

BUFFALO CITY METROPOLITAN DEVELOPMENT AGENCY

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BCMDA-LET-064-19

Mr A Sihlahla
City Manager
Buffalo City Metropolitan Municipality
East London
5201

Dear Mr Sihlahla

BCMDA MONTHLY PERFORMANCE REPORT – MAY 2019

Buffalo City Metropolitan Development Agency hereby submits the monthly report as required by section 87 of the MFMA. Attached is the Financial Performance report for the month of May 2019.

Kind Regards

pp: 

MR B NELANA
CHIEF EXECUTIVE OFFICER
DATE: 11 JUNE 2019

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BCMDA-FMR-018-19

QUALITY CERTIFICATE

I, B Nelana, Chief Executive Officer of Buffalo City Metropolitan Development Agency, hereby certify that

The monthly budget statement

Mid-year budget and performance assessment

for the month of May 2019 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print Name: Mr. B Nelana

Acting Chief Executive Officer of Buffalo City Metropolitan Development Agency.

Signature

B Nelana

Date

11. 06. 2019



Ref: BCMDA-FMR-017-19

Enquires: S Mgudlwa

Tel: 043 101 0172

REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – MAY 2019

1. PURPOSE

The purpose of this report is to present to the City Manager the monthly budget statement of the Buffalo City Metropolitan Development Agency (BCMDA) for the period ended 31 May 2019.

2. AUTHORITY

Buffalo City Metropolitan Municipality.

3. LEGISLATIVE FRAMEWORK

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

4. BACKGROUND

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

EXECUTIVE SUMMARY ON THE IMPLEMENTATION OF THE BUDGET AND THE FINANCIAL STATE OF AFFAIRS OF THE AGENCY FOR THE PERIOD ENDING MAY 2019

4.3. Dashboard/Performance Summary

BCMDA hereby presents its 2018/19 budget and performance assessment report to the City Manager for year to date. Below is the high-level summary of the performance of the agency.

Table 1: Performance Summary

OVERALL OPERATING RESULTS		CASH MANAGEMENT	
Income	32 355 004	Cash and Bank Balance	3 686 541
Expenditure	26 932 935	Call investments	3 221 836
Operating Surplus	5 422 069	Cash and cash equivalents	6 908 377
Capital Expenditure	1 599 522	Account Payables	(88 615)
Surplus after capital expenditure	3 822 547	Unspent conditional grants	(3 363 470)
FINANCIAL		HUMAN RESOURCES	
Operating surplus for the period	3 822 547	Total Staff Compliment (excluding interns)	19
YTD Grants and subsidies	31 910 813	Staff Appointments	0
% Creditors paid within term	100%	Staff Terminations	0
Current ratio	1.73:1	Number of funded vacant posts	0
		Salary bill – Officials	13 660 795
		Workforce costs as a % of expenditure (incl. capex)	47.8 %

4.4. Liquidity position

BCMDA's liquidity is 1.73:1 for the month ending 31 May 2019, which indicates that the Agency's current assets are sufficient to cover its current liabilities (debts) which are short-term debts. Its current assets comprise mainly of cash and cash equivalents received from the BCMM and DEA for the waste management project.

4.5. Expenditure on allocations received

BCMDA has an approved budget of R 57.5 million (R45.5 million for operational expenditure and R 12 million for capital expenditure) and the operational grant from the City of R34.3 million has been received. The consultants appointed for project management of the Water World and the Court Crescent projects have commenced working, invoices in relation to the work done thus far will be received in due course. This work will be expenditure on the capital grant. The DEA waste management project is in progress. The approved adjustments budget has the following revenue elements:

- BCMM Operational Grant of R 34.3 million
- BCMM Capital Grant of R 12 million
- Agency services revenue of R 247 500.00
- Interest received of R 458 616
- Other income (conditional grants and tender fees etc.) of R 10.5 million.

Out of the R 29.8 million (VAT exclusive) received to date from the parent municipality, BCMDA has incurred an expenditure of R 26.4 million YTD (excluding VAT payable to SARS of R 4 million) R 1.9 million was incurred in the current month, the breakdown of which is as follows:

- Employee related Costs R 1 322 746
- Board Fees R 76 357
- Depreciation R 117 827
- Other general expenditure R 378 969
- Capital expenditure R 41 315

In relation to the funds received, the expenditure at this point of the financial year is expected to be at 91.6 % and this has not been achieved. The percentage expenditure to date on the received allocation is 88.5% however the difference is as a result of projects which are undergoing procurement processes, which are expected to be

concluded within the month of June 2019. The grant from the municipality has been received in full and will be spent on by the end of the financial year, except the capital grant which is on claim basis.

In relation DEA waste management grant, R2 million has been spent against the R5.3m received in March. This represents 38% expenditure on the grant. It is anticipated that the expenditure pattern would improve by 30 June 2019.

4.6. **Cash and cash equivalents**

BCDMA's cash and cash equivalents balance at 31 May 2019 is R 6 908 377, which is made up of cash and bank account amounting to R 3 686 541, call investment balance of R 3 221 836. These funds are all banked with First National Bank. Included in the cash and bank balance is an amount of R 3 363 470 which relates to the DEA waste management project.

