

**BUFFALO CITY METROPOLITAN DEVELOPMENT AGENCY**

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BCMDA-FMR-029-18

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

Dear Mr Sihlahla

**BCMDA MONTHLY PERFORMANCE REPORT – SEPTEMBER 2018**

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 September 2018.

Kind Regards

**MR B NELANA**  
**CHIEF EXECUTIVE OFFICER**  
**DATE: 9 OCTOBER 2018**

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BCMDA-FMR-031-18

## 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 September 2018 has been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print Name: Mr. B Nelana

Chief Executive Officer of Buffalo City Metropolitan Development Agency.

Signature

A handwritten signature in black ink, appearing to be "B Nelana", is written over a horizontal line.

Date

09 October 2018



Ref: BCMDA-SUB-070-18

Enquires: S Mgudlwa

Tel: 043 101 0172

## **REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – SEPTEMBER 2018**

### **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 30 September 2018.

### **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.

**5. EXECUTIVE SUMMARY ON THE IMPLEMENTATION OF THE BUDGET AND THE FINANCIAL STATE OF AFFAIRS OF THE AGENCY FOR THE PERIOD ENDING 30 SEPTEMBER 2018.**

**5.1. 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**

<b>OVERALL OPERATING RESULTS</b>		<b>CASH MANAGEMENT</b>	
Income	15 091 548	Cash and Bank Balance	262 733
Expenditure	4 939 544	Call investments	9 337 707
<b>Operating Surplus</b>	<b>10 152 004</b>	Cash and cash equivalents	9 600 440
Capital Expenditure	0	Account Payables	(245 056)
<b>Surplus after capital expenditure</b>	<b>10 152 004</b>	Unspent conditional grants	(6 098)
<b>FINANCIAL</b>		<b>HUMAN RESOURCES</b>	
Operating surplus for the period	10 152 004	Total Staff Compliment	18
YTD Grants and subsidies	14 923 609	Staff Appointments	0
% Creditors paid within term	100%	Staff Terminations	0
Current ratio	39.73:1	Number of funded vacant posts	1
		Salary bill – Officials	3 604 689
		Workforce costs as a % of expenditure	73 %

## **5.2. Liquidity position**

BCMDA's liquidity is 39:73:1 for the month ending 30 September 2018, 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.

## **5.3. Expenditure on allocations received**

BCMDA has an approved budget of R72 million (R44 million for operational expenditure and R27 million for capital expenditure) and has incurred total expenditure (operational) amounting to R 3.4 million to date. The DEA waste management project has not yet commenced as the business plan has not been approved by the funder hence its related expenditure has not been expended on resulting in a huge variance between the budgeted funds and the expenditure incurred. The approved budget has the following revenue elements:

- BCMM Operational Grant of R 34.3 million
- BCMM Capital Grant of R 25 million
- Agency services revenue of R 990 000.00
- Interest received of R 788 992.16
- Other income (conditional grants and tender fees etc) of R 10.5 million.

Out of the R14.9 million (VAT exclusive) received to date from the parent municipality, BCMDA has used R 4.9 million and R1.6 of which relates to the current month. The breakdown of the R1.8 million is as follows:

- Employee related Costs R1.2 million
- Other general expenditure R0. 395 thousand

In relation to the funds received, the expenditure at this point of the financial year is expected to be at 25% and that has been achieved as the percentage expenditure to date on the received funds is 33%.

No expenditure has been transferred to revenue pertaining to the GMC project as the outstanding funds have not yet been received. This project came to an end in January 2018, the funder is yet to release the retention of R54 821 (after reducing bank charges) to the Agency as project management fees. It is imperative to note that the account is accumulating minimal interest which according to DEA must be used within the conditions of the grant.

**5.4. Cash and cash equivalents**

BCDMA's cash and cash equivalents balance at 30 September 2018 is R 9 600 440, which is made up of cash and bank account amounting to R 256 635, call investment balance of R9 337 706.98 and unspent funds received from Department of Environmental Affairs (DEA) of R 6 097. These funds are all banked with First National Bank.

**5.5. Outstanding Creditors**

The agency's creditors are made up of a trade creditor, VAT payable which is not yet due, amount owed to BCMM and a GMC unspent grant.

BCMDA's suppliers are paid twice a month on the 15<sup>th</sup> and the last of the month, this reduces the risk of having suppliers that are not settled within 30 days.

