

**BUFFALO CITY METROPOLITAN DEVELOPMENT AGENCY**

A Investment Centre East London IDZ  
 Lower Chester Road, Sunnyside,  
 East London, 5241  
 Eastern Cape, South Africa

E info@bcmda.org.za | T +27 (0) 43 101 0160  
 www.bcmda.org.za



**BCMDA**  
 BUFFALO CITY METROPOLITAN  
 DEVELOPMENT AGENCY

Enquires: 043 101 0161

Email: vicky@bcmda.org.za

BCMDA-FMR-040-17

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

Dear Mr Sihlahla

**BCMDA MONTHLY PERFORMANCE REPORT – OCTOBER 2017**

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 October 2017.

Kind Regards

**MR BULUNKO NELANA**  
**CHIEF EXECUTIVE OFFICER**

DATE: 09/11/2017

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BCM DA-FMR-039-17

## 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 October 2017 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

Date

09/11/2017



Ref: BCMDA-SUB-136-17

Enquires: V Ntsodo

Tel: 043 101 0161

## **REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – OCTOBER 2017**

### **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 October 2017.

### **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.

REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – OCTOBER 2017

5. EXECUTIVE SUMMARY ON THE IMPLEMENTATION OF THE BUDGET AND THE FINANCIAL STATE OF AFFAIRS OF THE AGENCY FOR THE PERIOD ENDING 31 OCTOBER 2017.

5.1. Dashboard/Performance Summary

BCMDA hereby presents its' 2017/18 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	10 946 314	Cash and Bank Balance	737 121.3
Expenditure	8 110 219	Call investments	5 247 916.65
Operating Surplus	2 836 095	Cash and cash equivalents	5 985 037.95
Capital Expenditure	188 728	Account Payables	(35 371.34)
Surplus after capital expenditure	2 647 367	Unspent conditional grants	(640 097.73)
		<b>BCDA Closing balance</b>	<b>(1 681 517)</b>
FINANCIAL		HUMAN RESOURCES	
Operating surplus for the period	2 647 367	Total Staff Compliment	17
YTD Grants and subsidies	10 878 273	Staff Appointments	0
% Creditors paid within term	100%	Staff Terminations	0
Current ratio	2:36:1	Number of funded vacant posts	1
		Salary bill – Officials	5 023 981.96
		Workforce costs as a % of expenditure	61.95%

## REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – OCTOBER 2017

### 5.2. Liquidity position

BCMDA's liquidity is 2:36:1 for the month ending October 2017, which indicates the ability of the agency's current assets to cover its current liabilities (debts). Its current assets comprise mainly of cash and cash equivalents. As previously reported, included in the cash equivalents though is a cash balance of R1.68 million that belonged to BCDA before the establishment of the BCMDA and has also been included as a liability by virtue of it belonging to BCDA. BCMDA has since engaged the City in so far as the expenses that were paid by BCMDA on behalf of BCDA. An invoice has been issued in this regard. A decision on how to neatly close off on BCDA's cash balance has not been communicated as yet as agreed in a meeting that was held on 22 February 2017.

### 5.3. Capital expenditure

The agency incurred capital expenditure pertaining to email services.

### 5.4. Expenditure on allocations received

BCMDA has spent all the funds received from the parent municipality as the first tranche operational grant.

The second tranche of the operational grant was received, and the amount net of Vat amounted R 5 million which makes it R 10.1 million for year to date and its related expenditure for the month amount to R 7 552 253 (including capital expenditure). The expenditure at this point of the financial year is expected to be at 33% % and that has been achieved.

BCMDA has spent in total R 746 693.67 (49.8 % spent on the 2017/2018 roll over budget) year to date from the grant received from DEA. In terms of the business plan, the project would be concluded in December 2017. A submission requesting for an extension has been submitted to the funders (DEA), to extend the project until late January to assist keeping the tourists area clean and beautiful during the festive season as the same creating jobs for the project workers.

## REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – OCTOBER 2017

### 5.5. Cash and cash equivalents

BCDMA's cash and cash equivalents balance at 31 October is R 5.9 million, which is made up of cash and bank account amounting to R 97 023.58, call investment balance of R 5 247 916.65 and unspent funds received from Department of Environmental Affairs (DEA) of R 640 097.73. These funds are all banked with First National Bank.

### 5.6. Outstanding Creditors

The agency's creditors are made up of trade creditors which will be settled by the 15<sup>th</sup> of November 2017, BCDA liability which is awaiting a meeting between the Agency and City to take a resolution on how to disburse such funds 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.

REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – OCTOBER 2017

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 - M04 October

Description	2016/17	Current Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>Financial Performance</b>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Investment revenue	-	238	-	4	64	60	0	7%	238
Transfers recognised - operational	-	22 138	-	5 056	10 132	11 065	(7)	-8%	22 138
Other own revenue	-	10 784	-	232	751	3 555	(3)	79%	10 784
Total Revenue (excluding capital transfers and contributions)	-	33 160	-	5 307	10 946	14 723	(3 777)	(0)	33 160
Employee costs	-	15 178	-	1 273	5 615	5 059	555	0	15 178
Remuneration of Board Members	-	850	2	#REF!	183	283	(101)	(0)	850
Depreciation and asset impairment	-	471	-	77	269	157	112	0	471
Finance charges	-	2	-	5	5	1	4	0	2
Materials and bulk purchases	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	-	16 659	(2)	#REF!	2 039	5 553	(3 514)	(0)	16 659
Total Expenditure	-	33 160	-	#REF!	8 110	11 053	(2 943)	(0)	33 160
Surplus/(Deficit)	-	0	-	#REF!	2 836	3 670	(834)	(0)	0
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions & Contributed assets	-	962	-	2	189	321	(132)	(0)	962
Surplus/(Deficit) after capital transfers & contributions	-	962	-	#REF!	3 025	3 991	(966)	(0)	962
Taxation	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	962	-	#REF!	3 025	3 991	(966)	(0)	962
<b>Capital expenditure &amp; funds sources</b>									
Capital expenditure	-	962	-	2	189	387	(198)	(0)	962
Transfers recognised - capital	-	962	-	2	189	321	(132)	(0)	962
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
Total sources of capital funds	-	962	-	2	189	321	(132)	(0)	962
<b>Financial position</b>									
Total current assets	-	3 183	-	-	6 685	-	-	-	3 183
Total non current assets	-	1 113	-	-	1 954	-	-	-	1 113
Total current liabilities	-	2 516	-	-	2 751	-	-	-	2 518
Total non current liabilities	-	1 351	-	-	78	-	-	-	-
Community wealth/Equity	-	387	-	-	5 810	-	-	-	387
<b>Cash flows</b>									
Net cash from (used) operating	-	2 629	-	3 266	3 707	1 132	2 576	0	(8 155)
Net cash from (used) investing	-	(962)	-	(3)	(294)	(321)	27	(0)	(962)
Net cash from (used) financing	-	(526)	-	(52)	(200)	(175)	(25)	0	(526)
Cash/equivalents at the year end	-	1 141	-	3 212	5 985	636	5 349	0	(9 643)

REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – OCTOBER 2017

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) - M04 October

Description	2016/17	Current Year 2017/18							
	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 - sandabon revenue	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	-	-	-	-	-	-	-	-	-
Service charges - other	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	-	-	-	-	-	-	-	-	-
Interest earned - external investments	-	238	-	9	64	60	4	6.6%	238
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-
Fines, penalties and tickets	-	-	-	-	-	-	-	-	-
Licences and permits	-	-	-	-	-	-	-	-	-
Agency services	-	3 630	-	-	-	1 210	(1 210)	-100.0%	3 630
Transfers and subsidies	-	22 138	-	5 065	10 132	11 069	(937)	-8.5%	22 138
Other revenue	-	7 154	-	232	751	2 385	(1 634)	-68.5%	7 154
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>33 160</b>	-	<b>5 307</b>	<b>10 946</b>	<b>14 723</b>	<b>(3 777)</b>	<b>-25.7%</b>	<b>33 160</b>
<b>Expenditure By Type</b>									
Employee related costs	-	15 178	-	1 273	5 645	5 059	555	11.0%	15 178
Remuneration of Directors	-	850	-	2	183	283	(101)	-35.6%	850
Debt impairment	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	-	471	-	77	269	157	112	71.2%	471
Finance charges	-	2	-	5	5	1	4	880.5%	2
Bulk purchases	-	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	-	16 659	-	660	2 039	5 553	(3 514)	-63.3%	16 659
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	-	<b>33 160</b>	-	<b>2 018</b>	<b>8 110</b>	<b>11 053</b>	<b>(2 943)</b>	<b>-26.6%</b>	<b>33 160</b>
<b>Surplus/(Deficit)</b>									
Transfers and subsidies - capital (monetary allocations)	-	0	-	3 289	2 835	3 670	(834)	-22.7%	0
(National / Provincial and District)	-	-	-	-	-	-	-	-	-
(National / Provincial Departmental Agencies)	-	-	-	-	-	-	-	-41.2%	-
Households - Non-profit Institutions - Private Enterprises	-	962	-	7	189	321	(132)	-	962
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) before taxation</b>	-	<b>962</b>	-	<b>3 291</b>	<b>3 025</b>	<b>3 991</b>	<b>(966)</b>	<b>-24.2%</b>	<b>962</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>	-	<b>962</b>	-	<b>3 291</b>	<b>3 025</b>	<b>3 991</b>	<b>(966)</b>	<b>-</b>	<b>962</b>



## **REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – OCTOBER 2017**

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

Out of a total revenue budget of R33.1 million, BCMDA heavily relies on operational grant from the BCMM. This grant is 70% of this budget.

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.
- Other revenue is in relation to what has been recognised as revenue pertaining to the DEA unspent grant.