4.7. **Outstanding Creditors**

The Agency's creditors are made up of BCMM debt, trade creditors and the DEA waste management unspent grant. All trade creditors will be settled by 15 June 2019, with the exception of the BCMM debts. Engagements are in progress with the City on the write off of the BCMM debt. These will be concluded before the end of the financial year.

5. IN YEAR BUDGET STATEMENT MAIN TABLES

5.1. Monthly Budget Statement Summary

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

Buffalo City Metropolitan Development Agency - Table F1 Monthly Budget Statement Summary - M11 May

Description	2017/18	Current Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	145	789	459	24	426	420	0	1%	789
Transfers recognised - operational	21,724	32,033	31,952	-	29,847	32,033	(2)	-7%	32,033
Other own revenue	153	11,534	10,770	725	2,048	9,872	(8)	-79%	11,534
Total Revenue (excluding capital transfers and contributions)	22,022	44,355	43,181	749	32,321	42,325	(10,004)	(0)	44,355
Employee costs	14,481	21,727	20,636	1,691	14,287	18,916	(4,629)	(0)	21,727
Remuneration of Board Members	900	850	796	76	653	729	(76)	(0)	850
Depreciation and asset impairment	799	1,412	1,276	116	1,092	1,170	(78)	(0)	1,412
Finance charges	5	10	5	-	0	5	(5)	(0)	10
Materials and bulk purchases	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	8,162	20,356	20,468	951	10,901	18,763	(7,862)	(0)	20,356
Total Expenditure	24,347	44,355	43,181	2,836	26,933	39,582	(12,649)	(0)	44,355
Surplus/(Deficit)	(2,325)	(0)	(0)	(2,088)	5,388	2,743	2,645	0	(0)
Transfers recognised - capital	-	27,292	14,372	41	1,600	13,174	(11,575)	(0)	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(2,325)	27,292	14,372	(2,046)	6,988	15,917	(8,930)	(0)	(0)
Taxation	(558)	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(1,767)	27,292	14,372	(2,046)	6,988	15,917	(8,930)	(0)	(0)
Capital expenditure & funds sources									
Capital expenditure	351	27,291	14,372	41	1,600	13,174	(11,575)	(0)	2,291
Transfers recognised - capital	-	27,292	14,372	41	1,600	13,174	(11,575)	(0)	27,292
Public contributions & donations	-	-	-	#REF!	-	-	-	-	-
Borrowing	-	-	-	#REF!	-	-	-	-	-
Internally generated funds	-	-	-	#REF!	-	-	-	-	-
Total sources of capital funds	-	27,292	14,372	#REF!	1,600	13,174	(11,575)	(0)	27,292
Financial position									
Total current assets	709	1,187	445		7,398				1,187
Total non current assets	2,194	2,370	2,199		2,080				2,370
Total current liabilities	3,465	1,965	2,283		4,271				1,965
Total non current liabilities	-	-	-		-				-
Community wealth/Equity	(562)	1,592	360		5,207				1,592
Cash flows									
Net cash from (used) operating	(2,630)	27,921	15,281	(3,460)	16,314	16,868	(554)	(0)	30,507
Net cash from (used) investing	(351)	(27,292)	(14,372)	-	(1,660)	(13,174)	11,514	(0)	(27,292)
Net cash from (used) financing	-	(629)	(909)	(53)	(446)	(833)	388	(0)	(629)
Cash/cash equivalents at the year end	(2,614)	367	367	(3,513)	14,208	2,860	11,348	0	2,953

5.2. Monthly Budget Statement – Financial Performance (Standard Classification)

The table below is an overview of the budgeted financial performance in relation to revenue and expenditure per standard classification.

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

Buffalo City Metropolitan Development Agency - Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	2017/18	Current Year 2018/19							
	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	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	-	-	-	-	-	-	-	-	-
Service charges - water revenue	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	-	-	-	-	-	-	-	-	-
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	-	-	-	-	-	-	-	-	-
Interest earned - external investments	145	789	459	24	426	420	6	1.4%	789
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Licences and permits	-	-	-	-	-	-	-	-	-
Agency services	-	990	248	-	-	227	(227)	-100.0%	990
Transfers and subsidies	21,724	32,033	31,952	-	29,847	32,033	(2,185)	-6.8%	32,033
Other revenue	153	10,544	10,522	725	2,048	9,645	(7,598)	-78.8%	10,544
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	22,022	44,355	43,181	749	32,321	42,325	(10,004)	-23.6%	44,355
Expenditure By Type									
Employee related costs	14,481	21,727	20,636	1,691	14,287	18,916	(4,629)	-24.5%	21,727
Remuneration of Directors	900	850	796	76	653	729	(76)	-10.4%	850
Debt impairment	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	799	1,412	1,276	118	1,092	1,170	(78)	-6.7%	1,412
Finance charges	5	10	5	-	0	5	(5)	-99.8%	10
Bulk purchases	-	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	8,162	20,356	20,468	951	10,901	18,763	(7,862)	-41.9%	20,356
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Expenditure	24,347	44,355	43,181	2,836	26,933	39,582	(12,649)	-32.0%	44,355
Surplus/(Deficit)									
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	(2,325)	(0)	(0)	(2,088)	5,388	2,743	2,645	96.4%	(0)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Transfers and subsidies - capital (in-kind - all))	-	27,292	14,372	41	1,600	13,174	(11,575)	-87.9%	-
Surplus/(Deficit) before taxation	(2,325)	27,292	14,372	(2,046)	6,988	15,917	(8,930)	-56.1%	(0)
Taxation	(558)	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	(1,767)	27,292	14,372	(2,046)	6,988	15,917	(8,930)		(0)

5.2.1. Revenue by Source

- Out of a total operational revenue budget of R 45.5 million, BCMDA heavily relies on operational grant of R34.3 million from BCMM. R29.8 million (Excluding VAT) of this has been realised.