## 6. IN YEAR BUDGET STATEMENT MAIN TABLES

### 6.1. 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 - M03 September

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
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	-	789	-	52	162	197	(0)	-18%	789
Transfers recognised - operational	-	32 033	-	-	14 924	10 678	4	40%	32 033
Other own revenue	-	11 534	-	1	6	2 883	(3)	-100%	11 534
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>44 355</b>	-	<b>52</b>	<b>15 092</b>	<b>13 758</b>	<b>1 333</b>	<b>0</b>	<b>44 355</b>
Employee costs	-	21 727	-	1 201	3 605	5 432	(1 827)	(0)	21 727
Remuneration of Board Members	-	850	-	84	84	213	(129)	(0)	850
Depreciation and asset impairment	-	1 412	-	71	219	353	(134)	(0)	1 412
Finance charges	-	10	-	0	0	3	(2)	(0)	10
Materials and bulk purchases	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	-	20 356	-	240	1 033	5 089	(4 056)	(0)	20 356
<b>Total Expenditure</b>	-	<b>44 355</b>	-	<b>1 596</b>	<b>4 940</b>	<b>11 089</b>	<b>(6 148)</b>	<b>(0)</b>	<b>44 355</b>
<b>Surplus/(Deficit)</b>	-	<b>(0)</b>	-	<b>(1 543)</b>	<b>10 152</b>	<b>2 669</b>	<b>7 483</b>	<b>0</b>	<b>(0)</b>
Transfers recognised - capital	-	27 292	-	-	-	6 823	(6 823)	(0)	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>27 292</b>	-	<b>(1 543)</b>	<b>10 152</b>	<b>9 492</b>	<b>660</b>	<b>0</b>	<b>(0)</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>27 292</b>	-	<b>(1 543)</b>	<b>10 152</b>	<b>9 492</b>	<b>660</b>	<b>0</b>	<b>(0)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>27 291</b>	-	-	-	<b>6 823</b>	<b>(6 823)</b>	<b>(0)</b>	-
Transfers recognised - capital	-	27 292	-	-	-	6 823	(6 823)	(0)	27 292
Public contributions & donations	-	-	-	0	-	-	-	-	-
Borrowing	-	-	-	0	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
<b>Total sources of capital funds</b>	-	<b>27 292</b>	-	<b>0</b>	-	<b>6 823</b>	<b>(6 823)</b>	<b>(0)</b>	<b>27 292</b>
<b>Financial position</b>									
Total current assets	-	1 187	-	-	9 733	-	-	-	1 187
Total non current assets	-	2 370	-	-	1 353	-	-	-	2 370
Total current liabilities	-	1 965	-	-	245	-	-	-	1 965
Total non current liabilities	-	-	-	-	-	-	-	-	-
Community wealth/Equity	-	1 592	-	-	-	-	-	-	1 592
<b>Cash flows</b>									
Net cash from (used) operating	-	27 921	-	(3 858)	9 400	15 561	(6 162)	(0)	25 746
Net cash from (used) investing	-	(27 292)	-	-	-	(6 823)	6 823	(0)	(27 292)
Net cash from (used) financing	-	(629)	-	(161)	(165)	(157)	(8)	0	(629)
<b>Cash/cash equivalents at the year end</b>	<b>365</b>	<b>365</b>	<b>365</b>	<b>(4 019)</b>	<b>9 235</b>	<b>8 581</b>	<b>854</b>	<b>0</b>	<b>(1 810)</b>

## 6.2. 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) - M03 September

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
<b>R thousands</b>									
<b>Revenue By Source</b>									
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	-	769	-	52	162	197	(35)	-17.8%	769
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Licences and permits	-	-	-	-	-	-	-	-	-
Agency services	-	990	-	-	-	248	(248)	-100.0%	990
Transfers and subsidies	-	32 033	-	-	14 924	10 678	4 246	39.8%	32 033
Other revenue	-	10 544	-	1	6	2 638	(2 630)	-99.8%	10 544
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>44 355</b>	-	<b>52</b>	<b>15 092</b>	<b>13 758</b>	<b>1 333</b>	<b>9.7%</b>	<b>44 355</b>
<b>Expenditure By Type</b>									
Employee related costs	-	21 727	-	1 201	3 605	5 432	(1 827)	-33.6%	21 727
Remuneration of Directors	-	850	-	84	84	213	(129)	-60.7%	850
Debt impairment	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	-	1 412	-	71	219	353	(134)	-38.0%	1 412
Finance charges	-	10	-	0	0	3	(2)	-99.7%	10
Bulk purchases	-	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	-	20 356	-	240	1 033	5 089	(4 056)	-79.7%	20 356
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	-	<b>44 355</b>	-	<b>1 596</b>	<b>4 940</b>	<b>11 089</b>	<b>(6 149)</b>	<b>-55.5%</b>	<b>44 355</b>
<b>Surplus/(Deficit)</b>									
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	(0)	-	(1 543)	10 152	2 669	7 483	280.3%	(0)
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Transfers and subsidies - capital (in-kind - all))	-	27 292	-	-	-	6 823	(6 823)	-100.0%	-
<b>Surplus/(Deficit) before taxation</b>	-	<b>27 292</b>	-	<b>(1 543)</b>	<b>10 152</b>	<b>9 492</b>	<b>660</b>	<b>6.9%</b>	<b>(0)</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>	-	<b>27 292</b>	-	<b>(1 543)</b>	<b>10 152</b>	<b>9 492</b>	<b>660</b>		<b>(0)</b>