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

- The expenditure on employee related costs is currently at 37%, which is above the expected norm of 33.3%.
- The Board related expenditure is incurred minimally however the meetings are sitting as expected with a possible adjustment during the adjustments budget processes.
- The Agency has spent R 7 363 525 on operational expenditure from the operational grant received (net of VAT) from the City and its internally generated revenue. The expenditure at this point of the financial year is expected to be at 33.3 % and that has been achieved.
- The expenditure on Greenest Municipality Competition (GMC) grant for the month under review relates to the Occupational Health and Safety Training and the procurement of tools.

### **6.3. Monthly Budget Statement – Financial Position**

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

REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY  
BUDGET STATEMENT – OCTOBER 2017

**Table 4: F4: Monthly Budget Statement – Financial Position**

Buffalo City Metropolitan Development Agency - Table F4 Monthly Budget Statement - Financial Position - M04 October

Vote Description	2015/17	Current Year 2017/18			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	-	713	-	737	713
Call investment deposits	-	2 469	-	5 248	2 469
Consumer debtors	-	-	-	-	-
Other debtors	-	-	-	701	-
Current portion of long term receivables	-	-	-	-	-
Inventory	-	-	-	-	-
<b>Total current assets</b>	-	<b>3 183</b>	-	<b>6 686</b>	<b>3 183</b>
<b>Non current assets</b>					
Long-term receivables	-	-	-	-	-
Investments	-	-	-	-	-
Investment property	-	-	-	-	-
Property, plant and equipment	-	485	-	486	485
Agricultural	-	-	-	-	-
Biological	-	-	-	-	-
Intangible	-	628	-	1 469	628
Other non-current assets	-	-	-	-	-
<b>Total non current assets</b>	-	<b>1 113</b>	-	<b>1 954</b>	<b>1 113</b>
<b>TOTAL ASSETS</b>	-	<b>4 296</b>	-	<b>8 640</b>	<b>4 296</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	-	-	-	-	-
Borrowing	-	526	-	394	526
Consumer deposits	-	-	-	-	-
Trade and other payables	-	1 000	-	2 357	1 000
Provisions	-	992	-	-	992
<b>Total current liabilities</b>	-	<b>2 518</b>	-	<b>2 751</b>	<b>2 518</b>
<b>Non current liabilities</b>					
Borrowing	-	1 391	-	78	-
Provisions	-	-	-	-	-
<b>Total non current liabilities</b>	-	<b>1 391</b>	-	<b>78</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>	-	<b>3 909</b>	-	<b>2 829</b>	<b>2 518</b>
<b>NET ASSETS</b>	-	<b>387</b>	-	<b>5 810</b>	<b>1 778</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	-	387	-	5 810	387
Reserves	-	-	-	-	-
Share capital	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	-	<b>387</b>	-	<b>5 810</b>	<b>387</b>

## REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – OCTOBER 2017

### 6.3.1. Assets

- The Agency cash 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.
- Property, Plant and Equipment and Intangible Assets consist of carrying amounts of current assets and additions for the current month which are email services.

### 6.3.2. Liabilities

- Borrowings are as a result of operating lease rentals of both the office space and a multifunction Copier.
- Trade and Other payables relate to trade creditors, statutory 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

**REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY  
BUDGET STATEMENT – OCTOBER 2017**

**Buffalo City Metropolitan Development Agency - Table F5 Monthly Budget Statement - Cash Flows - M04 October**

Description	2016/17	Current Year 2017/18							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>									
<b>Receipts</b>									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-
Other revenue	-	10 764	-	11	73	-	73	#DIV/0!	-
Government - operating	-	23 100	-	5 775	11 550	11 550	-	-	23 100
Government - capital	-	-	-	-	-	-	-	-	-
Interest	-	238	-	12	83	79	3	4.3%	238
Dividends	-	-	-	-	-	-	-	-	-
<b>Payments</b>									
Suppliers and employees	-	(31 492)	-	(2 532)	(7 999)	(10 497)	2 499	-23.8%	(31 492)
Finance charges	-	(2)	-	-	-	(1)	-	100.0%	(2)
Dividends paid	-	-	-	-	-	-	-	-	-
Transfers and Grants	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	-	2 628	-	3 266	3 707	1 132	(2 423)	-214.1%	(8 155)
<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	-	(962)	-	(3)	(294)	(321)	27	-8.5%	(962)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	-	(962)	-	(3)	(294)	(321)	(27)	8.5%	(962)
<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	-	(526)	-	(52)	(200)	(175)	(25)	14.1%	(526)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	-	(526)	-	(52)	(200)	(175)	25	-14.1%	(526)
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	-	1 141	-	3 212	3 214	636	2 578	405.6%	(9 643)
Cash/cash equivalents at the year begin	-	-	-	-	2 771	-	2 771	#DIV/0!	-
Cash/cash equivalents at the year end	-	1 141	-	3 212	5 985	636	5 349	84.6%	(9 643)

An amount of cash inflow for the month of October amounted to R 5 797 811.21 with the cash outflow of R 2 586 031.62. Kindly refer to attached supporting schedules.

REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – OCTOBER 2017

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 - M04 October

Detail	NT Code	Current Year 2017/18														
		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	Bad Debts	>90 days				
<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 Debt Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised irregular or unlawful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	-	-	-	-	-	-	-	-	-	339	-	-	-	-	-
<b>Total By Income Source</b>	2000	-	-	-	-	-	-	-	-	-	339	-	-	-	-	-
<b>Debtors Age Analysis By Customer Group</b>	2100															
Organis of Sekt	2200	-	-	-	-	-	-	-	-	-	698	-	-	100	-	-
Commercial	2300	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Households	2400	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Group</b>	2600	-	-	-	-	-	-	-	-	-	698	-	-	701	-	-

The debtors are made up of amounts owed by the City for payments incurred by BCMDA on behalf of BCDA.

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 - M04 October

Detail	NT Code	Current Year 2017/18														
		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>R thousands</b>																
<b>Creditors Age Analysis By Customer Type</b>																
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
FAYE deductors	0300	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	29	-	3	-	-	-	-	-	-	-	-	-	-	-	32
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	0900	643	-	-	-	-	-	-	-	-	-	-	1 682	-	-	2 325
<b>Total By Customer Type</b>	2600	672	-	3	-	-	-	-	-	-	-	-	1 682	-	-	2 357

All creditors due are settled within 30 days from the date of receiving an invoice unless there are disputes. All invoices are date stamped on arrival in order to track the settlement date thereof. Correspondence file is maintained for all disputed invoices. For the period under review, there were no disputed invoices. These creditors are made up of trade creditors and a GMC unspent grant. The trade creditor which is beyond 30 days outstanding is a result of a supplier's inactive bank account and such a transfer keeps on reverting back to the Agency's bank account.

REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY  
BUDGET STATEMENT – OCTOBER 2017

**6.6. Capital Expenditure**

The table below is an overview of the capital expenditure incurred by the agency

:	:
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~	~
~	~
~	~
~	~

# REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – OCTOBER 2017

**Buffalo City Metropolitan Development Agency - Supporting Table F8a Entity capital expenditure on new assets by asset class - M04 October**

Description	2016/17	Current Year 2017/18							
	Actual Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Capital expenditure on new assets by Asset Class/Sub-class</b>									
<b>Infrastructure</b>									
Roads Infrastructure									
Roads									
Road Structures									
Road Furniture									
Capital Spares									
Storm water Infrastructure									
Drainage Collection									
Storm water Conveyance									
Attenuation									
Electrical Infrastructure									
Power Plants									
HV Substations									
HV Switching Station									
HV Transmission Conductors									
MV Substations									
MV Switching Stations									
MV Networks									
LV Networks									
Capital Spares									
Water Supply Infrastructure									
Dams and Weirs									
Boverholes									
Reservoirs									
Pump Stations									
Water Treatment Works									
Bulk Mains									
Distribution									
Distribution Points									
PRV Stations									
Capital Spares									
Sanitation Infrastructure									
Pump Station									
Reticulation									
Waste Water Treatment Works									
Outfall Sewers									
Toilet Facilities									
Capital Spares									
Solid Waste Infrastructure									
Landfill Sites									
Waste Transfer Stations									
Waste Processing Facilities									
Waste Drop-off Points									
Waste Separation Facilities									
Electricity Generation Facilities									
Capital Spares									
Rail Infrastructure									
Rail Lines									
Rail Structures									
Rail Furniture									
Drainage Collection									
Storm water Conveyance									
Attenuation									
MV Substations									
LV Networks									
Capital Spares									
Coastal Infrastructure									
Sand Pumps									
Piers									
Revetments									
Promenades									
Capital Spares									
Information and Communication Infrastructure									
Data Centres									
Core Layers									
Distribution Layers									
Capital Spares									
<b>Community Assets</b>									
Community Facilities									
Halls									
Centres									

**REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – OCTOBER 2017**

<b>Biological or Cultivated Assets</b>	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>	-	853	-	2	90	284	194	68.3%	853
Services	-	-	-	-	-	-	-	-	-
Licences and Rights:	-	853	-	2	90	284	154	68.3%	853
Water Rights	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	715	-	-	79	238	159	66.7%	715
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-
Unspecified	-	138	-	2	11	46	35	76.6%	138
<b>Computer Equipment</b>	-	99	-	-	99	99	0	0.3%	99
Computer Equipment	-	99	-	-	99	99	0	0.3%	99
<b>Furniture and Office Equipment</b>	-	10	-	-	-	3	3	100.0%	10
Furniture and Office Equipment	-	10	-	-	-	3	3	100.0%	10
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
<b>Libraries</b>	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on new assets</b>	-	962	-	2	189	387	198	51.2%	962

There were no capital expenditure items procured during this month, the only expenditure incurred is the recurring email services costs.