Other revenue sources are:

- The interest received is related to investment of surplus funds and always maintaining a positive bank balance on the primary bank account. Interest received to date is R 426 238.

5.2.2. Expenditure by Type

- The expenditure on employee related costs is currently at 75.5 % in relation to the year to date budget. These costs are below the expected year to date of figure. The reason for this variance is that the DEA project commenced in March with the appointment of project workers only in April 2019.
- The year to date other expenditure on the schedules relate to operational costs for running daily activities of the agency.
- There is no expenditure for Greenest Municipality Competition (GMC) grant for the month under review as the unspent fund were transferred back to the funder. The agency is still awaiting retention fees in relation to the GMC project.
- The board expenditure has picked up and a downward adjustment has been effected after costing the remaining meetings in the current financial year.

5.3. Monthly Budget Statement – Financial Position

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

Table 4: F4: Monthly Budget Statement – Financial Position

Buffalo City Metropolitan Development Agency - Table F4 Monthly Budget Statement - Financial Position - M11 May

Vote Description	2017/18	Current Year 2018/19			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	344	155	155	3,689	155
Call investment deposits	23	1,032	290	3,222	1,032
Consumer debtors	-	-	-	45	-
Other debtors	309	-	-	410	-
Current portion of long-term receivables	-	-	-	-	-
Inventory	33	-	-	33	-
Total current assets	709	1,187	445	7,398	1,187
Non current assets					
Long-term receivables	-	-	-	-	-
Investments	-	-	-	-	-
Investment property	-	-	-	-	-
Property, plant and equipment	351	341	501	298	341
Agricultural	-	-	-	-	-
Biological	-	-	-	-	-
Intangible	1,221	2,029	1,698	1,781	2,029
Other non-current assets	622	-	-	-	-
Total non current assets	2,194	2,370	2,199	2,080	2,370
TOTAL ASSETS	2,903	3,557	2,643	9,478	3,557
LIABILITIES					
Current liabilities					
Bank overdraft	-	-	-	-	-
Borrowing	-	629	909	11	629
Consumer deposits	-	-	-	-	-
Trade and other payables	2,086	-	-	3,567	-
Provisions	1,378	1,335	1,374	693	1,335
Total current liabilities	3,465	1,965	2,283	4,271	1,965
Non current liabilities					
Borrowing	-	-	-	-	-
Provisions	-	-	-	-	-
Total non current liabilities	-	-	-	-	-
TOTAL LIABILITIES	3,465	1,965	2,283	4,271	1,965
NET ASSETS	(562)	1,592	360	5,207	1,592
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	(562)	1,592	360	5,207	1,592
Reserves	-	-	-	-	-
Share capital	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	(562)	1,592	360	5,207	1,592

5.3.1. Assets

- The Agency cash and investment is made up of the primary bank account balance, DEA account balance, money market account balance and petty cash on hand.
- Consumer debtors related to the deposit due to the entity for office accommodation.
- Other debtors related to GMC retention and VAT receivable from SARS upon submission of vat returns.

5.3.2 Liabilities

- Trade and Other payables relate to BCMM debt, leave provision and borrowings related to leased equipment.
- Engagements are in progress with the City to write off the debt due of R116 285 emanating from the 2015/16 financial year. The Agency has written to the City Manager and is awaiting response on the matter.

5.4. Monthly Budget Statement – Cash Flows

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

Buffalo City Metropolitan Development Agency - Table F5 Monthly Budget Statement - Cash Flows - M11 May

Description	2017/18	Current Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
CASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates		-	-	-	-	-	-		-
Service charges		-	-	-	-	-	-		-
Other revenue	153	11,534	10,770	238	6,345	9,872	(3,527)	-35.7%	11,534
Government - operating	21,724	34,324	34,324	-	34,324	34,324	0	0.0%	34,324
Government - capital	-	25,000	12,000	-	-	11,000	(11,000)	-100.0%	25,000
Interest	145	789	459	40	376	420	(44)	-10.5%	4,514
Dividends		-	-	-	-	-	-		-
Payments									
Suppliers and employees	(24,647)	(43,716)	(42,271)	(3,738)	(24,732)	(38,748)	14,016	-36.2%	(44,855)
Finance charges	(5)	(10)	(1)	-	-	(1)	1	-100.0%	(10)
Dividends paid	-	-	-	-	-	-	-		-
Transfers and Grants	-	-	-	-	-	-	-		-
NET CASH FROM/(USED) OPERATING ACTIVITIES	(2,630)	27,921	15,281	(3,460)	16,314	16,868	(28,588)	-169.5%	30,507
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	(351)	-	-	-	-	-	-		-
Payments									
Capital assets		(27,292)	(14,372)	-	(1,660)	(13,174)	11,514	-87.4%	(27,292)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(351)	(27,292)	(14,372)	-	(1,660)	(13,174)	(11,514)	87.4%	(27,292)
CASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans		-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	-	-	-	-	-		-
Payments									
Repayment of borrow ing		(629)	(909)	(53)	(446)	(833)	388	-46.5%	(629)
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	(629)	(909)	(53)	(446)	(833)	(388)	46.5%	(629)
NET INCREASE/ (DECREASE) IN CASH HELD	(2,981)	(0)	(0)	(3,513)	14,208	2,860	11,348	396.8%	2,586
Cash/cash equivalents at the year begin:	367	367	367						367
Cash/cash equivalents at the year end:	(2,614)	367	367	(3,513)	14,208	2,860	11,348	396.8%	2,953