### **6.2.1. Revenue by Source**

Out of a total operational revenue budget of R 44 million, BCMDA heavily relies on operational grant of R34.3 million from the BCMM. R14.9 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 162 274.

### **6.2.2. Expenditure by Type**

- The expenditure on employee related costs is currently at 16.6% in relation to the year to date budget. These costs are below the expected year to date figure. The reason for this variance is that 6 funded vacancies have not been filled (5 interns and 1 Programme Manager) and DEA wages that have not yet been expended on. All the vacant positions have since been advertised. The agency is currently in talks with DEA on the way forward to ensure approval of the business plan.
- 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 except for bank charges as the contract ended in January 2018 and the last recoveries were done in March in relation to the UIF of project participants paid using the Agency's primary account. The bank account cannot be closed as yet as the agency is awaiting retention fees which were anticipated in May 2018 and have not yet been received. There has been communication from DEA pertaining to the release of the retention.

### 6.3. 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 - M03 September**

Vote Description	2017/18	Current Year 2018/19			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	-	155	-	263	155
Call investment deposits	-	1 032	-	9 338	1 032
Consumer debtors	-	-	-	55	-
Other debtors	-	-	-	45	-
Current portion of long-term receivables	-	-	-	-	-
Inventory	-	-	-	33	-
<b>Total current assets</b>	-	<b>1 187</b>	-	<b>9 733</b>	<b>1 187</b>
<b>Non current assets</b>					
Long-term receivables	-	-	-	-	-
Investments	-	-	-	-	-
Investment property	-	-	-	-	-
Property, plant and equipment	-	341	-	300	341
Agricultural	-	-	-	-	-
Biological	-	-	-	-	-
Intangible	-	2 029	-	1 053	2 029
Other non-current assets	-	-	-	-	-
<b>Total non current assets</b>	-	<b>2 370</b>	-	<b>1 353</b>	<b>2 370</b>
<b>TOTAL ASSETS</b>	-	<b>3 557</b>	-	<b>11 086</b>	<b>3 557</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	-	-	-	-	-
Borrowing	-	629	-	-	629
Consumer deposits	-	-	-	-	-
Trade and other payables	-	-	-	245	-
Provisions	-	1 335	-	-	1 335
<b>Total current liabilities</b>	-	<b>1 965</b>	-	<b>245</b>	<b>1 965</b>
<b>Non current liabilities</b>					
Borrowing	-	-	-	-	-
Provisions	-	-	-	-	-
<b>Total non current liabilities</b>	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	-	<b>1 965</b>	-	<b>245</b>	<b>1 965</b>
<b>NET ASSETS</b>	-	<b>1 592</b>	-	<b>10 841</b>	<b>1 592</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	-	1 592	-	-	1 592
Reserves	-	-	-	-	-
Share capital	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	-	<b>1 592</b>	-	-	<b>1 592</b>

### 6.3.1. Assets

- The Agency cash and investment is made up of the primary bank account balance, money market account balance, petty cash on hand and what is available on the GMC Account.
- There were no additions for the month to non-current assets.

### 6.3.2. Liabilities

- Trade and Other payables relate to a trade creditor, SARS Tax payment and an unspent GMC grant.

