City Manager	120 609	4 372	116 237	4%
Directorate of Corporate Services	5 865 813	1 343 148	4 522 665	23%
Directorate of Development & Spatial Planning	25 432 367	6 245 033	19 187 334	25%
Directorate of Economic Development & Agencies	1 058 859	71 782	987 077	7%
Directorate of Finance	2 935 990	335 702	2 600 288	11%
Directorate of Health / Public Safety & Emergency Services	5 956 496	650 383	5 306 113	11%
Directorate of Human Settlement	97 239	13 560	83 679	14%
Directorate of Infrastructure Services	293 911 912	67 319 777	226 592 135	23%
<i>Electricity</i>	112 549 555	22 364 774	90 184 781	20%
<i>Water</i>	42 435 218	10 703 397	31 731 821	25%
<i>Sanitation</i>	29 620 452	6 628 498	22 991 954	22%
<i>Other</i>	109 306 687	27 623 108	81 683 579	25%
Directorate of Municipal Services	33 728 503	4 643 865	29 084 638	14%
TOTAL	372 009 705	80 853 085	291 156 620	22%

7.5. Capital Expenditure excluding vat (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	2014/15	Budget Year 2015/16							
		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		-	6 200	7 439	(96)	246	1 542	(1 296)	-84%	7 439
Vote 2 - Directorate - City Manager		-	21 500	21 500	-	-	37	(37)	-100%	21 500
Vote 3 - Directorate - Human Settlements		-	211 424	211 785	26 116	67 868	10 995	56 873	517%	211 785
Vote 4 - Directorate - Finance		-	10 000	10 632	49	244	1 534	(1 290)	-84%	10 632
Vote 5 - Directorate - Corporate Services		-	21 600	39 538	842	2 231	681	1 550	228%	39 538
Vote 6 - Directorate - Infrastructure Services		-	820 556	859 352	63 215	105 040	80 095	24 945	31%	859 352
Vote 7 - Directorate - Development Planning		-	68 221	69 653	5 144	8 575	6 650	1 925	29%	69 653
Vote 8 - Directorate - Health / Public Safety & Emergency Services		-	21 650	32 265	23	1 735	6 329	(4 594)	-73%	32 265
Vote 9 - Directorate - Municipal Services		-	94 204	127 986	6 296	15 399	3 190	12 208	383%	127 986
Total Capital Multi-year expenditure	4,7	-	1 275 354	1 380 149	101 591	201 336	111 054	90 282	81%	1 380 149
Single Year expenditure appropriation	2									
Vote 1 - Directorate - Executive Support Services		-	-	-	-	-	-	-	-	-
Vote 2 - Directorate - City Manager		-	-	-	-	-	-	-	-	-
Vote 3 - Directorate - Human Settlements		-	-	-	-	-	-	-	-	-
Vote 4 - Directorate - Finance		-	-	-	-	-	-	-	-	-
Vote 5 - Directorate - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 6 - Directorate - Infrastructure Services		-	-	-	-	-	-	-	-	-
Vote 7 - Directorate - Development Planning		-	-	-	-	-	-	-	-	-
Vote 8 - Directorate - Health / Public Safety & Emergency Services		-	-	-	-	-	-	-	-	-
Vote 9 - Directorate - Municipal Services		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	-	-	-	-	-	-	-	-
Total Capital Expenditure		-	1 275 354	1 380 149	101 591	201 336	111 054	90 282	81%	1 380 149
Capital Expenditure - Standard Classification										
Expenditure - Standard		-	59 300	79 110	795	2 720	6 366	(3 646)	-57%	79 110
Governance and administration		-	27 700	28 939	(96)	246	2 329	(2 083)	-89%	28 939
Executive and council		-	10 000	10 632	49	244	855	(612)	-72%	10 632
Budget and treasury office		-	21 600	39 538	842	2 231	3 181	(951)	-30%	39 538
Corporate services		-	305 568	317 533	30 240	76 107	25 550	50 556	198%	317 533
Community and public safety		-	40 269	40 269	2 303	4 455	3 240	1 215	37%	40 269
Community and social services		-	32 225	33 215	1 798	2 049	2 673	(624)	-23%	33 215
Sport and recreation		-	21 650	32 265	23	1 735	2 596	(862)	-33%	32 265
Public safety		-	211 424	211 785	26 116	67 868	17 041	50 827	298%	211 785
Housing		-	-	-	-	-	-	-	-	-
Health		-	333 221	334 653	26 877	35 460	26 928	8 532	32%	334 653
Economic and environmental services		-	68 221	69 653	5 144	8 575	5 605	2 971	53%	69 653
Planning and development		-	265 000	265 000	21 733	26 885	21 323	5 562	26%	265 000
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	529 266	600 854	43 678	87 049	48 348	38 702	80%	600 854
Trading services		-	158 500	158 500	16 251	30 110	12 754	17 357	136%	158 500
Electricity		-	91 000	91 000	14 287	26 617	7 322	19 294	264%	91 000
Water		-	258 056	296 852	10 944	21 428	23 886	(2 459)	-10%	296 852
Waste water management		-	21 710	54 502	2 196	8 895	4 386	4 509	103%	54 502
Waste management		-	48 000	48 000	-	-	3 862	(3 862)	-100%	48 000
Total Capital Expenditure - Standard Classification	3	-	1 275 354	1 380 149	101 591	201 336	111 054	90 282	81%	1 380 149
Funded by:										
National Government		-	742 884	742 884	70 944	129 013	59 776	69 237	116%	742 884
Provincial Government		-	107 469	107 469	12 253	18 161	8 647	9 514	110%	107 469
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	850 353	850 353	83 196	147 175	68 424	78 751	115%	850 353
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	425 002	529 797	18 394	54 162	42 630	11 532	27%	529 797
Total Capital Funding		-	1 275 354	1 380 149	101 591	201 336	111 054	90 282	81%	1 380 149

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 R14.1 billion.

Table 8: C6: Monthly Budget Statement – Financial Position

Description	Ref	2014/15	Budget Year 2015/16				
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast	
R thousands	1						
ASSETS							
Current assets							
Cash			80 000	80 000	3 667	80 000	
Call investment deposits			2 303 434	2 303 434	2 443 399	2 303 434	
Consumer debtors			671 945	671 946	555 556	671 946	
Other debtors			98 188	98 188	570 214	98 188	
Current portion of long-term receivables			14	14	–	14	
Inventory			96 800	96 800	44 613	96 800	
Total current assets			–	3 250 381	3 250 382	3 617 449	3 250 382
Non current assets							
Long-term receivables			60	60	–	60	
Investments			–	–	–	–	
Investment property			411 400	411 400	328 302	411 400	
Investments in Associate			–	–	81 908	–	
Property, plant and equipment			11 197 291	11 197 292	12 007 627	11 197 292	
Agricultural			–	–	–	–	
Biological assets			–	–	–	–	
Intangible assets			22 800	22 800	98 374	22 800	
Other non-current assets			75 160	75 160	–	75 160	
Total non current assets			–	11 706 711	11 706 712	12 516 211	11 706 712
TOTAL ASSETS			–	14 957 092	14 957 094	16 133 660	14 957 094
LIABILITIES							
Current liabilities							
Bank overdraft			–	–	–	–	
Borrowing			46 097	46 097	48 835	46 097	
Consumer deposits			54 050	54 050	52 811	54 050	
Trade and other payables			774 300	774 300	817 736	774 300	
Provisions			151 780	151 780	166 234	151 780	
Total current liabilities			–	1 026 227	1 026 227	1 085 616	1 026 227
Non current liabilities							
Borrowing			500 418	500 418	486 874	500 418	
Provisions			599 090	599 090	465 341	599 090	
Total non current liabilities			–	1 099 508	1 099 508	952 215	1 099 508
TOTAL LIABILITIES			–	2 125 735	2 125 735	2 037 831	2 125 735
NET ASSETS	2		–	12 831 357	12 831 359	14 095 828	12 831 359
COMMUNITY WEALTH/EQUITY							
Accumulated Surplus/(Deficit)			10 020 574	10 020 575	9 859 165	10 020 575	
Reserves			2 810 783	2 810 783	4 236 663	2 810 783	
TOTAL COMMUNITY WEALTH/EQUITY	2		–	12 831 357	12 831 358	14 095 828	12 831 358

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 R248.27 million resulting in cash and cash equivalents closing balance of R2.45 billion as at 31 October 2015.

Table 9: C7: Monthly Budget Statement – Cash Flow

Description	Ref	2014/15	Budget Year 2015/16								
		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											
Property rates, penalties & collection charges			831 140	831 140	69 745	350 399	277 047	73 353	26%	831 140	
Service charges			2 471 802	2 471 802	355 050	1 035 780	823 934	211 847	26%	2 471 802	
Other revenue			657 180	657 180	(14 555)	178 770	219 060	(40 290)	-18%	657 180	
Government - operating			1 149 387	1 154 104	61 840	349 462	383 129	(33 667)	-9%	1 154 104	
Government - capital			850 353	850 353	(2 000)	319 252	283 451	35 801	13%	850 353	
Interest			152 531	152 531	14 587	56 668	50 844	5 825	11%	152 531	
Dividends			-	0	-	-	-	-		0	
Payments											
Suppliers and employees			(4 448 581)	(4 474 992)	(527 186)	(1 738 998)	(1 482 860)	256 137	-17%	(4 474 992)	
Finance charges			(54 313)	(54 313)	(4 923)	(18 007)	(18 104)	(97)	1%	(54 313)	
Transfers and Grants			(258 568)	(258 568)	(21 914)	(73 352)	(86 189)	(12 837)	15%	(258 568)	
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	1 350 929	1 329 235	(69 355)	459 975	450 310	(9 665)	-2%	1 329 235
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE			-	-	-	-	-	-	-	-	
Decrease (Increase) in non-current debtors			-	-	-	-	-	-	-	-	
Decrease (increase) other non-current receivables			-	-	-	-	-	-	-	-	
Decrease (increase) in non-current investments			-	-	-	-	-	-	-	-	
Payments											
Capital assets			(1 275 354)	(1 380 149)	(101 753)	(201 336)	(425 118)	(223 782)	53%	(1 380 149)	
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(1 275 354)	(1 380 149)	(101 753)	(201 336)	(425 118)	(223 782)	53%	(1 380 149)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans			-	-	-	-	-	-	-	-	
Borrowing long term/refinancing			-	-	-	-	-	-	-	-	
Increase (decrease) in consumer deposits			-	-	-	-	-	-	-	-	
Payments											
Repayment of borrowing			(46 097)	(46 097)	-	(10 370)	(15 366)	(4 996)	33%	(46 097)	
NET CASH FROM/(USED) FINANCING ACTIVITIES			-	(46 097)	(46 097)	-	(10 370)	(15 366)	(4 996)	33%	(46 097)
NET INCREASE/ (DECREASE) IN CASH HELD			-	29 477	(97 012)	(171 108)	248 269	9 826		(97 012)	
Cash/cash equivalents at beginning:			2 353 956	2 353 956		2 198 797	2 353 956			2 198 797	
Cash/cash equivalents at month/year end:			2 383 434	2 256 945		2 447 066	2 363 782			2 101 786	