Cash inflow for the month of May 2019 amounted to R 277 717 relating interest received on positive bank balances, tender fees and staff recoveries. Salaries for the month of April were delayed for some employees due to a banking technical problem. The staff members that were affected subsequently repaid the agency the amount that was due. The cash outflow amounted to R 3.7 million. Kindly refer to attached supporting schedule.

5.5. Aged debtors

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

Buffalo City Metropolitan Development Agency - Supporting Table F3 Entity Aged debtors - M11 May

Detail	NT Code	Current Year 2018/19								Total	Bad Debts	>90 days
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year			
Debtors Age Analysis By Income Source												
Trade and Other Receivables from Exchange Transactions - Water	1100	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1200	-	-	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1300	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1400	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1500	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1600	-	-	-	-	-	-	-	-	-	-	-
Interest on Arrear Debtor Accounts	1700	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular or futile and wasteful Expenditure	1810	-	-	-	-	-	-	-	-	-	-	-
Other	1820	-	-	-	-	-	-	-	-	-	-	-
Other	1900	355	-	-	-	-	-	-	100	-	-	-
Total By Income Source	2000	355	-	-	-	-	-	-	100	-	-	-
Debtors Age Analysis By Customer Group												
Organs of State	2100	-	-	-	-	-	-	-	-	-	-	-
Commercial	2200	-	-	-	-	-	-	-	-	100	-	-
Households	2300	-	-	-	-	-	-	-	-	-	-	-
Other	2400	-	-	-	-	-	-	-	-	-	-	-
Other	2500	355	-	-	-	-	-	-	-	-	355	-
Total By Customer Group	2600	355	-	-	-	-	-	-	100	455	-	-

The debtors are made up of property deposit, VAT receivable from SARS and the project management fees outstanding from the GMC project.

6.6 Aged creditors

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

Buffalo City Metropolitan Development Agency - Supporting Table F4 Entity Aged creditors - M11 May

Detail	NT Code	Current Year 2018/19								Total
		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	
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	89	-	-	-	-	-	-	-	(1)
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	3,363	-	-	-	-	-	-	-	116
Total By Customer Type	2600	3,452	-	-	-	-	-	-	115	3,567

The Agency's creditors are made up of BCMM debt, trade creditors and the DEA waste management unspent grant.

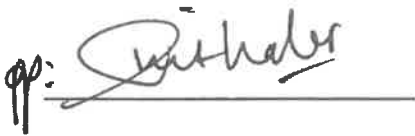
6. BCMDA Challenges

6.1. Growing needs of the Agency warranting additional financial resources.

6.2. Office space as the staff complement has increased coupled by the lease agreement is coming to an end in June 2019 and the fact that the agency is not in a good financial position to procure a building for its operations.

7. RECOMMENDATION

7.1. It is recommended that the City Manager considers and notes the report and the challenges highlighted above.

A handwritten signature in black ink, appearing to read 'B. Nelana', is written over a horizontal line. To the left of the line, there are two small vertical strokes.

MR B NELANA

CHIEF EXECUTIVE OFFICER

DATE: 11 JUNE 2019

Attachments: Annexure A - F Schedule

Annexure B - Cash flow report

ANNEXURE A

E n t i t i e s

Municipal In-year reports & supporting tables

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national treasury

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National Treasury
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Buffalo City Metropolitan Development Agency - Table F1 Monthly Budget Statement Summary - M11 May