## 6.4. 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 - M03 September

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
<b>R thousands</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Property rates		-	-	-	-	-	-	-	-
Service charges		-	-	-	-	-	-	-	-
Other revenue		11 534	-	1	154	2 883	(2 730)	-94.7%	11 534
Government - operating		34 324	-	-	17 162	17 162	-	-	34 324
Government - capital		25 000	-	-	-	6 250	(6 250)	-100.0%	25 000
Interest		789	-	62	162	197	(35)	-17.7%	1 947
Dividends		-	-	-	-	-	-	-	-
<b>Payments</b>									
Suppliers and employees		(43 716)	-	(3 921)	(8 079)	(10 929)	2 850	-26.1%	(47 049)
Finance charges		(10)	-	-	-	(3)	3	-100.0%	(10)
Dividends paid		-	-	-	-	-	-	-	-
Transfers and Grants		-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	<b>-</b>	<b>27 921</b>	<b>-</b>	<b>(3 858)</b>	<b>9 400</b>	<b>15 561</b>	<b>(11 867)</b>	<b>-76.3%</b>	<b>25 746</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-
Decrease (increase) in non-current debtors		-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-
<b>Payments</b>									
Capital assets		(27 292)	-	-	-	(6 823)	6 823	-100.0%	(27 292)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	<b>-</b>	<b>(27 292)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(6 823)</b>	<b>(6 823)</b>	<b>100.0%</b>	<b>(27 292)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans		-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-
<b>Payments</b>									
Repayment of borrowing		(629)	-	(161)	(165)	(157)	(8)	4.8%	(629)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	<b>-</b>	<b>(629)</b>	<b>-</b>	<b>(161)</b>	<b>(165)</b>	<b>(157)</b>	<b>8</b>	<b>-4.8%</b>	<b>(629)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	<b>-</b>	<b>(0)</b>	<b>-</b>	<b>(4 019)</b>	<b>9 235</b>	<b>8 581</b>	<b>654</b>	<b>7.6%</b>	<b>(2 175)</b>
Cash/cash equivalents at the year begin:	365	365	365	-	-	-	-	-	365
Cash/cash equivalents at the year end:	365	365	365	(4 019)	9 235	8 581	654	7.6%	(1 810)

Cash inflow for the month of September amounted to R 52 524 relating to the tender document fees and interest on call investment and positive bank balance. The cash outflow amounted to R 3.9 million. Kindly refer to attached supporting schedule.

## 6.5. 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 - M03 September

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				
<b>Debtors Age Analysis By Income Source</b>	1100												
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	1816	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	-	-	55	0	-	-	-	45	-	-	-	-
<b>Total By Income Source</b>	2000	-	-	-	-	-	-	-	-	-	-	-	-
<b>Debtors Age Analysis By Customer Group</b>	2100												
Organs of State	2200	-	-	55	-	-	-	-	45	-	100	-	-
Commercial	2300	-	-	-	-	-	-	-	-	-	-	-	-
Households	2400	-	-	-	-	-	-	-	-	-	-	-	-
Other	2500	-	-	-	0	-	-	-	-	-	0	-	-
<b>Total By Customer Group</b>	2600	-	-	55	0	-	-	-	45	-	100	-	-

**Notes**

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

The debtors are made up of a recovery which is currently being followed up, staff recovery for a damaged laptop keyboard, property deposit and the project management fees outstanding from the GCM 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 - M03 September

Detail	NT Code	Current Year 2018/19								
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	126	-	-	-	-	-	-	-	126
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	1	-	-	-	-	-	(1)	-	(0)
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	120	-	-	-	-	-	-	-	120
<b>Total By Customer Type</b>	2600	246	-	-	-	-	-	(1)	-	245


All creditors due are settled within 30 days from the date of receiving an invoice unless there are disputes or cash flow constraints. All invoices are date stamped on arrival in order to track the settlement date thereof. For the period under review, there were no disputed invoices. The agency's creditors are made up of a trade creditor, BCMM debt, VAT payable which is not yet due and GMC unspent for the month under review.

## **7. BCMDA Challenges**

7.1. Output VAT which has been paid to SARS in relation to the operational grant which subsequently reduces the funds available for expenditure of the Agency. The agency will be submitting all relevant for Income Tax exemption at SARS by the 15<sup>th</sup> of October 2018.

## **8. RECOMMENDATION**

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



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**B NELANA**

**CHIEF EXECUTIVE OFFICER**

**DATE: 9 OCTOBER 2018**

**Attachments: Annexure A - F Schedule**

**Annexure B - Cash flow report**

# ANNEXURE A

### Preparation Instructions

Municipality Name:

Municipal Entity Name:

CFO Name:

Tel:  Fax:

E-Mail:

Reporting period:

MTREF:

Budget Year: 2018/19

### Printing Instructions

#### Showing / Hiding Columns

#### Showing / Clearing Highlights

### Submission of Data

#### Preparing Data File for Submission

**Buffalo City Metropolitan Development Agency - Table F1 Monthly Budget Statement Summary - M03 September**

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
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	-	789	-	52	162	197	(0)	-18%	789
Transfers recognised - operational	-	32,033	-	-	14,924	10,678	4	40%	32,033
Other own revenue	-	11,534	-	1	6	2,883	(3)	-100%	11,534
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>44,355</b>	-	<b>52</b>	<b>15,092</b>	<b>13,758</b>	<b>1,333</b>	<b>0</b>	<b>44,355</b>
Employee costs	-	21,727	-	1,201	3,605	5,432	(1,827)	(0)	21,727
Remuneration of Board Members	-	850	-	84	84	213	(129)	(0)	850
Depreciation and asset impairment	-	1,412	-	71	219	353	(134)	(0)	1,412
Finance charges	-	10	-	0	0	3	(2)	(0)	10
Materials and bulk purchases	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	-	20,356	-	240	1,033	5,089	(4,056)	(0)	20,356
<b>Total Expenditure</b>	-	<b>44,355</b>	-	<b>1,596</b>	<b>4,940</b>	<b>11,089</b>	<b>(6,149)</b>	<b>(0)</b>	<b>44,355</b>
<b>Surplus/(Deficit)</b>	-	<b>(0)</b>	-	<b>(1,543)</b>	<b>10,152</b>	<b>2,669</b>	<b>7,483</b>	<b>0</b>	<b>(0)</b>
Transfers recognised - capital	-	27,292	-	-	-	6,823	(6,823)	(0)	-
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>27,292</b>	-	<b>(1,543)</b>	<b>10,152</b>	<b>9,492</b>	<b>660</b>	<b>0</b>	<b>(0)</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>27,292</b>	-	<b>(1,543)</b>	<b>10,152</b>	<b>9,492</b>	<b>660</b>	<b>0</b>	<b>(0)</b>
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	-	27,291	-	-	-	6,823	(6,823)	(0)	-
Transfers recognised - capital	-	27,292	-	-	-	6,823	(6,823)	(0)	27,292
Public contributions & donations	-	-	-	0	-	-	-	-	-
Borrowing	-	-	-	0	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
<b>Total sources of capital funds</b>	-	<b>27,292</b>	-	<b>0</b>	<b>-</b>	<b>6,823</b>	<b>(6,823)</b>	<b>(0)</b>	<b>27,292</b>
<b>Financial position</b>									
Total current assets	-	1,187	-	-	9,733	-	-	-	1,187
Total non current assets	-	2,370	-	-	1,353	-	-	-	2,370
Total current liabilities	-	1,965	-	-	245	-	-	-	1,965
Total non current liabilities	-	-	-	-	-	-	-	-	-
Community wealth/Equity	-	1,592	-	-	-	-	-	-	1,592
<b>Cash flows</b>									
Net cash from (used) operating	-	27,921	-	(3,858)	9,400	15,561	(6,162)	(0)	25,746
Net cash from (used) investing	-	(27,292)	-	-	-	(6,823)	6,823	(0)	(27,292)
Net cash from (used) financing	-	(629)	-	(161)	(165)	(157)	(8)	0	(629)
<b>Cash/cash equivalents at the year end</b>	<b>365</b>	<b>365</b>	<b>365</b>	<b>(4,019)</b>	<b>9,235</b>	<b>8,581</b>	<b>654</b>	<b>0</b>	<b>(1,810)</b>



Buffalo City Metropolitan Development Agency - Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

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
<b>R thousands</b>									
<b>Revenue By Source</b>									
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	-	789	-	52	162	197	(35)	-17.8%	789
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Licences and permits	-	-	-	-	-	-	-	-	-
Agency services	-	990	-	-	-	248	(248)	-100.0%	990
Transfers and subsidies	-	32,033	-	-	14,924	10,678	4,246	39.8%	32,033
Other revenue	-	10,544	-	1	6	2,636	(2,630)	-99.8%	10,544
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>44,355</b>	-	<b>52</b>	<b>15,092</b>	<b>13,758</b>	<b>1,333</b>	<b>9.7%</b>	<b>44,355</b>
<b>Expenditure By Type</b>									
Employee related costs	-	21,727	-	1,201	3,605	5,432	(1,827)	-33.6%	21,727
Remuneration of Directors	-	850	-	84	84	213	(129)	-60.7%	850
Debt impairment	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	-	1,412	-	71	219	353	(134)	-38.0%	1,412
Finance charges	-	10	-	0	0	3	(2)	-99.7%	10
Bulk purchases	-	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	-	20,356	-	240	1,033	5,089	(4,056)	-79.7%	20,356
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	-	<b>44,355</b>	-	<b>1,596</b>	<b>4,940</b>	<b>11,089</b>	<b>(6,149)</b>	<b>-55.5%</b>	<b>44,355</b>
<b>Surplus/(Deficit)</b>									
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	(0)	-	(1,543)	10,152	2,689	7,483	280.3%	(0)
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)	-	27,292	-	-	-	6,823	(6,823)	-100.0%	-
<b>Surplus/(Deficit) before taxation</b>	-	<b>27,292</b>	-	<b>(1,543)</b>	<b>10,152</b>	<b>9,492</b>	<b>660</b>	<b>6.9%</b>	<b>(0)</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>	-	<b>27,292</b>	-	<b>(1,543)</b>	<b>10,152</b>	<b>8,492</b>	<b>660</b>		<b>(0)</b>





