



baviaans
PARTICIPATION FOR DEVELOPMENT

umasipala
local municipality
plaaslike munisipaliteit

BAVIAANS LOCAL MUNICIPALITY

SECTION 71 REPORT

FOR THE MONTH ENDING 29 FEBRUARY 2016

SUMMARY OF OVERALL FINANCIAL PERFORMANCE

1. BUDGET PERFORMANCE – SUMMARY

1.1 OPERATING BUDGET PERFORMANCE

Table 1: Operating Budget performance for the period ending 29 February 2016

EC107 Baviaans - Table C2 Monthly Budget Statement - Financial Performance (standard classification) –
M08 FEBRUARY

Description	Budget Year 2014/15						
	Original Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands							
Total Revenue - Standard	92 825	2 643	40 665	54 148	(13 483)	-25%	92 825
Total Expenditure - Standard	78 032	4 285	47 994	45 519	2 476	5%	78 032
Surplus/ (Deficit) for the year	14 793	(1 642)	(7 329)	8 629	(15 959)	-185%	14 793

Explanation and reason for variances:

Revenue was R 13.5 million (25%) less than anticipated as at 29 February 2016, with total revenue of R 2.643 million being recorded for February 2016.

The last Equitable Share tranche is receivable in March 2016 and should stabilise the year to date figures.

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

Expenditure was R 2.476 million (5%) more than anticipated for the year to date, with expenditure of R 4.3 million being incurred during February 2016.

The following contributing factors should be taken into consideration:

- Annual bonuses were paid in November 2015
- Depreciation was calculated for 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 29 February 2016

	Total Budget	YTD Budget	YTD Actual	Variance YTD budget	% Variance YTD budget	% Variance Total budget
Total	31 450 420	20 966 947	24 067 650	3 100 703	15	23

Explanation and reason for variance:

Capital expenditure for the year to date was R 24.1 million and it was R 3.1 million more than anticipated. The expenditure for February 2016 amounted to R 2.787 million.

The following projects were spent on during January 2016:

Row Labels	Month 8	Grand Total
IT infrastructure Up		192 977
MIG - LED projects	7 872	255 900
Replacement of old water meters	205 393	1 279 792
Rietbron High mast Light		124 926
Steytlerville bulk water	1 861 016	17 605 266
Streets and stormwater	439 606	2 258 090
Upgrading of Sport fields	273 092	632 762
Waste water treatment works		1 717 937
Grand Total	2 786 979	24 067 651

CAPITAL EXPENDITURE MONTHLY TREND: ACTUAL VS TARGET