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 2015/16									Total over 90 days	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			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	37 769	21 367	15 777	17 278	17 765	19 810	67 080	190 281	387 127	312 214		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	171 812	15 534	5 293	3 104	2 325	1 774	7 941	26 865	234 649	42 009		
Receivables from Non-exchange Transactions - Property Rates	1400	65 131	32 489	15 310	19 795	11 739	11 035	71 203	164 523	391 225	278 296		
Receivables from Exchange Transactions - Waste Water Management	1500	24 994	8 764	5 053	4 637	3 415	3 231	17 423	98 936	166 453	127 643		
Receivables from Exchange Transactions - Waste Management	1600	16 709	8 365	5 973	5 677	4 050	3 830	22 372	140 401	207 378	176 330		
Receivables from Exchange Transactions - Property Rental Debtors	1700	76	64	62	68	62	60	399	2 560	3 351	3 149		
Interest on Arrear Debtor Accounts	1810									-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820									-	-		
Other	1900	8 843	3 543	2 816	4 149	2 222	2 064	13 446	101 682	138 766	123 563		
Total By Income Source	2000	325 333	90 126	50 286	54 707	41 578	41 805	199 865	725 250	1 528 949	1 063 204	-	-
2014/15 - 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	13 117	7 335	2 917	3 348	96	275	1 298	2 677	31 063	7 694		
Commercial	2300	189 076	26 736	11 887	12 780	8 907	8 972	50 395	78 621	387 372	159 674		
Households	2400	97 430	48 858	31 230	31 781	28 489	28 335	121 883	511 388	899 393	721 876		
Other	2500	25 710	7 198	4 252	6 799	4 087	4 224	26 288	132 563	211 120	173 961		
Total By Customer Group	2600	325 333	90 126	50 286	54 707	41 578	41 805	199 865	725 250	1 528 949	1 063 204	-	-

8.1.1. Additional debtors information

The debtors that are older than 30 days, which includes all charges, amounted to R1,203,616,208 at 31 October 2015 (Refer to 8.2.1 and 8.2.2 below) which is an increase of R34,049,759 over the amount of R1,169,566,449 at 30 September 2015.

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 31 October 2015. It also provides comparison with the previous month (30 September 2015) which indicates an increase from R1.17 billion to R1.20 billion.

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

AGEING	RATES	SEWERAGE	ELECTRICITY	WATER	REFUSE	SUNDRY DEBTORS	TOTAL FOR OCTOBER 2015	TOTAL FOR SEPTEMBER 2015
30 DAYS	32,488,913	8,763,947	15,533,993	21,367,484	8,365,140	3,606,975	90,126,452	75,336,485
60 DAYS	15,309,949	5,053,381	5,293,471	15,776,987	5,973,459	2,878,553	50,285,800	65,500,795
90 DAYS	19,795,065	4,636,743	3,103,643	17,277,722	5,677,265	4,216,822	54,707,260	45,115,386
120 DAYS TO 360 DAYS	93,977,448	24,069,549	12,040,506	104,654,947	30,251,943	18,252,654	283,247,046	278,643,986
YEAR 2	55,746,131	28,005,066	7,646,821	59,841,300	35,911,287	27,171,037	214,321,642	204,875,854
YEAR 3	27,419,007	18,111,475	5,951,418	35,122,040	24,636,961	20,297,325	131,538,226	128,146,979
YEAR 4	22,111,546	13,590,479	6,405,308	24,366,325	18,133,516	14,795,022	99,402,197	96,984,251
YEAR 5	16,343,478	8,750,282	2,135,902	16,212,569	12,031,012	9,317,374	64,790,618	63,561,946
YEAR 5+	42,903,214	30,478,964	4,725,775	54,738,978	49,688,502	32,661,536	215,196,968	211,400,767
TOTAL	326,094,751	141,459,886	62,836,837	349,358,352	190,669,087	133,197,296	1,203,616,208	1,169,566,449

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 31 October 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	35,716,737	19,208,435	15,668,735	460,382,946	530,976,853	44.12
Indigent	12,694,774	11,820,213	15,969,547	228,960,411	269,444,945	22.39
Business	26,735,953	11,886,734	12,780,014	146,893,745	198,296,446	16.48
Government	7,335,191	2,917,220	3,347,887	4,345,747	17,946,044	1.49
Municipal Staff	433,939	197,296	138,745	723,567	1,493,547	0.12
Councillors	12,254	3,995	3,798	28,060	48,106	0.00
Other	7,197,605	4,251,907	6,798,534	167,162,221	185,410,267	15.40
Total	90,126,452	50,285,800	54,707,260	1,008,496,697	1,203,616,208	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 2014/15 to 2015/16 financial year

Month	2013/2014			2014/2015			2015/2016		
	Billing	Receipts	Collection Rate	Billing	Receipts	Collection Rate	Billing	Receipts	Collection Rate
July	2,325,509,002	-2,153,249,916	92.59	2,602,264,135	-2,371,903,619	91.00	2,786,019,633	-2,557,423,910	91.79
August	2,360,722,274	-2,184,105,932	92.52	2,568,699,884	-2,383,877,074	93.00	2 836 283 594	-2 574 980 622	90.79
September	2,362,100,818	-2,201,573,537	93.20	2,589,585,746	-2,403,569,317	93.00	2,868,564,850	-2,601,967,874	90.71
October	2,390,760,330	-2,214,093,193	92.61	2,625,227,643	-2,450,270,791	93.00	2,923,155,470	-2,577,805,127	88.19
November	2,413,236,105	-2,237,227,839	92.71	2,652,206,738	-2,440,158,405	92.00			
December	2,451,423,493	-2,277,540,737	92.91	2,662,628,366	-2,446,012,486	92.00			
January	2,473,521,774	-2,288,389,311	92.52	2,712,272,987	-2,461,342,745	91.00			
February	2,489,423,294	-2,286,023,845	91.83	2,712,530,485	-2,497,487,079	92.00			
March	2,508,588,241	-2,317,244,720	92.37	2,733,798,105	-2,521,003,323	92.00			
April	2,533,810,040	-2,313,671,267	91.31	2,760,426,654	-2,550,439,243	92.39			
May	2,563,282,383	-2,324,079,609	90.67	2,821,295,806	-2,563,487,111	90.86			
June	2,565,798,810	-2,350,536,518	91.61	2,738,540,795	-2,562,718,785	93.58			

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 qualifies 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 is written off.

As at 31 October 2015 a total of 2,879 consumers have registered for the scheme. The total registered debt value is R58,663,183.74 to date, debt payments received amount to R56,090,551.92 and debt write-offs total to R15,498,713.47.

8.2.5. Government Accounts

The total arrears owed by Government Departments to Buffalo City Metropolitan Municipality that are older than 30 days as at 31 October 2015 amounted to R17,946,044. This indicates a decrease of R607,517 when compared to prior month amount of R18,553,562.

A total payment of R32,936,121.08 was received from Government Departments in October 2015. The breakdown of the arrears per department (excluding accounts in credit) is indicated in the table hereunder, as at 31 October 2015.

Table 14 below provides an analysis of government debtors as at 31 October 2015 and comparison with the previous month.

Table 14: Analysis of Government Debtors

DEPARTMENT	PROPERTY RATES	SERVICES	ARREARS AS AT 31 OCTOBER 2015	ARREARS AS AT 30 SEPTEMBER 2015	DIFFERENCE
National Department Of Public Works	4,009,988	155,499	4,165,487	4,743,507	(578,020)
Provincial Department Of Public Works	3,030,733	1,505,995	4,536,728	2,967,582	1,569,147
Department Of Education		2,729,971	2,729,971	1,966,118	763,854
Department Of Health		1,492,715	1,492,715	4,368,394	(2,875,680)
Department Of Transport		-	-	1,963	(1,963)
Department Of Agriculture		952,284	952,284	753,210	199,074
Department Of Nature Conservation		5,052	5,052	5,052	-
Department of Human Settlements		245,460	245,460	72,723	172,737
Department of Labour - UIF Services		324,412	324,412	52,952	271,460
Members Of Provincial Legislature		30,352	30,352	15,852	14,500
Department of Water Affairs		-	-	22,770	(22,770)
Provincial RDP Houses		3,463,583	3,463,583	3,583,440	(119,857)
TOTAL	7,040,721	10,905,323	17,946,044	18,553,562	(607,517)

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 there are disputes on invoices received.

