EASTERN CAPE: BUFFALO CITY (BUF) STATEMENT OF CAPITAL AND OPERATING EXPENDITURE FOR THE 2ND QUARTER ENDED 31 DECEMBER 2021

Part1: Operating Revenue and Expenditure

	2021/22								2020/21		
	Budget	First 0	Quarter	Second	Quarter	Year	to Date	Second	Ī		
R thousands	Main appropriation	Actual Expenditure	1st Q as % of Main appropriation	Actual Expenditure	2nd Q as % of Main appropriation	Actual Expenditure	Total Expenditure as % of main appropriation	Actual Expenditure	Total Expenditure as % of main appropriation	Q2 of 2020/21 to Q2 of 2021/22	
Oti D											
Operating Revenue and Expenditure									==	(0.001)	
Operating Revenue	8 234 112	2 337 560	28.4%	2 199 459	26.7%	4 537 018	55.1%	2 264 657	57.4%		
Property rates	1 834 764	551 095	30.0%	397 317	21.7%	948 412	51.7%	369 253	51.3%	7.6%	
Service charges - electricity revenue	2 367 669	555 423	23.5%	523 997	22.1%	1 079 420	45.6%	522 275	41.6%	.3%	
Service charges - water revenue	795 708	281 879	35.4%	389 761	49.0%	671 639	84.4%	368 855	94.2%	5.7%	
Service charges - sanitation revenue	447 060	122 046	27.3%	114 293	25.6%	236 339	52.9%	103 850	56.3%	10.1%	
Service charges - refuse revenue	367 954	98 127	26.7%	95 408	25.9%	193 536	52.6%	87 041	54.4%		
Rental of facilities and equipment	20 959	4 772	22.8%	5 635	26.9%	10 407	49.7%	4 549	43.4%	23.9%	
Interest earned - external investments	36 490	8 031	22.0%	6 922	19.0%	14 953	41.0%	8 579	34.8%	(19.3%)	
Interest earned - outstanding debtors	109 696	32 746	29.9%	41 854	38.2%	74 600	68.0%	46 731	65.6%		
Dividends received	107 070	32 740	27.770	41 034	30.270	74 000	- 00.070	40731	03.070	(10.470)	
Fines, penalties and forfeits	21 407	2 708	12.7%	2 394	11.2%	5 102	23.8%	3 196	27.0%	(25.1%)	
Licences and permits	18 835	2 420	12.8%	3 711	19.7%	6 131	32.5%	4 017	36.5%	(7.6%)	
Agency services	43 070	2 635	6.1%	4 636	10.8%	7 271	16.9%	9 504	35.5%		
Transfers and subsidies	1 301 395	399 653	30.7%	361 944	27.8%	761 597	58.5%	500 925	74.8%		
Other revenue	869 105	275 958	31.8%	251 588	28.9%	527 546	60.7%	235 759	62.8%	6.7%	
Gains	-	65	-	-	-	65	-	122	-	(100.0%)	
Operating Expenditure	8 231 745	2 247 572	27.3%	2 182 002	26.5%	4 429 574	53.8%	1 912 645	51.6%	14.1%	
Employee related costs	2 536 210	599 685	23.6%	658 308	26.0%	1 257 993	49.6%	650 360	49.7%		
Remuneration of councillors	76 550	16 331	21.3%	15 761	20.6%	32 093	41.9%	16 040	43.9%	(1.7%)	
Debt impairment	871 973	217 993	25.0%	217 993	25.0%	435 987	50.0%	74 128	50.0%		
Depreciation and asset impairment	649 173	403 222	62.1%	403 663	62.2%	806 886	124.3%	338 066	77.4%		
Finance charges	59 936	5 607	9.4%	5 372	9.0%	10 979	18.3%	9 105	31.3%		
Bulk purchases	2 010 261	615 741	30.6%	404 038	20.1%	1 019 778	50.7%	343 166	48.3%	17.7%	
Other Materials	436 115	69 979	16.0%	106 298	24.4%	176 277	40.4%	81 962	39.1%		
Contracted services	901 377	117 901	13.1%	232 374	25.8%	350 275	38.9%	271 203	49.8%		
Transfers and subsidies Other expenditure	161 059 529 092	27 915 173 199	17.3% 32.7%	22 323 115 871	13.9% 21.9%	50 238 289 069	31.2% 54.6%	3 941 124 675	22.8% 51.7%		
Losses	529 092	173 199	32.176	115 8/1	21.976	289 009	34.0%	124 0/5	51.7%	(7.176)	
Surplus/(Deficit)	2 367	89 988		17 457		107 444		352 012			
Transfers and subsidies - capital (monetary allocations) (Nat / Prov and Di		11 131	1.5%	115 080	15.7%	126 211	17.2%	229 964	31.9%	(50.0%)	
Transfers and subsidies - capital (monetary allocations) (val / 110v and bill Transfers and subsidies - capital (monetary alloc)(Departm Agencies,HH,F	733 077	10 591	1.570	23 714	13.770	34 304	17.270	31 450	31.770	(24.6%)	
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) after capital transfers and contributions	736 066	111 710		156 250		267 960		613 426			
Taxation	-							-			
Surplus/(Deficit) after taxation	736 066	111 710		156 250		267 960		613 426			
Attributable to minorities	-	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit) attributable to municipality	736 066	111 710		156 250		267 960		613 426			
Share of surplus/ (deficit) of associate			-		-	-	-		-	-	
Surplus/(Deficit) for the year	736 066	111 710		156 250		267 960		613 426			