Description	2017/18	Current Year 2018/19							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-		-
Service charges	-	-	-	-	-	-	-		-
Investment revenue	145	789	459	24	426	420	0	1%	789
Transfers recognised - operational	21 724	32 033	31 952	-	29 847	32 033	(2)	-7%	32 033
Other own revenue	153	11 534	10 770	725	2 048	9 872	(8)	-79%	11 534
Total Revenue (excluding capital transfers and contributions)	22 022	44 355	43 181	749	32 321	42 325	(10 004)	(0)	44 355
Employee costs	14 481	21 727	20 636	1 691	14 287	18 916	(4 629)	(0)	21 727
Remuneration of Board Members	900	850	796	76	653	729	(76)	(0)	850
Depreciation and asset impairment	799	1 412	1 276	118	1 092	1 170	(78)	(0)	1 412
Finance charges	5	10	5	-	0	5	(5)	(0)	10
Materials and bulk purchases	-	-	-	-	-	-	-		-
Transfers and grants	-	-	-	-	-	-	-		-
Other expenditure	8 162	20 356	20 468	951	10 901	18 763	(7 862)	(0)	20 356
Total Expenditure	24 347	44 355	43 181	2 836	26 933	39 582	(12 649)	(0)	44 355
Surplus/(Deficit)	(2 325)	(0)	(0)	(2 088)	5 388	2 743	2 645	0	(0)
Transfers recognised - capital	-	27 292	14 372	41	1 600	13 174	(11 575)	(0)	-
Contributions & Contributed assets	-	-	-	-	-	-	-		-
Surplus/(Deficit) after capital transfers & contributions	(2 325)	27 292	14 372	(2 046)	6 988	15 917	(8 930)	(0)	(0)
Taxation	(558)	-	-	-	-	-	-		-
Surplus/ (Deficit) for the year	(1 767)	27 292	14 372	(2 046)	6 988	15 917	(8 930)	(0)	(0)
Capital expenditure & funds sources									
Capital expenditure	351	27 291	14 372	41	1 600	13 174	(11 575)	(0)	2 291
Transfers recognised - capital	-	27 292	14 372	41	1 600	13 174	(11 575)	(0)	27 292
Public contributions & donations	-	-	-	#REF!	-	-	-		-
Borrowing	-	-	-	#REF!	-	-	-		-
Internally generated funds	-	-	-	#REF!	-	-	-		-
Total sources of capital funds	-	27 292	14 372	#REF!	1 600	13 174	(11 575)	(0)	27 292
Financial position									
Total current assets	709	1 187	445		7 398				1 187
Total non current assets	2 194	2 370	2 199		2 080				2 370
Total current liabilities	3 465	1 965	2 283		4 271				1 965
Total non current liabilities	-	-	-		-				-
Community wealth/Equity	(562)	1 592	360		5 207				1 592
Cash flows									
Net cash from (used) operating	(2 630)	27 921	15 281	(3 460)	16 314	16 868	(554)	(0)	30 507
Net cash from (used) investing	(351)	(27 292)	(14 372)	-	(1 660)	(13 174)	11 514	(0)	(27 292)
Net cash from (used) financing	-	(629)	(909)	(53)	(446)	(833)	388	(0)	(629)
Cash/cash equivalents at the year end	(2 614)	367	367	(3 513)	14 208	2 860	11 348	0	2 953

Buffalo City Metropolitan Development Agency - Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Current Year 2018/19		YTD variance	YTD variance %	Full Year Forecast
					YearTD actual	YearTD budget			
(thousands)									
Revenue By Source									
Property rates	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	-	-	-	-	-	-	-	-	-
Service charges - water revenue	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	-	-	-	-	-	-	-	-	-
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	-	-	-	-	-	-	-	-	-
Interest earned - external investments	145	789	459	24	426	420	6	1.4%	789
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Licences and permits	-	-	-	-	-	-	-	-	-
Agency services	-	990	248	-	-	227	(227)	-100.0%	990
Transfers and subsidies	21 724	32 033	31 952	-	29 647	32 033	(2 185)	-6.8%	32 033
Other revenue	153	10 544	10 522	725	2 048	9 645	(7 598)	-78.8%	10 544
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)	22 022	44 355	43 181	749	32 321	42 325	(10 004)	-23.6%	44 355
Expenditure By Type									
Employee related costs	14 481	21 727	20 636	1 691	14 287	18 916	(4 629)	-24.5%	21 727
Remuneration of Directors	900	850	796	76	653	729	(76)	-10.4%	850
Debt impairment	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	799	1 412	1 276	118	1 092	1 170	(78)	-6.7%	1 412
Finance charges	5	10	5	-	0	5	(5)	-99.8%	10
Bulk purchases	-	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	8 162	20 356	20 468	951	10 901	18 763	(7 862)	-41.9%	20 356
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
Total Expenditure	24 347	44 355	43 181	2 838	26 933	39 582	(12 649)	-32.0%	44 355
Surplus/(Deficit)	(2 325)	(0)	(0)	(2 088)	5 388	2 743	2 645	96.4%	(0)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	27 292	14 372	41	1 600	13 174	(11 575)	-87.9%	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non profit Institutions, Private Enterprises, Public Corporations, Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) before taxation	(2 325)	27 292	14 372	(2 046)	6 988	15 917	(8 930)	-56.1%	(0)
Taxation	(558)	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	(1 767)	27 292	14 372	(2 046)	6 988	15 917	(8 930)		(0)

Licences and Rights	252	1 829	1 909	-	1 451	1 750	298	17.1%	1 829
Water Rights	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-
Computer Software and Applications	252	1 829	1 909	-	1 451	1 750	298	17.1%	1 829
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
Computer Equipment	99	193	193	41	148	176	28	16.1%	193
Computer Equipment	99	193	193	41	148	176	28	16.1%	193
Furniture and Office Equipment	-	270	270	-	-	248	248	100.0%	270
Furniture and Office Equipment	-	270	270	-	-	248	248	100.0%	270
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	351	27 291	14 372	41	1 600	13 174	11 575	87.9%	2 291
Funded by:									
National Government	-	-	-	-	-	-	-	-	-
Provincial Government	-	-	-	-	-	-	-	-	-
Parent Municipality	-	27 292	14 372	41	1 600	13 174	11 575	87.9%	27 292
District Municipality	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	-	27 292	14 372	41	1 600	13 174	11 575	0	27 292
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total Capital Funding	-	27 292	14 372	41	1 600	13 174	11 575	0	27 292