Table 15: SC4 Monthly Budget Statement Aged Creditors

Description	NT Code	Budget Year 2015/16								Total	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		
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	103 981								103 981	90 991
Bulk Water	0200	18 124								18 124	14 272
PAYE deductions	0300	14 237								14 237	12 391
VAT (output less input)	0400	-								-	-
Pensions / Retirement deductions	0500	17 557								17 557	15 467
Loan repayments	0600	-								-	-
Trade Creditors	0700	154 282								154 282	369 207
Auditor General	0800	2 660								2 660	2 029
Other	0900	115 680								115 680	165 753
Total By Customer Type	1000	426 520	-	-	-	-	-	-	-	426 520	670 110

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

Table 16: Payments made to the 20 highest paid creditors – October 2015

CREDITOR	90 DAYS	60 DAYS	30 DAYS	CURRENT	TOTAL	PAYMENT
ESKOM				103 980 855	103 980 855	103 980 855
MOTHEO/ MPUMALANGA JOINT VENTURE				43 403 891	43 403 891	43 403 891
AMATOLA WATER				18 123 522	18 123 522	18 123 522
MAZIYA GENERAL SERVICES				13 944 708	13 944 708	13 944 708
RUWACON (PTY) LTD				11 400 511	11 400 511	11 400 511
LUQAQAMBO CIVILS CONSTRUCTION CC				10 411 340	10 411 340	10 411 340
MANTELLA TRADING 522 CC				8 224 589	8 224 589	8 224 589
SHONE'S ELECTRICAL				7 854 415	7 854 415	7 854 415
ACTOM SWITCHGEAR				7 467 735	7 467 735	7 467 735
INTERWASTE				6 649 512	6 649 512	6 649 512
EYA BANTU PROFFESSIOA SERVICES CC				5 959 426	5 959 426	5 959 426
RANDCIVILS				5 191 694	5 191 694	5 191 694
MPUMALANGA CONSTRUCTION (PTY) LTD				4 915 110	4 915 110	4 915 110
IMVUSA TRADING 595 CC			1 634 242	3 143 677	4 777 919	4 777 919
IMVUSA TRADING 454CC T/A DON CIVILS			1 621 119	2 029 853	3 650 972	3 650 972
LIFETIME CONNECTION MANUFACTURING SUPPLY CC				3 506 165	3 506 165	3 506 165
MASIQHAME TRADING 520 CC				2 476 902	2 476 902	2 476 902
IMVUSA TRADING 415 CC				2 317 529	2 317 529	2 317 529
MAKINWA MEDIA MANAGEMENT				2 251 447	2 251 447	2 251 447
MAZCON CIVILS & BUILDING CONTRACTORS				2 244 446	2 244 446	2 244 446
TOTAL	-	-	3 255 360	265 497 327	268 752 687	268 752 687

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

BUF Buffalo City - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M04 October

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
		Yrs/Months							
R thousands									
<u>Municipality</u>									
Rand Merchant Bank X021901943		Call Account	Call Account	Call Account	212	1.9%	45 474	212	45 686
Absa 91 2884 4539		Call Account	Call Account	Call Account	6	0.1%	1 539	(276)	1 262
Standard 422 742		Call Account	Call Account	Call Account	4	0.0%	1 767	(550)	1 217
Absa 91 4102 2241		Call Account	Call Account	Call Account	43	0.4%	9 195	43	9 238
Absa 91 4163 6965		Call Account	Call Account	Call Account	1	0.0%	208	1	209
Absa 91 5484 1280		Call Account	Call Account	Call Account	0	0.0%	8	0	8
Rand Merchant Bank X021904910		Call Account	Call Account	Call Account	41	0.4%	8 871	(77)	8 793
Standard 76586/442740		Call Account	Call Account	Call Account	10	0.1%	2 158	10	2 168
Absa 92 0562 2137		Call Account	Call Account	Call Account	4	0.0%	777	4	780
Rand Merchant Bank X021904913		Call Account	Call Account	Call Account	67	0.6%	14 304	67	14 371
Rand Merchant Bank X021903300		Call Account	Call Account	Call Account	–		–	–	–
Stanlib 551 557 338		Call Account	Call Account	Call Account	–		–	–	–
Absa 92 4434 8061		Call Account	Call Account	Call Account	–		0	–	0
Nedbank 03/7881532939/000126		Call Account	Call Account	Call Account	–		–	–	–
Standard 76586/442739		Call Account	Call Account	Call Account	26	0.2%	5 666	(26)	5 641
Stanlib 551 660 303		Call Account	Call Account	Call Account	117	1.0%	20 152	10 117	30 268
Nedbank 03/7881532939/000041		Call Account	Call Account	Call Account	31	0.3%	6 535	31	6 565
Nedbank 03/7881532939/000056		Call Account	Call Account	Call Account	5	0.0%	1 082	5	1 087
Nedbank 03/7881532939/000058		Call Account	Call Account	Call Account	28	0.2%	5 927	(27)	5 901

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									
Absa 91 9360 7257		Call Account	Call Account	Call Account	4	0.0%	950	4	955
Nedbank 03/7881532939/000112		Call Account	Call Account	Call Account	0	0.0%	1	(1)	(0)
Standard 76586/442737		Call Account	Call Account	Call Account	0	0.0%	182	(182)	0
Nedbank 03/7881532939/000110		Call Account	Call Account	Call Account	1	0.0%	199	113	311
Nedbank 03/7881532939/000123		Call Account	Call Account	Call Account	0	0.0%	143	(143)	-
Rand Merchant Bank RRB1629010		Call Account	Call Account	Call Account	331	2.9%	70 865	331	71 196
Stanlib 551 989 180		Call Account	Call Account	Call Account	196	1.7%	35 490	196	35 685
Absa 92 2590 9850		Call Account	Call Account	Call Account	4	0.0%	936	4	941
Stanlib 551 539 764		Call Account	Call Account	Call Account	8	0.1%	1 484	8	1 492
Rand Merchant Bank RRB0324003		Call Account	Call Account	Call Account	0	0.0%	39	0	39
Stanlib 551 567 496		Call Account	Call Account	Call Account	3	0.0%	2	4 001	4 003
Stanlib 551 576 733		Call Account	Call Account	Call Account	0	0.0%	82	0	83
Rand Merchant Bank RRB0B25020		Call Account	Call Account	Call Account	8	0.1%	1 698	8	1 706
Standard 76586/442743		Call Account	Call Account	Call Account	0	0.0%	85	0	86
Rand Merchant Bank RRB1609012		Call Account	Call Account	Call Account	1	0.0%	281	1	282
Stanlib 551 742 405		Call Account	Call Account	Call Account	2	0.0%	365	2	367
Rand Merchant Bank KLN2308011		Call Account	Call Account	Call Account	2	0.0%	357	2	359
Nedbank 03/7881532939/000128		Call Account	Call Account	Call Account	236	2.1%	66 863	(26 474)	40 389
Rand Merchant Bank RRB1722008		Call Account	Call Account	Call Account	289	2.5%	61 954	289	62 243
Standard 76586/442745		Call Account	Call Account	Call Account	285	2.5%	61 000	285	61 285
Absa 92 6406 3148		Call Account	Call Account	Call Account	461	4.0%	99 565	461	100 026
Rand Merchant Bank KLN2720020		Call Account	Call Account	Call Account	15	0.1%	3 769	(806)	2 964
Stanlib 551 868 235		Call Account	Call Account	Call Account	1	0.0%	129	1	130
Absa 92 0559 0891		Call Account	Call Account	Call Account	2	0.0%	495	2	497
Rand Merchant Bank VVW2B13011		Call Account	Call Account	Call Account	4	0.0%	755	4	759
Standard 76586/494573		Call Account	Call Account	Call Account	1	0.0%	0	2 804	2 804
Nedbank Refer to Confirmation		Refer to Confirmation	Refer to Confirmation	Refer to Confirmation	-		-	-	-

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									
Stanlib 753 72 270		Call Account	Call Account	Call Account	136	1.2%	24 632	136	24 768
Stanlib 551 353 708		Call Account	Call Account	Call Account	5	0.0%	981	5	987
Standard 76586/442736		Call Account	Call Account	Call Account	205	1.8%	58 424	(24 795)	33 629
Stanlib 753 72 271		Call Account	Call Account	Call Account	340	3.0%	108 217	(61 160)	47 057
Rand Merchant Bank X021904579		Call Account	Call Account	Call Account	90	0.8%	25 176	(9 910)	15 266
Nedbank 03/7881532939/000101		Call Account	Call Account	Call Account	109	1.0%	36 749	(22 891)	13 858
Absa 92 1120 9757		Call Account	Call Account	Call Account	1 418	12.4%	319 075	(20 582)	298 493
Absa 92 2110 3430		Call Account	Call Account	Call Account	644	5.6%	139 116	644	139 760
Standard 76586/442741		Call Account	Call Account	Call Account	44	0.4%	9 479	44	9 523
Standard 76586/442744		Call Account	Call Account	Call Account	126	1.1%	27 052	126	27 178
Rand Merchant Bank RRB0C07002		Call Account	Call Account	Call Account	44	0.4%	9 332	44	9 376
Nedbank 03/7881532939/000129		Call Account	Call Account	Call Account	97	0.9%	20 861	97	20 958
Nedbank 03/7881532939/000125		Call Account	Call Account	Call Account	2	0.0%	477	2	479
Stanlib 551 748 914		Call Account	Call Account	Call Account	148	1.3%	26 859	148	27 007
Absa 92 6406 3407		Call Account	Call Account	Call Account	8	0.1%	1 754	8	1 762
Nedbank 03/7881532939/000132		Call Account	Call Account	Call Account	2 329	20.4%	500 292	(24 671)	475 621
Rand Merchant Bank KLN3815041		Call Account	Call Account	Call Account	1 807	15.8%	389 571	(39 445)	350 127
Standard 76586/470801		Call Account	Call Account	Call Account	1 326	11.6%	288 379	(68 674)	219 705
Standard 76586/442738		Call Account	Call Account	Call Account	11	0.1%	2 298	11	2 309
Municipality sub-total					11 422		2 537 624	(280 409)	2 257 215
Entities									
Entities sub-total					-		-	-	-
TOTAL INVESTMENTS AND INTEREST	2				11 422		2 537 624	(280 409)	2 257 215