Total Capital Expenditure	-	27,291	-	-	-	6,823	6,823	100.0%	-
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**Buffalo City Metropolitan Development Agency - Table F4 Monthly Budget Statement - Financial Position - M03 5**

Vote Description	2017/18	Current Year 2018/19			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	-	155	-	263	155
Call investment deposits	-	1,032	-	9,338	1,032
Consumer debtors	-	-	-	55	-
Other debtors	-	-	-	45	-
Current portion of long-term receivables	-	-	-	-	-
Inventory	-	-	-	33	-
<b>Total current assets</b>	-	<b>1,187</b>	-	<b>9,733</b>	<b>1,187</b>
<b>Non current assets</b>					
Long-term receivables	-	-	-	-	-
Investments	-	-	-	-	-
Investment property	-	-	-	-	-
Property, plant and equipment	-	341	-	300	341
Agricultural	-	-	-	-	-
Biological	-	-	-	-	-
Intangible	-	2,029	-	1,053	2,029
Other non-current assets	-	-	-	-	-
<b>Total non current assets</b>	-	<b>2,370</b>	-	<b>1,353</b>	<b>2,370</b>
<b>TOTAL ASSETS</b>	-	<b>3,557</b>	-	<b>11,086</b>	<b>3,557</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	-	-	-	-	-
Borrowing	-	629	-	-	629
Consumer deposits	-	-	-	-	-
Trade and other payables	-	-	-	245	-
Provisions	-	1,335	-	-	1,335
<b>Total current liabilities</b>	-	<b>1,965</b>	-	<b>245</b>	<b>1,965</b>
<b>Non current liabilities</b>					
Borrowing	-	-	-	-	-
Provisions	-	-	-	-	-
<b>Total non current liabilities</b>	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	-	<b>1,965</b>	-	<b>245</b>	<b>1,965</b>
<b>NET ASSETS</b>	-	<b>1,592</b>	-	<b>10,841</b>	<b>1,592</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	-	1,592	-	-	1,592
Reserves	-	-	-	-	-
Share capital	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	-	<b>1,592</b>	-	-	<b>1,592</b>

Buffalo City Metropolitan Development Agency - Table F5 Monthly Budget Statement - Cash Flows - M03 September

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
<b>R thousands</b>									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Property rates		-	-	-	-	-	-		-
Service charges		-	-	-	-	-	-		-
Other revenue		11,534	-	1	154	2,883	(2,730)	-94.7%	11,534
Government - operating		34,324	-	-	17,162	17,162	-		34,324
Government - capital		25,000	-	-	-	6,250	(6,250)	-100.0%	25,000
Interest		789	-	62	162	197	(35)	-17.7%	1,947
Dividends		-	-	-	-	-	-		-
<b>Payments</b>									
Suppliers and employees		(43,716)	-	(3,921)	(8,079)	(10,929)	2,850	-26.1%	(47,049)
Finance charges		(10)	-	-	-	(3)	3	-100.0%	(10)
Dividends paid		-	-	-	-	-	-		-
Transfers and Grants		-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	-	27,921	-	(3,858)	9,400	15,561	(11,867)	-76.3%	25,746
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>									
<b>Receipts</b>									
Proceeds on disposal of PPE		-	-	-	-	-	-		-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-		-
Decrease (increase) other non-current receivables		-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	-	-		-
<b>Payments</b>									
Capital assets		(27,292)	-	-	-	(6,823)	6,823	-100.0%	(27,292)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	-	(27,292)	-	-	-	(6,823)	(6,823)	100.0%	(27,292)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>									
<b>Receipts</b>									
Short term loans		-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	-	-	-	-	-		-
<b>Payments</b>									
Repayment of borrowing		(629)	-	(161)	(165)	(157)	(8)	4.8%	(629)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	-	(629)	-	(161)	(165)	(157)	8	-4.8%	(629)
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	-	(0)	-	(4,019)	9,235	8,581	654	7.6%	(2,175)
Cash/cash equivalents at the year begin:	365	365	365						365
Cash/cash equivalents at the year end:	365	365	365	(4,019)	9,235	8,581	654	7.6%	(1,810)

**Buffalo City Metropolitan Development Agency - Supporting Table F1 Entity Material variance explanation - M03 September**