Buffalo City Metropolitan Development Agency - Table F4 Monthly Budget Statement - Financial Position - M11

Vote Description	2017/18	Current Year 2018/19			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
ASSETS					
Current assets					
Cash	344	155	155	3 689	155
Call investment deposits	23	1 032	290	3 222	1 032
Consumer debtors	-	-	-	45	-
Other debtors	309	-	-	410	-
Current portion of long-term receivables	-	-	-	-	-
Inventory	33	-	-	33	-
Total current assets	709	1 187	445	7 398	1 187
Non current assets					
Long-term receivables	-	-	-	-	-
Investments	-	-	-	-	-
Investment property	-	-	-	-	-
Property, plant and equipment	351	341	501	298	341
Agricultural	-	-	-	-	-
Biological	-	-	-	-	-
Intangible	1 221	2 029	1 698	1 781	2 029
Other non-current assets	622	-	-	-	-
Total non current assets	2 194	2 370	2 199	2 080	2 370
TOTAL ASSETS	2 903	3 557	2 643	9 478	3 557
LIABILITIES					
Current liabilities					
Bank overdraft	-	-	-	-	-
Borrowing	-	629	909	11	629
Consumer deposits	-	-	-	-	-
Trade and other payables	2 086	-	-	3 567	-
Provisions	1 378	1 335	1 374	693	1 335
Total current liabilities	3 465	1 965	2 283	4 271	1 965
Non current liabilities					
Borrowing	-	-	-	-	-
Provisions	-	-	-	-	-
Total non current liabilities	-	-	-	-	-
TOTAL LIABILITIES	3 465	1 965	2 283	4 271	1 965
NET ASSETS	(562)	1 592	360	5 207	1 592
COMMUNITY WEALTH/EQUITY					
Accumulated Surplus/(Deficit)	(562)	1 592	360	5 207	1 592
Reserves	-	-	-	-	-
Share capital	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	(562)	1 592	360	5 207	1 592

Buffalo City Metropolitan Development Agency - Table F5 Monthly Budget Statement - Cash Flows - M11 May

Description	2017/18 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Current Year 2018/19		YTD variance	YTD variance %	Full Year Forecast
					YearTD actual	YearTD budget			
thousands									
ASH FLOW FROM OPERATING ACTIVITIES									
Receipts									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Other revenue	153	11 534	10 770	238	6 345	9 872	(3 527)	-35.7%	11 534
Government - operating	21 724	34 324	34 324	-	34 324	34 324	0	0.0%	34 324
Government - capital	-	25 000	12 000	-	-	11 000	(11 000)	-100.0%	25 000
Interest	145	789	459	40	376	420	(44)	-10.5%	4 514
Dividends	-	-	-	-	-	-	-	-	-
Payments									
Suppliers and employees	(24 647)	(43 716)	(42 271)	(3 738)	(24 732)	(38 748)	14 016	-36.2%	(44 855)
Finance charges	(5)	(10)	(1)	-	-	(1)	1	-100.0%	(10)
Dividends paid	-	-	-	-	-	-	-	-	-
Transfers and Grants	-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES	(2 630)	27 921	15 281	(3 460)	16 314	16 868	(28 588)	-169.5%	30 507
ASH 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	(351)	-	-	-	-	-	-	-	-
Payments									
Capital assets	-	(27 292)	(14 372)	-	(1 660)	(13 174)	11 514	-87.4%	(27 292)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(351)	(27 292)	(14 372)	-	(1 660)	(13 174)	(11 514)	87.4%	(27 292)
ASH FLOWS FROM FINANCING ACTIVITIES									
Receipts									
Short term loans	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-	-	-
Payments									
Repayment of borrowing	-	(629)	(909)	(53)	(446)	(833)	388	-46.5%	(629)
NET CASH FROM/(USED) FINANCING ACTIVITIES	-	(629)	(909)	(53)	(446)	(833)	(388)	46.5%	(629)
NET INCREASE/ (DECREASE) IN CASH HELD	(2 981)	(0)	(0)	(3 513)	14 208	2 880	11 348	396.8%	2 586
Cash/cash equivalents at the year begin:	367	367	367	-	-	-	-	-	367
Cash/cash equivalents at the year end:	(2 614)	367	367	(3 513)	14 208	2 880	11 348	396.8%	2 953

Buffalo City Metropolitan Development Agency - Supporting Table F1 Entity Material variance explanation - M11 May