## 7. BCMDA Challenges

7.1. Output VAT which has to be paid to SARS upon receipt of the operational grant which subsequently reduces the funds available for expenditure of the Agency. This has now become a reality as budgeted items not fully spent on in 2016/2017 are not supported by available funds due to Output VAT of approximately R 2.2 million paid to SARS in 2016/2017.

7.2. BCMDA had appointed consultants in March 2017, to do the designs for the projects allocated to BCMDA as outlined in the strategic planning documents. This process is nearing its concluding stages and the outcomes will be presented to Council for endorsement. The confirmation and the transfer of the capital budget of R25 million for 2017/18 is therefore necessary as an advertisement for contractors will be published as soon as Council endorses the designs. The challenge is that BCMDA has not received written confirmation from its parent municipality of the capital budget and its location.



**REPORT TO THE CITY MANAGER TO CONSIDER AND NOTE BCMDA'S MONTHLY BUDGET STATEMENT – OCTOBER 2017**

7.3. As mentioned in preceding paragraphs, the non-payment of the amount due to BCMDA of R696 191. The invoice was issued in February 2017, followed by a meeting however there hasn't been a formal conclusion on how to close the matter.

**8. RECOMMENDATION**

8.1. It is recommended that the City Manager considers and notes the challenges of the agency.



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B NELANA

CHIEF EXECUTIVE OFFICER

DATE: 09/11/2017

E n t i t i e s

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Data submission enquiries:  
Elsabé Rossouw  
National Treasury  
Tel: (012) 315-5534

Electronic documents: [lgdocuments@treasury.gov.za](mailto:lgdocuments@treasury.gov.za)  
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Buffalo City Metropolitan Development Agency - Table F1 Monthly Budget Statement Summary - M04 October

Description	2016/17 Audited Outcome	Current Year 2017/18							
		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	-	238	-	9	64	50	0	7%	238
Transfers recognised - operational	-	22 136	-	5 066	10 132	11 069	(1)	-8%	22 136
Other own revenue	-	10 784	-	232	751	3 595	(3)	-79%	10 784
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>33 160</b>	-	<b>5 307</b>	<b>10 946</b>	<b>14 723</b>	<b>(3 777)</b>	<b>(0)</b>	<b>33 160</b>
Employee costs	-	15 178	-	1 273	5 615	5 059	555	0	15 178
Remuneration of Board Members	-	850	2	#REF!	183	263	(101)	(0)	850
Depreciation and asset impairment	-	471	-	77	265	157	112	0	471
Finance charges	-	2	-	5	5	1	4	0	2
Materials and bulk purchases	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	-	-	-	-	-	-
Other expenditure	-	16 659	(2)	#REF!	2 039	5 553	(3 514)	(0)	16 659
<b>Total Expenditure</b>	-	<b>33 160</b>	-	<b>#REF!</b>	<b>8 110</b>	<b>11 053</b>	<b>(2 943)</b>	<b>(0)</b>	<b>33 160</b>
<b>Surplus/(Deficit)</b>	-	<b>0</b>	-	<b>#REF!</b>	<b>2 836</b>	<b>3 670</b>	<b>(834)</b>	<b>(0)</b>	<b>0</b>
Transfers recognised - capital	-	-	-	-	-	-	-	-	-
Contributions & Contributed Assets	-	962	-	2	189	321	(132)	(0)	962
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	-	<b>962</b>	-	<b>#REF!</b>	<b>3 025</b>	<b>3 991</b>	<b>(966)</b>	<b>(0)</b>	<b>962</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	-	<b>962</b>	-	<b>#REF!</b>	<b>3 025</b>	<b>3 991</b>	<b>(966)</b>	<b>(0)</b>	<b>962</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	-	<b>962</b>	-	<b>2</b>	<b>189</b>	<b>387</b>	<b>(198)</b>	<b>(0)</b>	<b>962</b>
Transfers recognised - capital	-	962	-	2	189	321	(132)	(0)	962
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-
<b>Total sources of capital funds</b>	-	<b>962</b>	-	<b>2</b>	<b>189</b>	<b>321</b>	<b>(132)</b>	<b>(0)</b>	<b>962</b>
<b>Financial position</b>									
Total current assets	-	3 183	-	-	6 686	-	-	-	3 183
Total non current assets	-	1 113	-	-	1 954	-	-	-	1 113
Total current liabilities	-	2 518	-	-	2 751	-	-	-	2 518
Total non current liabilities	-	1 391	-	-	1 718	-	-	-	1 391
Community wealth/Equity	-	387	-	-	5 810	-	-	-	387
<b>Cash flows</b>									
Net cash from (used) operating	-	2 628	-	3 266	3 707	1 132	2 576	0	(8 155)
Net cash from (used) investing	-	(962)	-	(3)	(294)	(321)	27	(0)	(962)
Net cash from (used) financing	-	(526)	-	(52)	(200)	(175)	(25)	0	(526)
<b>Cash/cash equivalents at the year end</b>	-	<b>1 141</b>	-	<b>3 212</b>	<b>5 995</b>	<b>636</b>	<b>5 349</b>	<b>0</b>	<b>(9 643)</b>