Description	Variance	Reasons for material deviations	Remedial or corrective steps / remarks
<b>R thousands</b>			
<b>Revenue items</b>			
Transfers and subsidies	4,246	Grant from parent municipality received in advance for a 6 months period	None required
Other revenue and agency fees	(2,878)	DEA grant has not been received, awaiting final approval of business plan by DEA	Request DEA to approve business plan
<b>Expenditure items</b>			
Total expenditure	(6,149)	6 Vacancies have not been filled for 5 interns and 1 Programme Manger. DEA participant have also not been appointed due to business plan non-approval	All vacancies have been advertised. Certain expenditure line items will pick in the subsequent quarter
<b>Capital Expenditure items</b>			
Total capital expenditure	6,823	Expenditure on the Beach Front development project not yet started as the Agency is finalising design work.	Design phase to be completed in December 2018. Project implementation to commence thereafter. Procurement processes are underway for all other capital expenditure
<b>Cash flow items</b>			
<b>Cash flows from operating activities</b>			
		Grant from parent municipality received in advance for a 6 months period	None required
<b>Measurable performance</b>			
<b>Total variance</b>			

**Buffalo City Metropolitan Development Agency - Supporting Table F2 Entity Financial and non-financial indicators - M03 September**

Description of financial indicator	Basis of calculation	Ref	2017/18	Current Year 2018/19			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>Borrowing Management</b>							
Borrowing to Asset Ratio	Total Long-term Borrowing/ Total Assets		0.0%	0.0%	0.0%	0.0%	0.0%
Capital Charges to Operating Expenditure	Interest & Depreciation /Operating Expenditure		0.0%	3.2%	0.0%	4.4%	3.2%
Borrowed funding of capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions		0.0%	0.0%	0.0%	0.0%	0.0%
<b>Safety of Capital</b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		0.0%	123.4%	0.0%	0.0%	123.4%
Gearing	Long Term Borrowing/ Funds & Reserves						
<b>Liquidity</b>							
Current Ratio	Current assets/current liabilities		0.0%	60.4%	0.0%	3971.8%	60.4%
Current Ratio adjusted for debtors	Current assets/current liabilities less debtors > 90 days		0.0%	60.4%	0.0%	3971.8%	60.4%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.0%	60.4%	0.0%	3917.7%	60.4%
<b>Revenue Management</b>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing		0.0%	0.0%	0.0%	0.0%	0.0%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		0.0%	0.0%	0.0%	0.7%	0.0%
Longstanding Debtors Reduction Due To Recovery	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<b>Creditors Management</b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		0.0%	100.0%	100.0%	100.0%	100.0%
<b>Funding of Provisions</b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions		0.0%	0.0%	0.0%	0.0%	0.0%
<b>Other Indicators</b>							
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%	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%	0.0%
Employee costs	Employee costs/Total Revenue - capital revenue		0.0%	49.0%	0.0%	23.9%	49.0%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		0.0%	0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/Total Revenue - capital revenue		0.0%	3.2%	0.0%	1.4%	3.2%
<b>Financial viability indicators</b>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year		0.0%	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%	0.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		0.0%	0.0%	0.0%	0.0%	0.0%

**References**

1. Delete if not an electricity entity
2. Delete if not a water entity



Buffalo City Metropolitan Development Agency - Supporting Table F3 Entity Aged debtors - M03 September

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		
<b>R thousands</b>											
<b>Debtors Age Analysis By Income Source</b>	1100										
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	-	-	55	0	-	-	-	45	-	-
<b>Total By Income Source</b>	2000	-	-	-	-	-	-	-	-	-	-
<b>Debtors Age Analysis By Customer Group</b>	2100										
Organs of State	2200	-	-	55	-	-	-	-	45	100	-
Commercial	2300	-	-	-	-	-	-	-	-	-	-
Households	2400	-	-	-	-	-	-	-	-	-	-
Other	2500	-	-	-	0	-	-	-	-	0	-
<b>Total By Customer Group</b>	2600	-	-	55	0	-	-	-	45	100	-

**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 - M03 September**

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	
<b>R thousands</b>										
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	126	-	-	-	-	-	-	-	126
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	1	-	-	-	-	-	(1)	-	(0)
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	120	-	-	-	-	-	-	-	120
<b>Total By Customer Type</b>	<b>2600</b>	<b>246</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1)</b>	<b>-</b>	<b>245</b>

Notes

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













<u>Transport Assets</u>	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
<u>Land</u>	-	-	-	-	-	-	-	-	-
Land	-	-	-	-	-	-	-	-	-
<u>Zoo's, Marine and Non-biological Animals</u>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on new assets</b>	-	<b>2,291</b>	-	-	-	<b>573</b>	<b>573</b>	<b>100.0%</b>	-

