Part 2: Capital Revenue and Expenditure

				202						
	Budget	First (Quarter	Second	Quarter	Year	to Date	Second		
R thousands	Main appropriation	Actual Expenditure	1st Q as % of Main appropriation	Actual Expenditure	2nd Q as % of Main appropriation	Actual Expenditure	Total Expenditure as % of main appropriation	Actual Expenditure	Total Expenditure as % of main appropriation	Q2 of 2020/21 to Q2 of 2021/22
Capital Revenue and Expenditure										
	4 000 500	40/ 400	F 00/	202 222	04.70/	400 077	07.404	400 400	24 70/	(7.40/)
Source of Finance	1 803 592	106 139	5.9%	392 239	21.7%	498 377	27.6%	422 189	31.7%	(7.1%)
National Government	732 499	36 447	5.0%	138 726	18.9%	175 173	23.9%	229 639	35.9%	(39.6%)
Provincial Government	-	-	-		-	-	-	-	-	
District Municipality	-	-	-		-	-	-		-	-
Transfers and subsidies - capital (monetary alloc)(Departm Agencies, HI	-	3		179	-	182	-	(153)	-	(217.4%)
Transfers recognised - capital	732 499	36 450	5.0%	138 905	19.0%	175 355	23.9%	229 486	35.9%	(39.5%)
Borrowing	369 714	-		2 764	.7%	2 764	.7%	1 344	.6%	105.7%
Internally generated funds	701 379	69 689	9.9%	250 569	35.7%	320 258	45.7%	191 359	37.8%	30.9%
	-	-	-	-	-	-	-	-	-	-
Capital Expenditure Functional	1 803 592	106 139	5.9%	392 239	21.7%	498 377	27.6%	422 152	31.7%	(7.1%)
Municipal governance and administration	328 367	20 832	6.3%	84 510	25.7%	105 343	32.1%	56 266	42.0%	50.2%
Executive and Council	10 930	59	.5%	4 251	38.9%	4 309	39.4%	3 951	23.2%	7.6%
Finance and administration	317 437	20 774	6.5%	80 260	25.3%	101 033	31.8%	52 315	44.9%	53.4%
Internal audit	-	-	-		-	-	-	-	-	-
Community and Public Safety	343 900	31 794	9.2%	50 547	14.7%	82 341	23.9%	118 149	40.0%	(57.2%
Community and Social Services	14 800	5 728	38.7%	4 693	31.7%	10 422	70.4%	3 494	41.4%	34.3%
Sport And Recreation	10 900	6 098	55.9%	10 950	100.5%	17 049	156.4%	3 217	21.3%	240.4%
Public Safety	20 700	87	.4%	2 091	10.1%	2 178	10.5%	11 835	59.8%	(82.3%)
Housing	292 385	18 721	6.4%	32 616	11.2%	51 337	17.6%	99 440	39.7%	(67.2%
Health	5 115	1 160	22.7%	197	3.8%	1 356	26.5%	163	48.2%	20.9%
Economic and Environmental Services	421 608	16 467	3.9%	162 084	38.4%	178 552	42.4%	113 769	27.1%	42.5%
Planning and Development	83 318	3 790	4.5%	16 816	20.2%	20 606	24.7%	29 731	32.8%	(43.4%
Road Transport	338 290	12 677	3.7%	145 269	42.9%	157 946	46.7%	84 038	24.9%	72.9%
Environmental Protection	-	-	-		-	-	-	-	-	-
Trading Services	587 217	29 045	4.9%	68 271	11.6%	97 316	16.6%	96 231	22.1%	(29.1%
Energy sources	123 420	24 480	19.8%	31 412	25.5%	55 892	45.3%	31 693	32.1%	(.9%
Water Management	121 543	3 188	2.6%	24 630	20.3%	27 818	22.9%	20 361	25.9%	21.09
Waste Water Management	324 406	445	.1%	12 229	3.8%	12 673	3.9%	32 792	12.3%	(62.7%
Waste Management	17 847	933	5.2%	-	-	933	5.2%	11 385	75.0%	(100.0%
Other	122 500	7 999	6.5%	26 826	21.9%	34 825	28.4%	37 737	67.2%	(28.9%