11.ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

Transfers and grants expenditure (excluding vat) 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	2014/15	Budget Year 2015/16							
		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:		-	714 196	714 196	3 239	12 018	238 065	(226 047)	-95.0%	714 196
Local Government Equitable Share			655 141	655 141	-	-	218 380	(218 380)	-100.0%	655 141
Urban Settlement Development Grant			33 348	33 348	2 665	9 429	11 116	(1 687)	-15.2%	33 348
Finance Management			1 300	1 300	33	107	433	(326)		1 300
EPWP Incentive			1 149	1 149	466	943	383	560		1 149
Infrastructure Skills Development Grant			8 400	8 400	74	1 540	2 800	(1 260)		8 400
Integrated City Development Grant			5 605	5 605	-	-	1 868	(1 868)		5 605
Municipal Human Settlement Capacity Grant			9 253	9 253	-	-	3 084	(3 084)	-100.0%	9 253
Provincial Government:		-	531 687	536 682	31 837	61 511	178 894	(117 384)	-65.6%	536 682
Roads Subsidy - Provincial Roads			1 871	1 871	-	-	624	(624)	-100.0%	1 871
Dept of Economic Dev, Environmental Affairs & Tourism			-	2 500	-	-	833	(833)	-100.0%	2 500
Local Government & Traditional Affairs			2 000	3 494	460	808	1 165	(357)	-30.7%	3 494
Health Subsidy - ATIC			2 522	2 522	-	-	841	(841)	-100.0%	2 522
Library Subsidy			3 638	3 638	-	-	1 213	(1 213)	-100.0%	3 638
Human Settlement Development Grant			521 656	522 658	31 377	60 703	174 219	(113 516)	-65.2%	522 658
District Municipality:		-	-	-	-	-	-	-		-
Health Subsidy - Environmental Health			-	-	-	-	-	-		-
Other grant providers:		-	3 329	3 460	-	-	1 153	(1 153)	-100.0%	3 460
SETA - Skills Development			2 989	2 989	-	-	996	(996)	-100.0%	2 989
Umsobomvu Youth Fund			-	131	-	-	44	(44)	-100.0%	131
Donor Funding - European Commission			340	340	-	-	113	(113)	-100.0%	340
Total operating expenditure of Transfers and Grants:		-	1 249 211	1 254 338	35 075	73 529	418 113	(344 584)	-82.4%	1 254 338
Capital expenditure of Transfers and Grants										
National Government:		-	742 884	742 884	70 944	129 013	247 628	(118 615)	-47.9%	742 884
Urban Settlement Development Grant			679 784	679 784	69 582	124 878	226 595	(101 717)	-44.9%	679 784
Infrastructure Skills Development Grant			100	100	-	-	33	(33)	-100.0%	100
Energy Efficiency and Demand Management			13 000	13 000	-	-	4 333	(4 333)	-100.0%	13 000
Neighbourhood Development Partnership			20 000	20 000	-	-	6 667	(6 667)	-100.0%	20 000
Integrated National Electrification Programme			30 000	30 000	1 362	4 135	10 000	(5 865)	-58.6%	30 000
Provincial Government:		-	107 469	107 469	12 253	18 161	35 823	(17 661)	-49.3%	107 469
Human Settlement Development Grant			94 400	94 400	12 253	18 161	31 467	(13 305)	-42.3%	94 400
Human Settlement Development Grant - MPCC			13 069	13 069	-	-	4 356	(4 356)	-100.0%	13 069
District Municipality:		-	-	-	-	-	-	-		-
Health Subsidy - Environmental Health			-	-	-	-	-	-		-
Other grant providers:		-	-	-	-	-	-	-		-
BCMET Funding			-	-	-	-	-	-		-
Public Funding			-	-	-	-	-	-		-
Total capital expenditure of Transfers and Grants		-	850 353	850 353	83 196	147 175	283 451	(136 276)	-48.1%	850 353
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	2 099 564	2 104 691	118 272	220 703	701 564	(480 860)	-68.5%	2 104 691

11.1. Expenditure On Conditional Grant Allocations

The Metro has spent R159.12 million inclusive of reclaimed vat (2014/15: R155.25 million) which is 20% (2014/15: 22%) of its 2015/2016 DoRA allocation of R801.94 million (2014/15: 714.18 million) as at 31 October 2015. This reflects a slight regression when compared to the same period in the previous financial year. The expenditure is showing improvement in the first month of the second quarter when compared to the first quarter performance.

Table 19 below reflects the year to date expenditure on 2015/16 total conditional grants.

Table 19: Spending per Conditional Grant Funding Allocation

Funding/Grant	2015/2016 Approved Budget	YTD Expenditure (incl. vat)	Variance	% Exp vs. Budget
Integrated National Electrification Programme Grant	30 000 000	4 714 442	25 285 558	16%
Energy Efficiency & Demand Side Management Grant	13 000 000	0	13 000 000	0%
Finance Management Grant	1 300 000	106 838	1 193 162	8%
Infrastructure Skills Development Grant	8 500 000	1 622 325	6 877 675	19%
Neighbourhood Development Partnership Grant	20 000 000	0	20 000 000	0%
Urban Settlement Development Grant	713 132 000	151 736 624	561 395 376	21%
Integrated City Development Grant	5 605 000	0	5 605 000	0%
Municipal Human Settlement Capacity Grant	9 253 000	0	9 253 000	0%
Expanded Public Works Programme Grant	1 149 000	943 165	205 835	82%
TOTAL	801 939 000	159 123 394	642 815 606	20%

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

11.1.1. INTERGRATED NATIONAL ELECTRIFICATION PROGRAMME (INEP)

Contracts are currently in advertising stage, expenditure to commence at appointment stage. The grant funding is going to be used to service connections to RDP houses detailed below:

AREA	CONNECTIONS	STATUS
Mdantsane – Mount Ruth	168	Advertised date 13/10/2015
Mdantsane Buffer Strip	563	Advertised date 13/10/2015
Potsdam Unit P(Extension 2)	400	Bid Evaluation Committee
Quenera (Mzamomhle PH 1)	311	Advertised date 09/10/2015
Reeston Phase 3 (Stage1)	400	Advertised date 09/10/2015

11.1.2. ENERGY EFFICIENCY & DEMAND SIDE MANAGEMENT GRANT (EEDSM)

The funding will be used for the installation and retrofit of 1000 watt high mast fittings to LED fittings; expected result of a minimum of 50% decrease in electricity consumption. First delivery of material arrived in the last week of October 2015. The process of delivery will continue throughout the financial year with installation.

11.1.3. FINANCE MANAGEMENT GRANT (FMG)

The employment of new interns is in progress, Human Resources Department is undertaking its recruitment. Interviews will be held on 12 November 2015 for 6 (six) interns. The training of interns is ongoing, as funds to the tune of R17 000 have been committed for some interns to attend training in November 2015.

11.1.4. INFRASTRUCTURE SKILLS DEVELOPMENT GRANT (ISDG)

The project is progressing well and the funding is used for the payment of salaries and training for engineering interns. Appointment of new interns and Project Administrator is still outstanding as approval from National Treasury is still awaited.

11.1.5. NEIGHBOURHOOD DEVELOPMENT PARTNERSHIP GRANT (NDPG)

Reasons for the Low Expenditure

The Mdantsane Precinct Plan has been submitted with reviewed comments to Neighbourhood Development Partnership (NDP) Unit at National Treasury. The precinct plan is a prerequisite before capital projects can be identified and approved by National Treasury NDP Unit and therefore no capital spending can occur.

Corrective Measures to improve expenditure

Complying with the DoRA conditions whereby the Precinct Plan and Project Identified needs to be concluded and approved by NT NDP Unit before expenditure can be incurred. No funding allocation to date has been transferred to BCMM.

11.1.6. URBAN SETTLEMENT DEVELOPMENT GRANT (USDG)

HUMAN SETTLEMENTS

The programme is on track and 48% of the allocated funds have been spent.

INFRASTRUCTURE SERVICES

Reasons for the Low Expenditure

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. Some of the rural sanitation projects have reached final completion and some have reached practical completion. Annual contractors and EPWP contractors have been appointed to fast track the implementation of the outstanding projects within the Rural Sanitation Backlog Eradication Programme.

DEVELOPMENT & SPATIAL PLANNING

Reasons for the Low Expenditure

KwaTshatshu Pedestrian Bridge

Consultants were appointed in July 2014. The detail designs and tender document phase has been completed. The environmental process is nearing completion. The land requirements are currently being dealt with.

Needs Camp / Potsdam Bridge

Consultants were appointed in December 2013. The detail designs and tender document phase has been completed. The environmental process is nearing completion. The land requirements are currently being dealt with.

Sidewalks

Sidewalks have been identified in Scenery Park and Sweetwaters, procurement process is underway.

Traffic calming measures

The following areas have been earmarked for the construction of speed humps: Beacon Bay, Nahoon Valley and Braelyn. Speed humps have been completed in the following areas: Duncan Village, Sweetwaters, Zwelitsha, Mdantsane.

Guardrails

Sites for Guardrails have been identified in Mdantsane, Alphendale, Amalinda and Ginsberg. Procurement process is underway for implementation of the project.

Traffic Signals

Sites for traffic signals have been identified on North East Expressway (NEX), Potters Pass, Caxton, Terminus and Gullsway. The installation of the North East Expressway (NEX)/Thornburn Terrace intersection traffic signals has been completed. The traffic signal equipment for the installation of Traffic signals at Buffalo/Caxton Streets and Buffalo/Terminus Streets has been procured and is in the process of being installed.

Guidance Signage

The order for Guidance Signage has been opened and the installation is expected to commence on the second week of November 2015 from Cambridge to Berlin.

Taxi/ Bus stops, Scenery Park and Gonubie taxi loading area and Bonza Bay taxi loading area ablution facility

Taxi/ Bus stops have been identified for Reeston, Amalinda and Mdantsane areas and orders have been issued and work is expected to start on 10 November 2015. Feasibility study and Design Bid Document for Scenery Park Taxi Loading area is currently at SCM for advertisements. Construction of Ablution Facility at the Bonza Bay Taxi Loading area has started on 11 August 2015 and completion is expected on 13 November 2015.

ECONOMIC DEVELOPMENT AND AGENCIES

The Directorate of Economic Development and Agencies has an approved allocation of R10 million from the USDG in the 2015/16 financial year. The Market Upgrade programme has various projects i.e. roads maintenance, building capital works and refurbishment and roofing. Already the service provider for the roads projects is onsite and working, an amount of R4 million has been committed to the roads projects. The roads project will be completed by end of November 2015 and full payment will then be made. The entire budget is committed to the Market Upgrade Business Plan and will be exhausted before financial year end.

HEALTH / PUBLIC SAFETY & EMERGENCY SERVICES

The project for King Williams Town Traffic Building is on track in terms of project milestones with Professional Team. Bill of quantities and specifications for building contractor has been finalized – awaiting specifications approval in order for the tender to be advertised.

MUNICIPAL SERVICES

Development and Upgrading of Community Halls

Work is in Progress and contractors on site to carry out refurbishment and upgrade of nine (9) community halls (Carnegie Hall, 5 Mdantsane community halls, Billy Francis, Needs Camp Community Hall, King Williams Town Hall).

Construction of Nompumelelo Hall

Tender document for the construction of Nompumelelo hall was approved on 6th of November 2015.

Upgrading of Cemeteries

An amount of R2.5 million is committed for fencing of various cemeteries.

Specifications are being finalised for some of the projects within Municipal Services and Enterprise Project Management Office (EPMO) is assisting the directorate with project implementation in order to speed up the processes.

11.1.7. INTEGRATED CITY DEVELOPMENT GRANT (ICDG)

The delayed adoption and approval by Council of the Sleeper Site Implementation Plan has an indirect implication for the BID Specifications for the ICDG. The ICDG is intended for the detailed design of the East London CBD. Bid Specification to be approved and then advertised to commence the procurement of the professional design team.