Police									
Parks									
Public Open Space									
Nature Reserves									
Public Abolition Facilities									
Markets									
Stalls									
Abattoirs									
Airports									
Taxi Ranks/Bus Terminals									
Capital Spares									
Sport and Recreation Facilities									
Indoor Facilities									
Outdoor Facilities									
Capital Spares									
<b>Heritage assets</b>									
Monuments									
Historic Buildings									
Works of Art									
Conservation Areas									
Other Heritage									
<b>Investment properties</b>									
Revenue Generating									
Improved Property									
Unimproved Property									
Non-revenue Generating									
Improved Property									
Unimproved Property									
<b>Other assets</b>									
Operational Buildings									
Municipal Offices									
Pay/Enquiry Points									
Building Plan Offices									
Workshops									
Yards									
Stores									
Laboratories									
Training Centres									
Manufacturing Plant									
Depots									
Capital Spares									
Housing									
Staff Housing									
Social Housing									
Capital Spares									
<b>Biological or Cultivated Assets</b>									
Biological or Cultivated Assets									
<b>Intangible Assets</b>									
Services		1,145		55	167	286	119	41.5%	
Licences and Rights		1,145		55	167	286	119	41.5%	
Water Rights									
Effluent Licenses									
Solid Waste Licenses									
Computer Software and Applications		1,145		55	167	286	119	41.5%	
Lead Settlement Software Applications									
Unspecified									
<b>Computer Equipment</b>									
Computer Equipment		201		15	47	50	3	6.8%	
<b>Furniture and Office Equipment</b>									
Furniture and Office Equipment		66		1	4	17	12	73.3%	
<b>Machinery and Equipment</b>									
Machinery and Equipment									
<b>Transport Assets</b>									
Transport Assets									
<b>Land</b>									
Land									
<b>Zoo's, Marine and Non-biological Animals</b>									
Zoo's, Marine and Non-biological Animals									
<b>Total Depreciation</b>		1,412		71	219	353	134	38.0%	





Police												
Parks												
Public Open Space												
Nature Reserves												
Public Ablution Facilities												
Markets												
Stalls												
Abattoirs												
Airports												
Taxi Ranks/Bus Terminals												
Capital Spares												
Sport and Recreation Facilities												
Indoor Facilities		25,000					6,250	6,250	100.0%			
Outdoor Facilities		25,000					6,250	6,250	100.0%			
Capital Spares												
<b>Heritage assets</b>												
Monuments												
Historic Buildings												
Works of Art												
Conservation Areas												
Other Heritage												
<b>Investment properties</b>												
Revenue Generating												
Improved Property												
Unimproved Property												
Non-revenue Generating												
Improved Property												
Unimproved Property												
<b>Other assets</b>												
Operational Buildings												
Municipal Offices												
Pay/Enquiry Points												
Building Plan Offices												
Workshops												
Yards												
Stores												
Laboratories												
Training Centres												
Manufacturing Plant												
Depots												
Capital Spares												
Housing												
Staff Housing												
Social Housing												
Capital Spares												
<b>Biological or Cultivated Assets</b>												
Biological or Cultivated Assets												
<b>Intangible Assets</b>												
Servitudes												
Licences and Rights												
Water Rights												
Effluent Licences												
Solid Waste Licences												
Computer Software and Applications												
Local Settlement Software Applications												
Unspecified												
<b>Computer Equipment</b>												
Computer Equipment												
<b>Furniture and Office Equipment</b>												
Furniture and Office Equipment												
<b>Machinery and Equipment</b>												
Machinery and Equipment												
<b>Transport Assets</b>												
Transport Assets												
<b>Land</b>												
Land												
<b>Zoo's, Marine and Non-biological Animals</b>												
Zoo's, Marine and Non-biological Animals												
<b>Total Capital Expenditure on upgrading of existing assets</b>		<b>25,000</b>					<b>6,250</b>	<b>6,250</b>	<b>100.0%</b>			

# ANNEXURE B

**BUFFALO CITY METROPOLITAN DEVELOPMENT AGENCY SOC LTD****SUMMARY CASH AND CASH EQUIVALENTS****FIRST QUARTER- SEPTEMBER 2018****2018/19 FINANCIAL YEAR****Working Capital**

<b>Description</b>	<b>Amount</b>
Cash and Investments Available	<b>9,600,440.21</b>
Cash and cash equivalents at beginning of the	<b>13,468,669.69</b>
<b>Total receipts</b>	<b>52,524.28</b>
Interest	51,574.28
Tender document fees	950.00
<b>Payments made</b>	<b>3,920,753.76</b>
Bank Charges (All Accounts)	902.45
Suppliers and Recruitment Costs	439,340.55
SARS Tax	333,737.89
Salaries, Wages, Allowances and Benefits	954,509.70
Staff Claims	13,810.53
Board and Audit Committee remuneration	6,375.71
VAT Payable	2,172,076.93
<b>Total cash and investments available</b>	<b>9,600,440.21</b>