Part 3: Cash Receipts and Payments

		2021/22								
	Budget	Budget First Quarter			Quarter	Year	to Date	Second	Second Quarter	
R thousands	Main appropriation	Actual Expenditure	1st Q as % of Main appropriation	Actual Expenditure	2nd Q as % of Main appropriation	Actual Expenditure	Total Expenditure as % of main appropriation	Actual Expenditure	Total Expenditure as % of main appropriation	Q2 of 2020/21 to Q2 of 2021/22
							-11		-11 -1	
Cash Flow from Operating Activities										(0.4.40.1)
Receipts	8 130 067	2 871 712	35.3%	2 370 402	29.2%	5 242 114	64.5%	3 015 894	75.2%	(21.4%)
Property rates	1 577 897	362 087	22.9%	341 589	21.6%	703 676	44.6%	300 510	43.7%	13.7%
Service charges	3 421 416	744 486	21.8%	733 346	21.4%	1 477 832	43.2%	903 653	49.5%	(18.8%)
Other revenue	1 059 170	944 585	89.2%	959 838	90.6%	1 904 423	179.8%	804 977	254.0%	19.2%
Transfers and Subsidies - Operational	1 301 395	617 286	47.4%	128 500	9.9%	745 786	57.3%	817 084	67.2%	(84.3%)
Transfers and Subsidies - Capital	733 699	195 333	26.6%	200 371	27.3%	395 704	53.9%	189 670	48.5%	
Interest	36 490	7 935	21.7%	6 758	18.5%	14 693	40.3%	-	-	(100.0%)
Dividends	-	-	-	-	-	-	-	-	-	-
Payments	(6 710 599)	(1 848 607)	27.5%	(1 704 962)	25.4%	(3 553 570)		(1 574 451)		
Suppliers and employees	(6 489 604)	(1 812 516)	27.9%	(1 679 647)	25.9%	(3 492 163)	53.8%	(1 561 240)	52.4%	
Finance charges	(59 936)	(8 177)	13.6%	(2 993)	5.0%	(11 169)	18.6%	(9 270)	31.7%	
Transfers and grants	(161 059)	(27 915)	17.3%	(22 323)	13.9%	(50 238)		(3 941)	22.8%	
Net Cash from/(used) Operating Activities	1 419 468	1 023 105	72.1%	665 440	46.9%	1 688 544	119.0%	1 441 443	168.9%	(53.8%)
Cash Flow from Investing Activities										
Receipts		65				65		122		(100.0%)
Proceeds on disposal of PPE		65	_		_	65	_	122	-	(100.0%)
Decrease (Increase) in non-current debtors (not used)						-			-	-
Decrease (increase) in non-current receivables	-	-	-		-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-
Payments	(1 803 592)	(106 139)	5.9%	(392 239)	21.7%	(498 377)	27.6%	(422 189)	31.7%	(7.1%)

Capital assets	(1 803 592)	(106 139)	5.9%	(392 239)	21.7%	(498 377)	27.6%	(422 189)	31.7%	(7.1%)
Net Cash from/(used) Investing Activities	(1 803 592)	(106 074)	5.9%	(392 239)	21.7%	(498 312)	27.6%	(422 066)	31.7%	(7.1%)
Cash Flow from Financing Activities										
Receipts	357 105	(5 902)	(1.7%)	2 921	.8%	(2 982)	(.8%)	4 646	2.7%	(37.1%)
Short term loans	337 103	(3 702)	(1.770)	2 721	.070	(2 702)	(.070)	4 040	2.170	(37.170)
Borrowing long term/refinancing	369 714				-	-				
Increase (decrease) in consumer deposits	(12 609)		46.8%	2 921	(23.2%)	(2 982)	23.6%	4 646	(55.2%)	(37.1%)
Payments	(50 892)	(11 334)	22.3%	(10 672)	21.0%	(22 006)	43.2%	(31 226)	57.4%	(65.8%)
Repayment of borrowing	(50 892)	(11 334)	22.3%	(10 672)	21.0%	(22 006)	43.2%	(31 226)	57.4%	(65.8%)
Net Cash from/(used) Financing Activities	306 213	(17 236)	(5.6%)	(7 752)	(2.5%)	(24 988)	(8.2%)	(26 580)	(15.3%)	(70.8%)
Net Increase/(Decrease) in cash held	(77 910)	899 795	(1 154.9%)	265 449	(340.7%)	1 165 244	(1 495.6%)	992 797	4 487.7%	(73.3%)
Cash/cash equivalents at the year begin:	1 549 607	1 144 739	73.9%	2 045 202	132.0%	1 144 739	73.9%	2 429 900	(25.8%)	(15.8%)
Cash/cash equivalents at the year end:	1 471 697	2 045 202	139.0%	2 310 651	157.0%	2 310 651	157.0%	3 423 742	(65.4%)	(32.5%)