11.1.8. MUNICIPAL HUMAN SETTLEMENT CAPACITY GRANT (MHSCG)

None of the targets have been realized because the disbursement of the grant was uncertain. The disbursement has only been done at end of October 2015. The directorate is busy finalizing job descriptions for additional posts required and thereafter the posts will be advertised, this process will be finalized at the end of the second quarter. The targets should be realized as the year progresses.

11.1.9. EXPANDED PUBLIC WORKS PROGRAMME (EPWP)

The municipality has an allocation of R1 149 000 for the 2015/16 financial year from the National Department of Public Works as per approved payment schedule by National treasury. A business plan has been approved for the following projects: Operations and Maintenance of public ablution facilities (R574 500); Maintenance of Eco Parks (R287 250) & Maintenance of roads within BCMM clusters (R287 250). These projects are on track, 82% of the funds have been spent.

12. COUNCILLOR AND EMPLOYEE BENEFITS

12.1. Councillor and Employees Benefits Summary

Table 20 below provides summary of employees and Councillors remuneration.

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

Summary of Employee and Councillor remuneration	Ref	2014/15	Budget Year 2015/16								
		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)	1										
Basic Salaries and Wages			31 903	31 903	2 410	9 676	10 547	(871)	-8%	31 903	
Pension and UIF Contributions			3 328	3 328	259	1 031	1 113	(82)	-7%	3 328	
Medical Aid Contributions			1 856	1 856	143	564	359	205	57%	1 856	
Motor Vehicle Allowance			12 944	12 944	1 020	2 979	4 395	(1 415)	-32%	12 944	
Cellphone Allowance			–	–	183	715	–	715	0%	–	
Housing Allowances			2 879	2 879	213	850	1 223	(373)	-30%	2 879	
Other benefits and allowances			–	–	49	1 246	–	1 246	0%	–	
Sub Total - Councillors			52 910	52 910	4 278	17 062	17 637	(574)	-3%	52 910	
% increase	4										
Senior Managers of the Municipality	3										
Basic Salaries and Wages			15 026	15 026	742	2 071	4 934	(2 863)	-58%	15 026	
Pension and UIF Contributions			2 734	2 734	143	402	937	(535)	-57%	2 734	
Medical Aid Contributions			266	266	11	43	158	(115)	-73%	266	
Overtime			–	–	–	–	–	–	–	–	
Performance Bonus			–	–	–	–	–	–	–	–	
Motor Vehicle Allowance			2 738	2 738	86	345	1 054	(709)	-67%	2 738	
Cellphone Allowance			–	–	–	16	63	–	63	0%	–
Housing Allowances			83	83	–	1	113	(112)	-99%	83	
Other benefits and allowances			2 273	2 273	271	620	878	(258)	-29%	2 273	
Payments in lieu of leave			–	–	–	87	–	87	0%	–	
Long service awards			36	36	(1)	(1)	–	(1)	0%	36	
Post-retirement benefit obligations	2		–	–	–	–	–	–	–	–	
Sub Total - Senior Managers of Municipality			23 157	23 157	1 268	3 632	8 073	(4 442)	-55%	23 157	
% increase	4										
Other Municipal Staff											
Basic Salaries and Wages			851 398	851 398	62 528	248 676	291 874	(43 198)	-15%	851 398	
Pension and UIF Contributions			155 271	155 271	12 096	50 888	54 255	(3 366)	-6%	155 271	
Medical Aid Contributions			96 719	96 719	4 745	18 725	20 267	(1 542)	-8%	96 719	
Overtime			60 348	60 348	8 450	35 271	22 547	12 724	56%	60 348	
Performance Bonus			–	–	–	–	–	–	–	–	
Motor Vehicle Allowance			26 800	26 800	1 730	6 908	9 314	(2 406)	-26%	26 800	
Cellphone Allowance			–	–	–	336	1 318	–	1 318	–	
Housing Allowances			10 185	10 185	896	3 547	2 746	802	29%	10 185	
Other benefits and allowances			139 402	139 402	16 677	56 957	41 611	15 347	37%	139 402	
Payments in lieu of leave			7 307	7 307	1 927	6 556	6 087	470	8%	7 307	
Long service awards			17 033	17 033	1 467	5 924	5 767	157	3%	17 033	
Post-retirement benefit obligations	2		–	–	–	0	–	0	–	–	
Sub Total - Other Municipal Staff			1 364 462	1 364 462	110 852	434 771	454 466	(19 696)	-4%	1 364 462	
% increase	4										
Total Parent Municipality			1 440 529	1 440 529	116 398	455 465	480 176	(24 712)	-5%	1 440 529	
Unpaid salary, allowances & benefits in arrears:											
Board Members of Entities											
Basic Salaries and Wages			96	96	–	–	–	–	–	96	
Post-retirement benefit obligations			–	–	–	–	–	–	–	–	
Sub Total - Board Members of Entities	2		96	96	–	–	–	–	–	96	
% increase	4										
Senior Managers of Entities											
Basic Salaries and Wages			1 004	1 004	–	–	–	–	–	1 004	
Pension and UIF Contributions			184	184	–	–	–	–	–	184	
Medical Aid Contributions			91	91	–	–	–	–	–	91	
Motor Vehicle Allowance			310	310	–	–	–	–	–	310	
Housing Allowances			25	25	–	–	–	–	–	25	
Other benefits and allowances			104	104	–	–	–	–	–	104	
Sub Total - Senior Managers of Entities			1 718	1 718	–	–	–	–	–	1 718	
% increase	4										
Other Staff of Entities											
Basic Salaries and Wages			180	180	–	–	–	–	–	180	
Pension and UIF Contributions			34	34	–	–	–	–	–	34	
Medical Aid Contributions			91	91	–	–	–	–	–	91	
Housing Allowances			16	16	–	–	–	–	–	16	
Other benefits and allowances			19	19	–	–	–	–	–	19	
Sub Total - Other Staff of Entities			341	341	–	–	–	–	–	341	
% increase	4										
Total Municipal Entities			2 155	2 155	–	–	–	–	–	2 155	
TOTAL SALARY, ALLOWANCES & BENEFITS			1 442 684	1 442 684	116 398	455 465	480 176	(24 712)	-5%	1 442 684	
% increase	4										
TOTAL MANAGERS AND STAFF			1 389 678	1 389 678	112 120	438 402	462 540	(24 137)	-5%	1 389 678	

12.2. Overtime Analysis

Table 21 below provides comparison of overtime expenditure against budget per directorate for the period ended 31 October 2015. Table 22 below details overtime expenditure incurred per cost centre for the past three months ended 31 October 2015.

Table 21: Overtime per Directorate

Directorate	2015/2016 Annual Budget R	2015/2016 YTD Budget R	2015/2016 YTD Expenditure R	2015/2016 YTD Variance R	2015/2016 % of YTD Budget %
Directorate Of Executive Support Services	1 476 325	492 108	1 216 145	-724 036	247%
Directorate Of The City Manager	280 035	93 345	238 394	-145 049	255%
Directorate Of Corporate Services	552 836	184 279	216 104	-31 825	117%
Directorate Of Development & Spatial Planning	565 537	188 512	154 270	34 243	82%
Directorate Of Economic Development & Agencies	386 138	128 713	173 462	-44 749	135%
Directorate Of Finance	1 235 667	411 889	550 741	-138 852	134%
Directorate Of Health / Public Safety & Emergency Services	23 003 966	7 667 989	8 534 314	-866 326	111%
Directorate Of Human Settlement	96 161	32 054	15 531	16 523	48%
Directorate Of Infrastructure Services	15 159 129	5 053 043	10 307 130	-5 254 087	204%
<i>Electricity</i>	7 120 580	2 373 527	2 927 820	-554 294	123%
<i>Water</i>	2 764 285	921 428	3 941 146	-3 019 718	428%
<i>Sanitation</i>	4 257 654	1 419 218	3 111 546	-1 692 328	219%
<i>Other</i>	1 016 610	338 870	326 617	12 253	96%
Directorate Of Municipal Services	17 592 591	5 864 197	15 186 746	-9 322 549	259%
Total	60 348 385	20 116 128	36 592 836	-16 476 708	182%

Table 22: Overtime Per Cost Centre: August 2015 – October 2015

		August 2015 Amount	September 2015 Amount	October 2015 Amount
Directorate -Executive Support Services				
105 005	Office of The Director of Executive Support	212 555.18	242 565.81	190 973.01
105 020	Public Participation & Ward Committees	5 528.59	15 665.43	3 694.88
105 030	Special Programmes	-	-	2 302.89
110 005	IDP	799.25	5 569.99	-
120 010	Public Relations & International Events	32 947.60	66 335.51	42 571.81
		251 830.62	330 136.74	239 542.59
Directorate - Municipal Manager				
205 005	Office of The Municipal Manager & Support Services	53 362.81	59 915.24	49 274.81
225 010	Municipal Public Accounts Committee	5 934.85	11 612.05	-
		59 297.66	71 527.29	49 274.81
Directorate - Chief Operations Officer				
250 005	Office of the Chief Operations Officer	-	10 227.76	-
255 005	Housing Department	-	2 226.32	-
255 010	Mdantsane Urban Renewal Unit	-	2 523.52	-
		-	14 977.60	-
Directorate - Chief Financial Officer				
305 005	Office of The Director of Finance	1 770.84	5 895.68	-
305 010	Support Services Office	5 620.34	3 482.33	13 158.65
315 005	Budget Office	-	2 829.39	-
320 005	Asset Risk & Financial Services	2 005.49	-	-
320 010	Supply Chain Management	5 693.10	16 219.58	12 944.98
320 015	Expenditure Office	7 857.89	10 536.00	7 898.31
320 020	Salary Office	2 753.89	2 031.62	2 217.70
330 005	Rates & Valuations Office	-	-	11 180.59
330 010	Consolidated Billing & Miscellaneous Revenue Office	36 539.97	17 524.83	22 641.37
330 015	Debtors Management Office	14 843.61	29 511.52	18 348.64
330 020	Customer Care Office	-	-	7 745.66
		77 085.13	88 030.95	96 135.90
Directorate - Corporate Services				
415 005	Administrative & Council Support	3 239.19	11 683.52	3 698.24
415 010	Auxilliary & Telecommunication Services	30 253.65	29 192.42	28 981.51
415 015	General Admin & Telecomm Services	-	423.23	-
415 025	Management Information Services	4 662.32	8 122.04	11 665.41
420 005	H.R. Administration	-	13 108.75	3 508.21
420 010	Occupational Risk Management	2 540.40	13 590.80	7 474.94
420 015	Labour Relations	-	2 712.68	1 582.39
		40 695.56	78 833.44	56 910.70