Buffalo City Metropolitan Development Agency - Table F2 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	2016/17 Audited Outcome	Current Year 2017/18							Full Year Forecast
		Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<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	-	238	-	9	64	60	4	5.6%	238
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits	-	-	-	-	-	-	-	-	-
Licences and permits	-	-	-	-	-	-	-	-	-
Agency services	-	3 530	-	-	-	1 210	(1 210)	-100.0%	3 630
Transfers and subsidies	-	22 138	-	5 066	10 132	11 069	(937)	-8.5%	22 138
Other revenue	-	7 154	-	232	751	2 385	(1 634)	-68.5%	7 154
Gains on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>	-	<b>33 160</b>	-	<b>5 307</b>	<b>10 946</b>	<b>14 723</b>	<b>(3 777)</b>	<b>-25.7%</b>	<b>33 160</b>
<b>Expenditure By Type</b>									
Employee related costs	-	15 178	-	1 273	5 615	5 059	555	11.0%	15 178
Remuneration of Directors	-	850	-	2	183	283	(101)	-35.6%	850
Debt impairment	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	-	471	-	77	269	157	112	71.2%	471
Finance charges	-	2	-	5	5	1	4	880.5%	2
Bulk purchases	-	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-	-
Contracted services	-	-	-	-	-	-	-	-	-
Transfers and subsidies	-	-	-	-	-	-	-	-	-
Other expenditure	-	16 659	-	660	2 039	5 553	(3 514)	-63.3%	16 659
Loss on disposal of PPE	-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>	-	<b>33 160</b>	-	<b>2 018</b>	<b>8 110</b>	<b>11 053</b>	<b>(2 943)</b>	<b>-26.6%</b>	<b>33 160</b>
<b>Surplus/(Deficit)</b>									
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	0	-	3 289	2 836	3 670	(834)	-22.7%	0
Transfers and subsidies - capital (monetary allocations) (National / Provincial / Departmental Agencies / Households / Non-profit Institutions / Private Enterprises / Public Corporations)	-	962	-	2	189	321	(132)	-41.2%	962
Transfers and subsidies - capital (mixed - all)	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) before taxation</b>	-	<b>962</b>	-	<b>3 291</b>	<b>3 025</b>	<b>3 991</b>	<b>(966)</b>	<b>-24.2%</b>	<b>962</b>
Taxation	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>	-	<b>962</b>	-	<b>3 291</b>	<b>3 025</b>	<b>3 991</b>	<b>(966)</b>		<b>962</b>



Buffalo City Metropolitan Development Agency - Table F4 Monthly Budget Statement - Financial Position - M04 (

Vote Description	2016/17	Current Year 2017/18			
	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>					
<b>ASSETS</b>					
<b>Current assets</b>					
Cash	-	713	-	737	713
Call investment deposits	-	2 469	-	5 248	2 469
Consumer debtors	-	-	-	-	-
Other debtors	-	-	-	701	-
Current portion of long-term receivables	-	-	-	-	-
Inventory	-	-	-	-	-
<b>Total current assets</b>	-	<b>3 183</b>	-	<b>6 686</b>	<b>3 183</b>
<b>Non current assets</b>					
Long-term receivables	-	-	-	-	-
Investments	-	-	-	-	-
Investment property	-	-	-	-	-
Property, plant and equipment	-	485	-	486	485
Agricultural	-	-	-	-	-
Biological	-	-	-	-	-
Intangible	-	628	-	1 459	628
Other non-current assets	-	-	-	-	-
<b>Total non current assets</b>	-	<b>1 113</b>	-	<b>1 954</b>	<b>1 113</b>
<b>TOTAL ASSETS</b>	-	<b>4 296</b>	-	<b>8 640</b>	<b>4 296</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Bank overdraft	-	-	-	-	-
Borrowing	-	526	-	394	526
Consumer deposits	-	-	-	-	-
Trade and other payables	-	1 000	-	2 357	1 000
Provisions	-	992	-	-	992
<b>Total current liabilities</b>	-	<b>2 518</b>	-	<b>2 751</b>	<b>2 518</b>
<b>Non current liabilities</b>					
Borrowing	-	1 391	-	78	-
Provisions	-	-	-	-	-
<b>Total non current liabilities</b>	-	<b>1 391</b>	-	<b>78</b>	-
<b>TOTAL LIABILITIES</b>	-	<b>3 909</b>	-	<b>2 829</b>	<b>2 518</b>
<b>NET ASSETS</b>	-	<b>387</b>	-	<b>5 810</b>	<b>1 778</b>
<b>COMMUNITY WEALTH/EQUITY</b>					
Accumulated Surplus/(Deficit)	-	387	-	5 810	387
Reserves	-	-	-	-	-
Share capital	-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	-	<b>387</b>	-	<b>5 810</b>	<b>387</b>

Buffalo City Metropolitan Development Agency - Table F5 Monthly Budget Statement - Cash Flows - M04 October