Description	Variance	Reasons for material deviations	Remedial or corrective steps / remarks
thousands			
Revenue items			
Transfers and subsidies	(2 185)	The variance is caused by VAT as the actual revenue recognised excludes VAT and the budget actual is VAT incl.	None required
Other revenue and agency fees	(7 825)	1st tranche of the DEA grant was received on 1 March 2019 expenditure will therefore improve	
Expenditure items			
Total expenditure	(12 649)	The variances are caused by the DEA waste management which has only kickstarted on 1 Mar 2019	Waste management project business plan has been approved Expenditure is continuously being incurred
Capital Expenditure items			
Total capital expenditure	11 575	Expenditure on the Beach Front development project not yet started as the Agency is finalising design work.	Procurement processes are underway for all other capital expenditure
Cash flow items			
Cash flows from operating activities			
Measurable performance			
Total variance			

Buffalo City Metropolitan Development Agency - Supporting Table F2 Entity Financial and non-financial indicators - M11 May

Description of financial indicator	Basis of calculation	Ref	2017/18	Current Year 2018/19		
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual
Borrowing Management						
Borrowing to Asset Ratio	Total Long-term Borrowing/ Total Assets		0.0%	0.0%	0.0%	0.0%
Capital Charges to Operating Expenditure	Interest & Depreciation /Operating Expenditure		3.3%	3.2%	3.0%	4.1%
Borrowed funding of capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions		0.0%	0.0%	0.0%	0.0%
Safety of Capital						
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		(616.9%)	123.4%	633.5%	82.0%
Gearing	Long Term Borrowing/ Funds & Reserves					
Liquidity						
Current Ratio	Current assets/current liabilities		20.5%	60.4%	19.5%	173.2%
Current Ratio adjusted for debtors	Current assets/current liabilities less debtors > 90 days		20.5%	60.4%	19.5%	173.2%
Liquidity Ratio	Monetary Assets/Current Liabilities		10.6%	60.4%	19.5%	161.8%
Revenue Management						
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing		0.0%	0.0%	0.0%	0.0%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		1.4%	0.0%	0.0%	1.4%
Longstanding Debtors Reduction Due To Recovery	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%
Creditors Management						
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		0.0%	100.0%	100.0%	100.0%
Funding of Provisions						
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions		0.0%	0.0%	0.0%	0.0%
Other Indicators						
Electricity Distribution Losses	% Volume (Total units purchased + generated less total units sold)/Total units purchased + generated	1	0.0%	0.0%	0.0%	0.0%
Water Distribution Losses	% Volume (Total units purchased + own source less total units sold)/Total units purchased + own source	2	0.0%	0.0%	0.0%	0.0%
Employee costs	Employee costs/Total Revenue - capital revenue		65.8%	49.0%	47.8%	44.2%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		3.7%	3.2%	3.0%	3.4%
Financial Viability Indicators						
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		0.0%	0.0%	0.0%	0.0%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		0.0%	0.0%	0.0%	0.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		0.0%	0.0%	0.0%	0.0%

References

Delete if not an electricity entity

Delete if not an water entity

Buffalo City Metropolitan Development Agency - Supporting Table F3 Entity Aged Debtors - M11 May

R thousands	Detail	NT Code	Current Year 2018/19										Total	Bad Debts	
			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					
Debtors Age Analysis By Income Source															
	Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-	-
	Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-	-
	Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-	-
	Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	-
	Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-	-
	Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-	-
	Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-	-
	Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-
	Other	1900	355	-	-	-	-	-	-	-	-	-	100	-	-
	Total By Income Source	2000													
Debtors Age Analysis By Customer Group															
	Organs of State	2100	-	-	-	-	-	-	-	-	-	-	-	-	-
	Commercial	2200	-	-	-	-	-	-	-	-	-	-	100	-	-
	Households	2300	-	-	-	-	-	-	-	-	-	-	-	-	-
	Other	2400	-	-	-	-	-	-	-	-	-	-	-	-	-
	Other	2500	355	-	-	-	-	-	-	-	-	-	-	355	-
	Total By Customer Group	2600	355										100	455	

Notes
 Material increases in value of debtors' categories compared to previous month to be explained

Buffalo City Metropolitan Development Agency - Supporting Table F4 Entity Aged creditors - M11 May

Detail	NT Code	Current Year 2018/19								Total
		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	
in thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	89	-	-	-	-	-	-	(1)	87
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	3 363	-	-	-	-	-	-	116	3 480
Total By Customer Type	2800	3 452	-	-	-	-	-	-	115	3 567

Notes

Material increases in value of creditors' categories compared to previous month to be explained

Buffalo City Metropolitan Development Agency - Supporting Table F5 Entity investment portfolio monthly statement - M11 May

Investments by maturity		Current Year 2018/19		Market value				
Name of institution & investment ID	Period of investment Months	Type of investment	Expiry date of investment	Accrued interest for the month	Yield %	Begin	Change	End
R thousands First National Bank - 62098719358	n/a	Commercial Money Market	Ongoing	21835.61	Tiers balan	5 668	(2 447)	3 222
Total investments								

Buffalo City Metropolitan Development Agency - Supporting Table F7 Entity monthly actuals & revised targets - M11 May