		August 2015 Amount	September 2015 Amount	October 2015 Amount
Directorate - Engineering Services				
505 010	City Engineering Building	2 310.12	1 934.42	2 041.89
510 005	Scientific Services	26 790.37	21 816.20	-
515 006	Night Soil Removal - Coastal	67 420.49	86 091.50	89 817.94
515 007	Night Soil Removal - Central	2 676.02	7 433.25	841.50
515 026	Sewerage Treatment - Coastal	53 595.46	31 374.37	35 696.64
515 027	Sewerage Treatment - Central	26 697.89	42 539.46	35 607.93
515 028	Sewerage Treatment - Inland	74 572.75	115 970.84	106 944.84
515 031	Sewerage Reticulation - Coastal	191 482.87	300 087.57	242 975.41
515 032	Sewerage Reticulation - Central	105 197.33	140 010.71	102 794.76
515 033	Sewerage Reticulation - Inland	95 544.54	119 658.26	96 315.04
520 005	Water Administration	7 742.05	8 907.15	12 210.92
520 011	Maden Dam	13 373.46	17 864.62	13 188.68
520 012	Bridle Drift Dam	2 626.96	3 212.61	-
520 015	Bulk Pumping Stations	20 480.28	19 398.88	16 959.83
520 021	Umzonyana Water Treatment Works	100 314.44	70 761.92	62 710.90
520 023	KWT Water Treatment Works	97 719.92	115 245.62	93 416.74
520 024	Mdantsane Bulk Pumping	16 176.12	43 428.71	38 120.53
520 025	Water Ops & Maint. - Inland	237 163.42	167 289.07	145 812.32
520 026	Water Ops & Maint. - Midland	207 313.11	261 859.55	244 856.39
520 030	Water Ops & Maint. - Coastal	268 160.89	297 822.27	262 767.31
525 005	Construction Distribution	-	4 741.20	1 659.42
525 010	Roads Administration	-	-	583.26
525 025	Roads & Stormwater Drainage	11 765.66	10 202.92	33 486.67
525 035	Project Management & Implementation Branch	1 695.82	4 601.31	-
525 040	Project Management Unit	1 542.52	1 236.72	-
530 005	Mechanical Workshop - Westbank	1 163.24	-	-
530 010	Fleet Management - Westbank	-	4 685.50	-
530 015	Mechanical Workshop - Braelyn	28 563.11	40 401.00	23 486.45
535 005	Electricity Administration	11 578.56	7 017.48	6 010.79
535 010	Electricity Distribution Supervisory Staff	704 948.95	681 965.89	379 221.09
535 025	Electricity Planning & Design	655.35	736.32	666.20
535 040	Revenue Protection	66 992.68	90 349.18	78 203.87
		2 446 264.38	2 718 644.50	2 126 397.32
Directorate - Development Planning				
615 095	Building Maintenance - Coastal / Central	1 462.13	1 414.70	4 019.41
620 015	Traffic Signal Maintenance	12 790.68	13 130.05	8 060.09
625 005	Buffalo City Bus Services	12 424.02	26 144.26	10 771.34
635 005	Local Economic Development	-	3 667.01	2 626.57
635 010	Market	36 662.07	37 810.19	34 998.62
		63 338.90	82 166.21	60 476.03

		August 2015 Amount	September 2015 Amount	October 2015 Amount
Directorate - Health & Public Safety				
710 030	Environmental Health	-	8 186.79	1 877.99
725 010	Fire & Rescue Services	140 807.81	656 723.15	291 941.85
725 015	Law Enforcement Services	833 741.94	1 271 976.07	956 898.41
725 020	Traffic Administration	61 324.63	107 144.94	81 383.36
725 025	Traffic Control	239 222.15	327 488.42	270 059.19
725 030	Criminal Process	-	4 847.75	3 231.83
725 035	Vehicle Test Station / Examination	5 853.15	7 598.68	8 512.43
725 040	Drivers License Testing	1 091.30	-	-
725 045	Traffic Technical Services	1 511.31	8 668.31	23 407.66
725 050	Parking Areas / Meters	39 187.26	65 694.66	66 774.38
725 055	Disaster Management	3 759.10	4 046.40	11 623.24
		1 326 498.65	2 462 375.17	1 715 710.34
Directorate - Community Services				
750 005	Office of The Director of Community Services	5 260.38	3 726.79	2 544.50
750 010	Cleansing Administration Support	4 709.99	5 295.98	8 667.71
755 010	Environmental Services	543 073.51	355 452.04	230 144.25
755 015	Environmental Conservation	156 011.41	69 907.91	116 287.86
755 025	Interments	274 432.05	315 382.86	230 139.57
760 005	Arts & Cultural Services Admin	30 382.11	33 681.21	38 269.19
760 010	Libraries	10 961.69	9 710.36	6 245.49
760 025	Halls	140 103.09	189 304.61	178 170.12
765 005	Amenities Administration Support	38 467.86	41 648.16	21 723.88
765 010	Sportsfields	89 630.76	155 657.88	149 870.37
765 015	Swimming Pools	140 292.52	213 117.87	104 479.55
765 020	Aquarium	34 260.02	47 944.78	38 884.61
765 025	Zoo	56 648.55	78 703.58	63 818.15
765 030	Beaches	152 376.19	206 283.39	177 144.32
765 035	Resorts	66 746.99	76 499.41	53 018.34
770 005	Cleansing Administration Support	11 951.96	15 184.42	29 130.68
770 010	Refuse Removal	1 008 691.65	1 079 655.22	950 350.99
770 015	Waste Disposal Sites	18 983.55	37 051.17	26 480.51
770 020	Street Sweeping	541 999.98	697 219.09	623 542.73
770 025	Public Conveniences	116 187.52	145 213.36	126 923.32
770 030	E.L Regional Waste Disposal Site & Transfer Station	32 414.34	53 619.73	43 369.06
		3 473 586.12	3 830 259.82	3 219 205.20
	TOTAL OVERTIME	7 738 597.02	9 676 951.72	7 563 652.89

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 held after business hours, loudhailing done after business hours and on weekends; attending public participation programmes on weekends.

b) City Managers Office

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

c) Directorate of Finance

Overtime was requested for staff members at Bad Debt and Arrear Management section to work overtime to prepare the rates schedule by annualising all charges raised to owner accounts, log queries, print and attach valuation certificates to each account for ease of reference for prompt payment.

d) Directorate of Corporate Services

The over expenditure on overtime is as a result of increase in unscheduled council meetings which necessitates the drivers to deliver council agendas.

e) Directorate of Infrastructure 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 shedding, 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 or faults at pump stations i.e. tripped pumps etc.

f) Directorate of Health / Public Safety & Emergency Services

Over expenditure is due to security guards being paid overtime. Number of events on public roads has also impacted on overtime due to events taking place on weekends and public holidays.

g) Directorate of Municipal 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, swimming pools (inland/ costal), sportsfields (inland/ coastal), resorts, aquarium, beaches, coastal conservation, nature reserves and the zoo.

The Department of Solid Waste Management is trying its level best to manage overtime but challenges amongst others like refuse removal truck shortages and high rate of absenteeism force overtime to be worked.

12.3. Standby and Shift Allowance Analysis

Table 23 below reflects standby and shift allowance expenditure incurred per directorate for the past four months ended 31 October 2015. There was an increase in the total payment between August 2015 and September 2015 of R127 406 and an increase in the total payment between September 2015 and October 2015 of R130 711.

Table 23: Standby & Shift Allowance per Directorate

	AUGUST 2015	SEPTEMBER 2015	OCTOBER 2015
Directorate – Executive Support Services	12 457	12 163	8 385
Directorate – City Manager	3 164	2 971	2 979
Directorate – Chief Financial Officer	6 021	6 867	6 383
Directorate – Corporate Services	17 554	21 286	22 924
Directorate – Infrastructure Services	414 756	493 563	442 641
Directorate – Economic & Development Planning	14 580	16 951	13 141
Directorate – Health / Public Safety & Emergency Services	195 733	217 201	438 547
Directorate – Municipal Services	227 693	248 362	215 073
TOTAL	891 958	1 019 363	1 150 074

12.4. Cost of Temporary Staff

The total payment of Temporary Staff for the past four (4) months ended 31 October 2015 is reflected below. There was an increase in the total payment between August 2015 and September 2015 of R1 438 407 and a decrease in the total payment between September 2015 and October 2015 of R5 029 231.

Table 24: Temporary Staff Per Directorate

	AUGUST 2015	SEPTEMBER 2015	OCTOBER 2015
Directorate – Executive Support Services	916 962	1 014 873	1 314 924
Directorate – City Manager	319 116	271 378	284 392
Directorate – Chief Financial Officer	248 614	283 842	256 668
Directorate – Corporate Services	500 383	596 040	503 539
Directorate – Infrastructure Services	877 794	815 941	729 284
Directorate – Economic & Development Planning	61 456	103 615	114 643
Directorate – Health / Public Safety & Emergency Services	53 643	50 989	56 038
Directorate – Municipal Services	3 909 690	4 908 083	95 730
Directorate – Executive Support Services	1 192 636	1 473 940	1 134 253
TOTAL	8 080 294	9 518 701	4 489 470

12.5. Councillors Costs

The table below shows the budget and expenditure to date for councillors costs. The year to date budget less the year to date expenditure of R17 062 342 leaves a variance of R574 389. The budget for out of pocket expenses and Councillor cell phone allowance will be realigned in the mid-year adjustment budget.

Table 25: Councillors Costs

	ANNUAL BUDGET	YTD BUDGET	YTD EXPEND	YTD VARIANCE	% VARIANCE
Mayoral Allowance	770 445	256 815	176 646	80 169	31%
Deputy Mayoral Allowance	616 356	205 452	142 662	62 790	31%
Mayoral Committee Allowance	5 778 333	1 926 111	1 245 324	680 787	35%
Speakers Allowance	616 356	205 452	142 662	62 790	31%
Out of Pocket Expenses	-	-	257 804	-257 804	0%
Councillors Allowance	24 121 244	8 040 415	7 904 354	136 060	2%
Cllr Cell Phone Allowance	-	-	715 196	-715 196	0%
Cllr Housing Subsidy	2 879 407	959 802	850 315	109 487	11%
Cllr Medical Aid	1 855 623	618 541	564 367	54 174	9%
Cllr Pension Scheme	3 328 325	1 109 442	1 030 851	78 591	7%
Cllr Travel Allowance	12 944 103	4 314 701	4 032 160	282 541	7%
TOTAL	52 910 192	17 636 731	17 062 342	574 389	3%

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 recruiting staff for the running of the agency. A Project Manager has been appointed and commenced work on 01 August 2015. The CEO's position has been filled effective 01 November 2015.

