



**baviaans**  
PARTICIPATION FOR DEVELOPMENT

umasipala  
local municipality  
plaaslike munisipaliteit

**BAVIAANS LOCAL MUNICIPALITY**

**SECTION 71 AND 52(d) REPORT**

**FOR THE MONTH ENDING 31 MARCH 2016**

# Annexure A

## SUMMARY OF OVERALL FINANCIAL PERFORMANCE

### 1. BUDGET PERFORMANCE – SUMMARY

#### 1.1 OPERATING BUDGET PERFORMANCE

Table 1: Operating Budget performance for the period ending 31 March 2016

EC107 Baviaans - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

Description	Ref	Budget Year 2014/15						
		Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands								
Total Revenue (excluding capital transfers and contributions)		58 775	12 598	53 263	44 081	9 182	21%	58 775
Total Expenditure		78 033	4 024	52 018	58 525	(6 507)	-11%	78 033
Surplus/ (Deficit) for the year		14 793	8 575	1 245	11 095			14 793

#### Explanation and reason for variances:

Revenue was R 53.3 million (21%) more than anticipated as at 31 March 2016, with total revenue of R 12.6 million being recorded for February 2016.

The last Equitable Share tranche was receivable in March 2016 and resulted in the revenue reflecting as higher than anticipated.

In addition the INEP grant was also received. As the grant will be used to make improvements on the ESKOM assets and not our own, it reflects as an operating grant and not a capital grant.

The details of the individual revenue items are discussed in more detail under paragraph 2.3

Expenditure was R 6.5 million (11%) less than anticipated for the year to date, with expenditure of R 4 million being incurred during March 2016.

The following contributing factors should be taken into consideration:

- Depreciation was calculated for only 6 months up to December 2015

The details of the individual expenditure items are discussed in more detail under paragraph 2.2

## 1.2 CAPITAL BUDGET PERFORMANCE

**Table 2: Capital Budget performance for the period ending 31 March 2016**

EC107 Baviaans - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - A - M09 March

Vote Description R thousand	Budget Year 2014/15						
	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Total Capital Expenditure	31 449 900	4 551 816	28 619 467	23 587 425	5 032	0	31 449 900

### Explanation and reason for variance:

Capital expenditure for the year to date was R 28.6 million and it was R 5 million more than anticipated. The expenditure for March 2016 amounted to R 4.55 million.

The following projects were spent on during March 2016:

Sum of Amount		
Row Labels	March 2016	Year to date
IT infrastructure Upgrade	974	193 951
MIG - LED projects		255 900
Replacement of old water meters	313 188	1 592 981
Rietbron High mast Light		124 926
Steytlerville water	3 196 520	20 801 786
Streets and storm water	829 259	3 087 349
Upgrading of Sport fields		632 762
Waste water treatment	211 875	1 929 812
<b>Grand Total</b>	<b>4 551 815</b>	<b>28 619 467</b>

# CAPITAL EXPENDITURE MONTHLY TREND: ACTUAL VS TARGET