Description	2016/17 Audited Outcome	Current Year 2017/18						YTD variance	YTD variance %	Full Year Forecast
		Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance			
R thousands										
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates	-	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-	-
Other revenue	-	10 784	-	11	73	-	73	#DIV/0!	-	-
Government - operating	-	23 100	-	5 775	11 550	11 550	-	-	-	23 100
Government - capital	-	-	-	-	-	-	-	-	-	-
Interest	-	238	-	12	83	79	3	4.3%	-	238
Dividends	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees	-	(31 492)	-	(2 532)	(7 999)	(10 497)	2 499	-23.8%	-	(31 492)
Finance charges	-	(2)	-	-	-	(1)	1	-100.0%	-	(2)
Dividends paid	-	-	-	-	-	-	-	-	-	-
Transfers and Grants	-	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>	-	<b>2 628</b>	-	<b>3 266</b>	<b>3 707</b>	<b>1 132</b>	<b>(2 423)</b>	<b>-214.1%</b>	-	<b>(8 155)</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	-	(962)	-	(3)	(294)	(321)	27	-8.5%	-	(962)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>	-	<b>(962)</b>	-	<b>(3)</b>	<b>(294)</b>	<b>(321)</b>	<b>(27)</b>	<b>8.5%</b>	-	<b>(962)</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	-	(526)	-	(52)	(200)	(175)	(25)	14.1%	-	(526)
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>	-	<b>(526)</b>	-	<b>(52)</b>	<b>(200)</b>	<b>(175)</b>	<b>25</b>	<b>-14.1%</b>	-	<b>(526)</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>	-	<b>1 141</b>	-	<b>3 212</b>	<b>3 214</b>	<b>636</b>	<b>2 578</b>	<b>405.6%</b>	-	<b>(9 643)</b>
Cash/cash equivalents at the year begin	-	-	-	-	2 771	-	2 771	#DIV/0!	-	-
Cash/cash equivalents at the year end	-	1 141	-	3 212	5 985	636	5 349	841.6%	-	(9 643)



Buffalo City Metropolitan Development Agency - Supporting Table F1 Entity Material variance explanation - M04 October

Description	Variance	Reasons for material deviations	Remedial or corrective steps / remarks
<b>R thousands</b>			
<u>Revenue items</u>			
Other revenue	(1 634)	The business plan for the waste management project has not yet been approved so the revenue is in relation to GMC expenditure transferred to revenue	
Agency services	(1 210)	The project is still ongoing and the revenue will be received during the year however the one relating to the DEA project might not all be realised into revenue this financial year as the business plan is not yet approved	
<u>Expenditure items</u>			
Total Expenditure	(2 943)	The non approval of the above mentioned business plan has a huge impact on under expenditure	Adjustment of the grant amount if the business plan is not yet approve during the adjustments budget period
Finance Charges	4	Interest levied by SARS due a transfer of VAT payment made during the weekend though it was the last day of the month	
Depreciation	112	The assets are being depreciated above what was expected during budget preparation	The depreciation will be adjusted for accordingly during the adjustments budget processes
<u>Capital Expenditure items</u>			
All Assets			
<u>Cash flow items</u>			
<u>Measurable performance</u>			
<b>Total variance</b>			

Buffalo City Metropolitan Development Agency - Supporting Table F2 Entity Financial and non-financial indicators - M04 October

Description of financial indicator	Basis of calculation	Ref	2016/17	Current Year 2017/18		
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual
<b>Borrowing Management</b>						
Borrowing to Asset Ratio	Total Long-term Borrowing/ Total Assets		0.0%	32.4%	0.0%	0.0%
Capital Charges to Operating Expenditure	Interest & Depreciation /Operating Expenditure		0.0%	1.4%	0.0%	1.4%
Borrowed funding of capital expenditure	Borrowing/ Capital expenditure excl transfers and grants and contributions		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%	1010.0%	0.0%	49.7%
Gearing	Long Term Borrowing/ Funds & Reserves					650.7%
<b>Liquidity</b>						
Current Ratio	Current assets/current liabilities		0.0%	126.4%	0.0%	243.0%
Current Ratio adjusted for debtors	Current assets/current liabilities less debtors > 90 days		0.0%	126.4%	0.0%	243.0%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.0%	125.4%	0.0%	217.5%
<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%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		0.0%	0.0%	0.0%	6.4%
Outstanding Debtors Reduction Due To Recovery	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		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))			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%
<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%
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		0.0%	45.8%	0.0%	51.3%
Repairs & Maintenance	R&M/ Total Revenue - capital revenue		0.0%	0.0%	0.0%	0.0%
Interest & Depreciation	I&D/ Total Revenue - capital revenue		0.0%	1.4%	0.0%	2.5%
<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%
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

- 1 Delete if not an electricity entity
- 2 Delete if not an water entity

Buffalo City Metropolitan Development Agency - Supporting Table F3 Entity Aged Debtors - M04 October

