



baviaans
PARTICIPATION FOR DEVELOPMENT

umasipala
local municipality
plaaslike munisipaliteit

BAVIAANS LOCAL MUNICIPALITY

SECTION 71REPORT

FOR THE MONTH ENDING 31 JANUARY 2016

SUMMARY OF OVERALL FINANCIAL PERFORMANCE

1. BUDGET PERFORMANCE – SUMMARY

1.1 OPERATING BUDGET PERFORMANCE

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

	Original Budget	Monthly actual	Year to date actual	Year to date budget	YTD variance	YTD variance
Total Revenue (excluding capital transfers and contributions)	58 775 000	2 014 830	38 021 776	34 285 417	3 736 360	11%
Total Expenditure	78 033 000	4 479 186	43 709 227	45 519 250	-1 810 023	-4%
Surplus/(Deficit)	-19 258 000	-2 464 356	-5 687 451	-11 233 833	5 546 383	-49%
Transfers recognised - capital	34 051 000			19 863 083	-19 863 083	-100%
Surplus/ (Deficit) for the year	14 793 000	-2 464 356	-5 687 451	8 629 250		

Explanation and reason for variances:

Revenue was R 3.736 million (11%) less than anticipated as at 31 January 2016, with total revenue of R 2.015 million being recorded for January 2016. The grants received during July and November 2015 and annual rates levied during July 2015 boosted the year to date figures. The last Equitable Share tranche is receivable in March 2016.

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

Expenditure was R 1.810 million (4%) less than anticipated for the year to date, with expenditure of R4.5 million being incurred during January 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 31JANUARY 2016

Department	Total Budget	YTD Budget	YTD Actual	Variance YTD budget	% Variance YTD budget	% Variance Total budget
Total Capital Funding	31 450 420	18 346 078	21 473 649	-3 127 571	(17)	32

Explanation and reason for variance:

Capital expenditure for the year to date 31January 2016 was R21.5 million and it was R 2.128 million more than anticipated. The expenditure for January 2016 amounted to R 3.6 million.

The following projects were spent on during January 2016:

Sum of Amount	January 2016	Grand Total
IT infrastructure upgrade	192 977.46	192 977.46
MIG LED Refuse project		248 028.00
Replacement of old water meters	122 434.34	1 074 399.51
Rietbron Highmast Light	45 867.77	124 926.46
Steytlerville water	3 265 450.38	15 744 249.81
Streets and stormwater		1 818 483.50
Upgrading of Sport fields		359 669.91
Waste water treatment works		1 717 937.10
Grand Total	3 626 729.95	21 280 671.75