The Buffalo City Development Agency has a budget of R5,86 million within the Executive Support Services Directorate of BCMM and has spent R45 550 as at 31 October 2015.

14. CAPITAL PROGRAMME PERFORMANCE

BCMM has spent R219.25 million inclusive of reclaimed vat (2014/15: R203.36 million) which is 16% (2014/15: 19%) of its 2015/16 adjusted capital budget of R1.38 billion (2014/15: R1.06 billion) as at 31 October 2015. This reflects a regression when compared to the same period in the previous financial year. The expenditure is showing improvement in the first month of the second quarter when compared to the first quarter performance.

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>2015/2016</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>Expe</u>
Total Own Funding	529 796 867	54 161 806	475 635 061	10%
DoE(Integrated National Electrification Programme)	30 000 000	4 714 442	25 285 558	16%
Electricity Demand Side Management Grant	13 000 000	0	13 000 000	0%
Infrastructure Skills Development Grant	100 000	0	100 000	0%
Neighbourhood Development Partnership Grant	20 000 000	0	20 000 000	0%
Urban Settlement Development Grant	679 784 100	142 217 247	537 566 853	21%
Human Settlement Development Grant	94 400 000	18 161 467	76 238 533	19%
Human Settlement Development Grant-MPCC	13 068 500	0	13 068 500	0%
Total Grants	850 352 600	165 093 156	685 259 444	19%
TOTAL PER FUNDING	1 380 149 467	219 254 963	1 160 894 504	16%

Table 27 below reflects capital expenditure performance per service.

Table 27: Actual Expenditure per Service against Budget

Services	<u>2015/2016</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>Expenditure</u> <u>(VAT incl)</u>
Water	91 000 000	28 845 367	62 154 633	32%
Waste Water	296 301 527	22 939 916	273 361 611	8%
Electricity	158 500 000	31 314 325	127 185 675	20%
Roads and Stormwater	265 000 000	30 148 844	234 851 156	11%
Human Settlement	211 784 513	74 835 572	136 948 941	35%
Transport Planning	69 652 869	9 268 462	60 384 407	13%
Waste Management / Refuse	54 502 324	10 320 996	44 181 328	19%
Amenities	73 483 569	7 127 060	66 356 509	10%
Public Safety	32 265 057	1 734 590	30 530 467	5%
Support Services	79 659 608	2 719 830	76 939 778	3%
Other - BCM Fleet	48 000 000	0	48 000 000	0%
TOTAL PER SERVICE	1 380 149 467	219 254 963	1 160 894 504	16%

Table 28 below reflects capital expenditure performance per directorate.

Table 28: Actual Expenditure per Directorate against Budget

Directorate	<u>2015/2016</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>Exp.</u>
Executive Support Services	7 439 297	245 572	7 193 725	3%
City Manager	21 500 000	0	21 500 000	0%
Human Settlements	211 784 513	74 835 572	136 948 941	35%
Directorate of Financial Services	631 902	208 786	423 116	33%
Directorate of Corporate Services	39 538 409	2 230 575	37 307 834	6%
Directorate of Infrastructure Services	859 351 527	113 248 452	746 103 075	13%
Directorate of Development & Spatial Planning	49 652 869	3 759 480	45 893 389	8%
Directorate of Economic Development & Agencies	20 000 000	5 508 982	14 491 018	28%
Directorate of Health / Public Safety & Emergency Services	32 265 057	1 734 590	30 530 467	5%
Directorate of Municipal Services	127 985 893	17 448 056	110 537 837	14%
TOTAL DIRECTORATES	1 370 149 467	219 220 065	1 150 929 402	16%
Asset Replacement	10 000 000	34 898	9 965 102	0%
GRAND TOTAL	1 380 149 467	219 254 963	1 160 894 504	16%

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	2014/15	Budget Year 2015/16							
	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	-	2 538	2 683	148	148	2 683	2 535	94.5%	0%
August	-	30 122	34 048	42 068	42 216	36 731	(5 485)	-14.9%	3%
September	-	24 852	27 675	57 530	99 746	64 407	(35 339)	-54.9%	8%
October	-	45 563	46 647	101 591	201 336	111 054	(90 282)	-81.3%	16%
November	-	43 333	46 409	-	-	157 463	-	-	-
December	-	50 976	56 657	-	-	214 120	-	-	-
January	-	29 612	34 351	-	-	248 471	-	-	-
February	-	32 833	33 784	-	-	282 255	-	-	-
March	-	51 060	54 631	-	-	336 885	-	-	-
April	-	69 017	75 394	-	-	412 280	-	-	-
May	-	65 150	71 105	-	-	483 385	-	-	-
June	-	830 300	896 765	-	-	1 380 149	-	-	-
Total Capital expenditure	-	1 275 354	1 380 149	201 336					

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	2014/15	Budget Year 2015/16							
		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		–	158 210	159 185	17 116	30 991	12 809	(18 182)	-142.0%	159 185
Infrastructure - Road transport		–	20 000	20 000	5 558	6 837	1 609	(5 228)	-324.8%	20 000
<i>Roads, Pavements & Bridges</i>			20 000	20 000	5 558	6 837	1 609	(5 228)	-324.8%	20 000
<i>Storm water</i>			–	–	–	–	–	–	–	–
Infrastructure - Electricity		–	66 500	66 500	4 950	8 736	5 351	(3 385)	-63.3%	66 500
<i>Generation</i>			–	–	–	–	–	–	–	–
<i>Transmission & Reticulation</i>			66 500	66 500	4 950	8 736	5 351	(3 385)	-63.3%	66 500
<i>Street Lighting</i>			–	–	–	–	–	–	–	–
Infrastructure - Water		–	–	–	–	–	–	–	–	–
<i>Dams & Reservoirs</i>			–	–	–	–	–	–	–	–
<i>Water purification</i>			–	–	–	–	–	–	–	–
<i>Reticulation</i>			–	–	–	–	–	–	–	–
Infrastructure - Sanitation		–	–	–	–	–	–	–	–	–
<i>Reticulation</i>			–	–	–	–	–	–	–	–
<i>Sewerage purification</i>			–	–	–	–	–	–	–	–
Infrastructure - Other		–	71 710	72 685	6 608	15 419	5 849	(9 570)	-163.6%	72 685
<i>Waste Management</i>			21 710	22 685	2 194	8 341	1 825	(6 515)	-356.9%	22 685
<i>Transportation</i>			30 000	30 000	113	2 152	2 414	262	10.8%	30 000
<i>Gas</i>			–	–	–	–	–	–	–	–
<i>Other</i>			20 000	20 000	4 302	4 926	1 609	(3 317)	-206.1%	20 000
Community		–	35 069	35 069	2 303	4 455	2 822	(1 633)	-57.9%	35 069
Parks & gardens			–	–	–	–	–	–	–	–
Sportsfields & stadia			–	–	–	–	–	–	–	–
Swimming pools			–	–	–	–	–	–	–	–
Community halls			27 069	27 069	866	1 972	2 178	206	9.4%	27 069
Libraries			–	–	–	–	–	–	–	–
Recreational facilities			–	–	–	–	–	–	–	–
Fire, safety & emergency			–	–	–	–	–	–	–	–
Security and policing			–	–	–	–	–	–	–	–
Buses			–	–	–	–	–	–	–	–
Clinics			–	–	–	–	–	–	–	–
Museums & Art Galleries			–	–	–	–	–	–	–	–
Cemeteries			–	–	–	–	–	–	–	–
Social rental housing			–	–	–	–	–	–	–	–
Other			8 000	8 000	1 437	2 483	644	(1 839)	-285.7%	8 000
Heritage assets		–	–	–	–	–	–	–	–	–
Buildings			–	–	–	–	–	–	–	–
Other			–	–	–	–	–	–	–	–
Investment properties		–	211 274	211 274	26 096	67 848	17 000	(50 848)	-299.1%	211 274
Housing development			211 274	211 274	26 096	67 848	17 000	(50 848)	-299.1%	211 274
Other			–	–	–	–	–	–	–	–
Other assets		–	125 375	171 642	327	4 151	13 811	9 660	69.9%	171 642
General vehicles			48 450	48 450	–	–	3 899	3 899	100.0%	48 450
Specialised vehicles		–	7 600	12 588	–	1 262	1 013	(249)	-24.6%	12 588
Plant & equipment			8 675	46 811	198	1 303	3 767	2 464	65.4%	46 811
Computers - hardware/equipment			40 650	43 793	129	1 587	3 524	1 937	55.0%	43 793
Furniture and other office equipment			–	–	–	–	–	–	–	–
Abattoirs			–	–	–	–	–	–	–	–
Markets			–	–	–	–	–	–	–	–
Civic Land and Buildings			–	–	–	–	–	–	–	–
Other Buildings			–	–	–	–	–	–	–	–
Other Land			–	–	–	–	–	–	–	–
Surplus Assets - (Investment or Inventory)			–	–	–	–	–	–	–	–
Other			20 000	20 000	–	–	1 609	1 609	100.0%	20 000
Agricultural assets		–	–	–	–	–	–	–	–	–
<i>List sub-class</i>			–	–	–	–	–	–	–	–
Biological assets		–	–	–	–	–	–	–	–	–
<i>List sub-class</i>			–	–	–	–	–	–	–	–
Intangibles		–	–	–	–	–	–	–	–	–
Computers - software & programming			–	–	–	–	–	–	–	–
Other			–	–	–	–	–	–	–	–
Total Capital Expenditure on new assets	1	–	529 928	577 170	45 842	107 445	46 442	(61 003)	-131.4%	577 170
Specialised vehicles		–	7 600	12 588	–	1 262	1 013	(249)	(0)	12 588
Refuse			–	–	–	–	–	–	–	–
Fire			7 600	12 588	–	1 262	1 013	(249)	(0)	12 588
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 2015/16								
		2014/15 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		-	686 056	724 852	52 707	89 467	58 325	(31 142)	-53.4%	724 852
Infrastructure - Road transport		-	245 000	245 000	16 175	20 048	19 714	(334)	-1.7%	245 000
Roads, Pavements & Bridges			245 000	245 000	16 175	20 048	19 714	(334)	-1.7%	245 000
Storm water			-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	92 000	92 000	11 301	21 375	7 403	(13 972)	-188.7%	92 000
Generation			-	-	-	-	-	-	-	-
Transmission & Reticulation			92 000	92 000	11 301	21 375	7 403	(13 972)	-188.7%	92 000
Street Lighting			-	-	-	-	-	-	-	-
Infrastructure - Water		-	91 000	91 000	14 287	26 617	7 322	(19 294)	-263.5%	91 000
Dams & Reservoirs			-	-	-	-	-	-	-	-
Water purification			-	-	-	-	-	-	-	-
Reticulation			91 000	91 000	14 287	26 617	7 322	(19 294)	-263.5%	91 000
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Reticulation			-	-	-	-	-	-	-	-
Sewerage purification			-	-	-	-	-	-	-	-
Infrastructure - Other		-	258 056	296 852	10 944	21 428	23 886	2 459	10.3%	296 852
Waste Management			258 056	296 852	10 944	21 428	23 886	2 459	10.3%	296 852
Transportation			-	-	-	-	-	-	-	-
Gas			-	-	-	-	-	-	-	-
Other			-	-	-	-	-	-	-	-
Community		-	30 700	30 700	1 623	1 642	2 470	829	33.5%	30 700
Parks & gardens			-	-	-	-	-	-	-	-
Sportsfields & stadia			22 700	22 700	1 253	1 272	1 827	555	30.4%	22 700
Swimming pools			-	-	-	-	-	-	-	-
Community halls			-	-	-	-	-	-	-	-
Libraries			-	-	-	-	-	-	-	-
Recreational facilities			8 000	8 000	370	370	644	274	42.6%	8 000
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		-	28 671	47 428	1 418	2 782	3 816	1 034	27.1%	47 428
General vehicles			-	-	-	-	-	-	-	-
Specialised vehicles			-	-	-	-	-	-	-	-
Plant & equipment			-	-	-	-	-	-	-	-
Computers - hardware/equipment			-	-	-	-	-	-	-	-
Furniture and other office equipment			-	-	-	-	-	-	-	-
Abattoirs			-	-	-	-	-	-	-	-
Markets			-	-	-	-	-	-	-	-
Civic Land and Buildings			24 221	42 978	1 418	2 782	3 458	676	19.6%	42 978
Other Buildings			-	-	-	-	-	-	-	-
Other Land			-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)			-	-	-	-	-	-	-	-
Other			4 450	4 450	-	-	358	358	100.0%	4 450
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class			-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class			-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming			-	-	-	-	-	-	-	-
Other			-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing ass	1		745 427	802 980	55 748	93 891	64 612	(29 279)	-45.3%	802 980
Specialised vehicles		-	-	-	-	-	-	-	-	-
Refuse			-	-	-	-	-	-	-	-
Fire			-	-	-	-	-	-	-	-
Conservancy			-	-	-	-	-	-	-	-
Ambulances			-	-	-	-	-	-	-	-