Description	Current Year 2018/19												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2018/19 Adjusted Budget	Budget Year +1 2019/20 Adjusted Budget	Budget Year +2 2020/21 Adjusted Budget
R thousands	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget			
Revenue By Source															
Service charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other revenue	14 972	67	63	39	42	14 931	51	49	472	749	725	(32 159)			
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue	14 972	67	63	39	42	14 931	51	49	472	749	725	(32 159)			
Expenditure By Type															
Employee related costs	1 203	1 201	1 201	1 201	1 131	1 128	1 235	1 323	1 323	1 691	1 691	(14 328)			
Remuneration of Board Members	-	84	-	18	143	14	99	33	90	76	76	-			
Debt impairment	-	-	-	-	-	-	-	-	-	-	-	-			
Depreciation & asset impairment	74	74	71	94	107	111	113	103	115	118	118	(1 097)			
Finance charges	-	-	-	-	0	-	-	-	-	-	-	-			
Dividends paid	-	-	-	-	-	-	-	-	-	-	-	-			
Bulk purchases	-	-	-	-	-	-	-	-	-	-	-	-			
Other materials	-	-	-	-	-	-	-	-	-	-	-	-			
Contracted services	-	-	-	-	-	-	-	-	-	-	-	-			
Transfers and grants	-	-	-	-	-	-	-	-	-	-	-	-			
Other expenditure	292	501	240	1 187	1 159	1 457	461	1 226	1 551	951	951	-			
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-			
Total expenditure	1 598	1 859	1 512	2 590	2 540	2 709	1 908	2 685	3 078	2 836	2 836	(15 425)			
Capital expenditure															
Capital assets	-	-	-	1 304	-	-	134	-	-	41	41	(1 521)			
Total capital expenditure	-	-	-	1 304	-	-	134	-	-	41	41	(1 521)			
Cash flow															
Ratepayers and other	-	153	1	0	8	-	4	388	207	238	238	(1 238)			
Grants	17 162	-	-	-	-	-	17 162	-	5 350	-	-	-			
Interest	49	62	52	39	22	7	46	49	64	40	40	-			
Suppliers, employees and other	(1 634)	(2 524)	(3 921)	(1 439)	(3 266)	(3 097)	(4 698)	(2 280)	(3 224)	(3 738)	(3 738)	33 559			
Finance charges	-	-	-	-	-	-	-	-	-	-	-	-			
Dividends paid	-	-	-	-	-	-	-	-	-	-	-	-			
NET CASH FROM/USED OPERATING ACTIVITIES	15 577	(2 309)	(3 868)	(1 400)	(3 236)	(3 090)	12 514	(1 842)	2 397	(3 460)	(3 460)	32 321			
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-			
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-			
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-			
Capital assets	-	-	-	-	-	-	(160)	-	-	-	-	1 660			
NET CASH FROM/USED INVESTING ACTIVITIES	-	-	-	-	-	-	(160)	-	-	-	-	1 660			
Borrowing long term/financing/short term	-	-	-	-	-	-	(160)	-	-	-	-	1 660			
Repayment of borrowing	(4)	(161)	-	(4)	(105)	(56)	(56)	(53)	(7)	(53)	(53)	-			
Increase in consumer deposits	-	-	-	-	-	-	-	-	-	-	-	-			
NET CASH FROM/USED FINANCING ACTIVITIES	(4)	(161)	-	(4)	(105)	(56)	(56)	(53)	(7)	(53)	(53)	551			
NET CASH FROM/USED FINANCING ACTIVITIES	(4)	(161)	-	(4)	(105)	(56)	(56)	(53)	(7)	(53)	(53)	551			
NET INCREASE/ (DECREASE) IN CASH HELD	13 574	(2 471)	(3 868)	(1 403)	(4 841)	(3 146)	12 298	(1 895)	2 390	(3 513)	(3 513)	34 532			

Transport Assets	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on new assets	351	2 291	2 372	41	1 600	2 174	575	26.4%	2 291

Transport Assets									
<u>Land</u>	-	-	-	-	-	-	-	-	-
Land									
<u>Zoo's, Marine and Non-biological Animals</u>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals									
Total Repairs and Maintenance Expenditure	-	15	10	2	4	9	6	59.6%	-

Transport Assets									
Land	-	-	-	-	-	-	-	-	-
Land									
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals									
Total Depreciation	-	1 412	1 276	110	1 092	1 170	78	6.7%	-

Transport Assets							-		
Land	-	-	-	-	-	-	-		-
Land							-		
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-		-
Zoo's, Marine and Non-biological Animals							-		
Total Capital Expenditure on upgrading of existing assets	-	25 000	12 000	-	-	11 000	11 000	100.0%	-

ANNEXURE B

BUFFALO CITY METROPOLITAN DEVELOPMENT AGENCY SOC LTD**SUMMARY CASH AND CASH EQUIVALENTS****SECOND QUARTER- MAY 2019****2018/19****Working Capital**

Description	Amount
Cash and Investments Available	6 910 565.71
Cash and cash equivalents at beginning of	10 370 804.77
Total receipts	277 716.60
Interest	39 526.96
Tender document fees	900.00
Staff Recoveries	237 289.64
Payments made	3 737 955.66
Bank Charges (All Accounts)	2 182.37
Suppliers and Recruitment Costs	1 399 573.42
SARS Paye/Sdl/Uif - Provident Fund	980 751.80
Salaries,Wages,Allowances and Benefits	1 229 673.28
Staff Claims	27 381.72
Board and Audit Committee remuneration	98 393.07
Total cash and investments available	6 910 565.71