Part 4: Debtor Age Analysis

	0 - 30	Days	31 - 60 Days		61 - 90 Days		Over 90 Days		Total		Actual Bad Deb Deb	its Written Off to	Impairment -B Council	
R thousands	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	258 532	16.5%	103 895	6.6%	85 392	5.5%	1 116 441	71.4%	1 564 260	32.9%	-	-	59 341	3.8%
Trade and Other Receivables from Exchange Transactions - Electricity	150 892	34.6%	26 634	6.1%	21 438	4.9%	237 093	54.4%	436 057	9.2%	-	-	172 575	39.6%
Receivables from Non-exchange Transactions - Property Rates	192 007	18.0%	85 297	8.0%	37 681	3.5%	750 668	70.4%	1 065 653	22.4%	-	-	134 107	12.6%
Receivables from Exchange Transactions - Waste Water Management	51 568	14.8%	15 063	4.3%	15 842	4.6%	265 550	76.3%	348 024	7.3%	-	-	33 530	9.6%
Receivables from Exchange Transactions - Waste Management	48 083	10.5%	15 257	3.3%	15 855	3.5%	379 410	82.7%	458 605	9.6%	-	-	27 597	6.0%
Receivables from Exchange Transactions - Property Rental Debtors	-	-	-	-	-	-	30	100.0%	30	-	-	-	-	-
Interest on Arrear Debtor Accounts	32 246	6.4%	11 682	2.3%	11 142	2.2%	449 182	89.1%	504 252	10.6%	-	-	-	-
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	23 646	6.3%	10 541	2.8%	12 350	3.3%	330 370	87.7%	376 907	7.9%	-	-	8 837	2.3%
Total By Income Source	756 974	15.9%	268 371	5.6%	199 700	4.2%	3 528 744	74.2%	4 753 788	100.0%	-	-	435 987	9.2%
Debtors Age Analysis By Customer Group														
Organs of State	32 365	25.2%	40 680	31.7%	6 232	4.9%	49 036	38.2%	128 313	2.7%	-	-	-	-
Commercial	286 736	19.9%	67 225	4.7%	51 836	3.6%	1 038 653	71.9%	1 444 450	30.4%	-	-	-	
Households	437 873	13.8%	160 466	5.0%	141 633	4.5%	2 441 055	76.7%	3 181 026	66.9%	-	-	435 987	13.7%
Other	-	-	-	-	-	-		-	-		-	-	-	-
Total By Customer Group	756 974	15.9%	268 371	5.6%	199 700	4.2%	3 528 744	74.2%	4 753 788	100.0%	-	-	435 987	9.2%

Part 5: Creditor Age Analysis

	0 - 30 Days		31 - 60 Days		61 - 90 Days		Over 90 Days		Total	
R thousands	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
Creditor Age Analysis										
Bulk Electricity	143 465	100.0%		-	-	-	-	-	143 465	21.8%
Bulk Water	21 805	100.0%	-	-		-	-	-	21 805	3.3%
PAYE deductions	36 711	100.0%		-	-	-	-	-	36 711	5.6%
VAT (output less input)	-	-	-	-		-	-	-	-	-
Pensions / Retirement	33 939	100.0%	-	-	-	-	-	-	33 939	5.1%
Loan repayments	13 665	100.0%	-	-	-	-	-	-	13 665	2.1%
Trade Creditors	18 557	100.0%	-	-	-		-	-	18 557	2.8%
Auditor-General	4 317	100.0%	-	-	-		-	-	4 317	.7%
Other	386 990	100.0%	-	-	-	-	-	-	386 990	58.7%
Total	659 450	100.0%		-	-	-	-	-	659 450	100.0%

Contact Details

Municipal Manager	Mr Andile Sihlahla	043 705 1046
Financial Manager	Mr Ntsikelelo Sigcau	043 705 3329

Source Local Government Database

^{1.} All figures in this report are unaudited.