15. OTHER SUPPORTING DOCUMENTS

15.1. Operating Projects Expenditure

The Metro has spent 12% (R80.72 million) inclusive of reclaimed vat of its 2015/16 adjusted budget of R697.73 million as at 31 October 2015. This reflects a regression when compared to the same period in the previous financial year where 24% (R69.11 million) of the adjusted operating projects budget of R288.44 million was spent. It is anticipated that the expenditure will improve as the year progresses and once the procurement processes have been undertaken.

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>2015/2016 Adjusted Budget</u>	<u>YTD Expenditure (VAT incl)</u>	<u>Variance (VAT incl)</u>	<u>% Exp</u>
Executive Support Services	4 239 106	283 950	3 955 156	7%
City Manager	46 401 900	10 741 171	35 660 729	23%
Human Settlements	545 954 656	61 612 788	484 341 868	11%
Directorate of Financial Services	43 515 303	5 122 988	38 392 315	12%
Directorate of Corporate Services	29 572 014	1 861 348	27 710 666	6%
Directorate of Infrastructure Services	3 500 000	0	3 500 000	0%
Directorate of Development & Spatial Planning	0	0	0	
Directorate of Economic Development & Agencies	3 000 000	1 096 544	1 903 456	37%
Directorate of Health / Public Safety & Emergency Services	200 000	0	200 000	0%
Directorate of Municipal Services	21 348 496	0	21 348 496	0%
TOTAL PER DIRECTORATE	697 731 475	80 718 790	617 012 685	12%

Table 33: Operating Projects per Funding Source

OPERATING PROJECTS PER FUNDING SOURCE	<u>2015/2016</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>Expenditure</u>
Total Own Funding	110 024 919	7 016 553	103 008 366	6%
Department of Environmental Affairs	2 500 000	0	2 500 000	0%
Department of Local Government & Traditional Affairs	3 494 026	807 560	2 686 466	23%
Expanded Public Works Programme Incentives Grant	1 149 000	943 165	205 835	82%
Finance Management Grant	1 300 000	106 838	1 193 162	8%
Human Settlement Development Grant	522 657 630	60 702 973	461 954 657	12%
Infrastructure Skills Development Grant	8 400 000	1 622 325	6 777 675	19%
Integrated City Development Grant	5 605 000	0	5 605 000	0%
Municipal Human Settlement Capacity Grant	9 253 000	0	9 253 000	0%
Urban Settlement Development Grant	33 347 900	9 519 376	23 828 524	29%
Total Grants	587 706 556	73 702 237	514 004 319	13%
TOTAL PER FUNDING	697 731 475	80 718 790	617 012 685	12%

**16. INCOME AND EXPENDITURE REPORTS FOR DIRECTORATE OF HEALTH /
PUBLIC SAFETY & EMERGENCY SERVICES AND MUNICIPAL SERVICES**

16.1. Health / Public Safety & Emergency Services

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

Table 34: Health / Public Safety & Emergency Services – Cost Analysis

Health / Public Safety & Emergency Services	Total Revenue	Employee Costs	Other Operating Expenditure	Repairs & Maintenance	Total Expenditure Excluding Capital
OFFICE OF THE DIRECTOR OF HEALTH / PUBLIC SAFETY & EMERGENCY SERVICES	0	588 399	76 982	0	665 381
GM - EMERGENCY SERVICES	-31 105 094	18 715 081	7 164 975	96 476	25 976 533
EMERGENCY SERVICES	0	791 267	92 308	0	883 575
DISASTER MANAGEMENT	0	730 655	189 159	4 532	924 346
FIRE & RESCUE	-31 105 094	17 193 160	6 883 508	91 943	24 168 611
GM - MUNICIPAL HEALTH SERVICES	-8 318	8 337 148	1 164 259	56 841	9 558 248
MUNICIPAL HEALTH SERVICES	-8 318	8 337 148	1 164 259	56 841	9 558 248
MUNICIPAL HEALTH SERVICES: COASTAL REGION	0	0	0	0	0
MUNICIPAL HEALTH SERVICES: INLAND REGION	0	0	0	0	0
MUNICIPAL HEALTH SERVICES: MIDLAND REGION	0	0	0	0	0
GM - PUBLIC SAFETY & PROTECTION SERVICES	-16 121 693	51 305 498	7 462 468	497 066	59 265 032
PUBLIC SAFETY & PROTECTION SERVICES	-12 303	6 157 435	5 126 022	274 760	11 558 217
LAW ENFORCEMENT SERVICES	-8 020	28 754 128	857 262	197 326	29 808 716
TRAFFIC SERVICES	-16 101 370	16 393 935	1 479 184	24 980	17 898 099
Total	-47 235 105	78 946 127	15 868 684	650 383	95 465 193

16.2. Municipal Services

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

Table 35: Municipal Services – Cost Analysis

Municipal Services	Total Revenue	Employee Costs	Other Operating Expenditure	Repairs & Maintenance	Total Expenditure Excluding Capital
OFFICE OF THE DIRECTOR OF MUNICIPAL SERVICES	0	2 129 766	302 331	5 031	2 437 127
GM - COMMUNITY AMENITIES	-1 139 696	30 552 088	6 658 686	1 339 402	38 550 176
COMMUNITY AMENITIES	0	3 364 973	98 500	21 166	3 484 639
LIBRARIES & HALLS	-498 652	9 695 674	1 830 900	182 158	11 708 732
LIBRARIES	-109 324	5 555 703	479 481	56 715	6 091 899
HALLS	-389 328	4 139 972	1 351 418	125 442	5 616 832
RECREATION	-581 270	10 306 794	2 519 031	986 563	13 812 388
SPORTS FACILITIES	-59 775	7 184 646	2 210 255	149 515	9 544 417
GM - PARKS / CEMETRIES & CONSERVATION	-3 362 430	39 251 500	8 661 503	1 470 759	49 383 763
PARKS / CEMETRIES & CONSERVATION	0	691 030	46 574	0	737 603
CEMETRIES & CREMATORIA	-2 624 216	6 261 169	2 722 216	177 204	9 160 589
CONSERVATION	-699 917	4 738 887	1 125 887	36 744	5 901 518
PARKS: COASTAL	-38 297	27 560 415	4 766 826	1 256 811	33 584 052
PARKS: INLAND	0	0	0	0	0
PARKS: MIDLAND	0	0	0	0	0
VEGETATION CONTROL	0	0	0	0	0
GM - SOLID WASTE MANAGEMENT	-125 773 523	39 785 270	37 591 013	1 828 673	79 204 956
SOLID WASTE MANAGEMENT	0	2 819 807	1 586 352	1 609 251	6 015 410
CLEANSING & REFUSE REMOVAL: COASTAL	-124 935 364	33 791 689	29 643 431	219 422	63 654 541
CLEANSING & REFUSE REMOVAL: INLAND	0	0		0	
CLEANSING & REFUSE REMOVAL: MIDLAND	0	0		0	0
LANDFILLS & TRANSFER STATIONS	-838 159	3 173 774	6 361 231	0	9 535 004
Total	-130 275 649	111 718 624	53 213 532	4 643 865	169 576 022

17. MUNICIPAL MANAGER'S QUALITY CERTIFICATION

QUALITY CERTIFICATE

I, VINCENT PILLAY, the Acting City Manager of Buffalo City Metropolitan Municipality do hereby certify that –

The monthly budget statement (Section 71 Report)

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

Print name:

Acting City Manager of Buffalo City Metropolitan Municipality, BUF

Signature:

Date:

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- C2 Monthly Budget Statement - Financial Performance (Std Classification)
- C3 Monthly Budget Statement - Financial Performance (By Municipal Vote)
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Annexure C

Schedule of Borrowings

Annexure D

Operating expenditure report

Annexure E

Capital expenditure report