Detail	NT Code	Current Year 2017/18										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>														
Trade and Other Receivables from Exchange Transactions - Water	1													
Trade and Other Receivables from Exchange Transactions - Sewer	1A													
Receivables from Non-exchange Transactions - Property Parks	1,00													
Receivables from Exchange Transactions - Waste Water Management	1													
Receivables from Exchange Transactions - Waste Management	1													
Receivables from Exchange Transactions - Property Rental Debt	1, 1B													
Receivables from Exchange Transactions - Property Rental Debt	1, 1B													
Recoverable unauthorised regular water base and water supply														
Other														
<b>Total By Income Source</b>	<b>2000</b>													
<b>Debtors Age Analysis By Customer Group</b>														
Organ of State	100													
Commercial	2000													
Household	2000													
Other	2000													
<b>Total By Customer Group</b>	<b>2000</b>													

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 - M04 October

Detail	NT Code	Current Year 2017/18											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	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	29	-	-	3	-	-	-	-	-	-	-	-	-	32
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	0900	643	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>2600</b>	<b>672</b>	<b>-</b>	<b>3</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 682</b>	<b>-</b>	<b>2 325</b>

**Notes**

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











<b>Biological or Cultivated Assets</b>									
Biological or Cultivated Assets	-	-	-	-	-	-	-	-	-
<b>Intangible Assets</b>									
Intangible Assets	-	853	-	2	90	284	104	58.3%	853
Services	-	-	-	-	-	-	-	-	-
Licenses and Rights	-	853	-	2	90	284	104	68.3%	853
Water Rights	-	-	-	-	-	-	-	-	-
Effluent Licenses	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	715	-	-	79	238	159	66.7%	715
Load Settlement Software Applications	-	-	-	-	-	-	-	-	-
Unspecified	-	138	-	2	11	45	35	76.6%	138
<b>Computer Equipment</b>									
Computer Equipment	-	99	-	-	99	99	0	0.3%	99
<b>Furniture and Office Equipment</b>									
Furniture and Office Equipment	-	10	-	-	-	3	3	100.0%	10
<b>Machinery and Equipment</b>									
Machinery and Equipment	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>									
Transport Assets	-	-	-	-	-	-	-	-	-
<b>Libraries</b>									
Libraries	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>									
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure on new assets</b>									
Total Capital Expenditure on new assets	-	962	-	2	189	387	158	51.2%	962





<b>Intangible Assets</b>	-	-	-	-	-	-	-	-	-
Servitudes	-	-	-	-	-	-	-	-	-
Licences and Rights	-	-	-	-	-	-	-	-	-
Water Rights	-	-	-	-	-	-	-	-	-
Electric Licenses	-	-	-	-	-	-	-	-	-
Solid Waste Licenses	-	-	-	-	-	-	-	-	-
Computer Software and Applications	-	-	-	-	-	-	-	-	-
Local Settlement Software Applications	-	-	-	-	-	-	-	-	-
Unspecified	-	-	-	-	-	-	-	-	-
<b>Computer Equipment</b>	-	10	-	-	2	3	2	47.4%	10
Computer Equipment	-	10	-	-	2	3	2	47.4%	10
<b>Furniture and Office Equipment</b>	-	29	-	1	1	10	9	54.2%	29
Furniture and Office Equipment	-	29	-	1	1	10	9	54.2%	29
<b>Machinery and Equipment</b>	-	-	-	-	-	-	-	-	-
Machinery and Equipment	-	-	-	-	-	-	-	-	-
<b>Transport Assets</b>	-	-	-	-	-	-	-	-	-
Transport Assets	-	-	-	-	-	-	-	-	-
<b>Libraries</b>	-	-	-	-	-	-	-	-	-
Libraries	-	-	-	-	-	-	-	-	-
<b>Zoo's, Marine and Non-biological Animals</b>	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	-	-	-	-	-	-	-	-	-
<b>Total Repairs and Maintenance Expenditure</b>	-	39	-	1	2	13	11	82.3%	39



<u>Biological or Cultivated Assets</u>								
Biological or Cultivated Assets								
<u>Intangible Assets</u>								
Services:	307		58	208	102	(106)	-103.4%	337
Licenses and Rights:								
Water Rights	307		58	208	102	(106)	-103.4%	307
Effluent Licenses								
Solid Waste Licenses								
Computer Software and Applications:								
Load Settlement Software Applications	257		34	198	85	(113)	-131.6%	257
Unspecified	50		4	9	17	(2)	-42.9%	50
<u>Computer Equipment</u>								
Computer Equipment	148		17	55	48	(8)	-13.1%	148
<u>Furniture and Office Equipment</u>								
Furniture and Office Equipment	18		1	8	6	(8)	-3.4%	18
<u>Machinery and Equipment</u>								
Machinery and Equipment	18		1	5	6	(8)	-3.4%	18
<u>Transport Assets</u>								
Transport Assets								
<u>Libraries</u>								
Libraries								
<u>Zoo's, Marine and Non-Biological Animals</u>								
Zoo's, Marine and Non-Biological Animals								
Total Depreciation:	471		77	289	157	(112)	-71.2%	471



