

Statement of Comparison of Budget and Actual Amounts
(Budget prepared on a Cash Basis)

	Approved Budget	Adjustments	Final Budget	Actual amounts on comparable basis	Difference between final budget and actual	Explanation of variances
	R	R	R	R	R	
Statement of Financial Performance						
Revenue						
Revenue from exchange transactions						
Service charges	22 666 000	334 000	23 000 000	26 054 198	3 054 198	The municipality had commenced with the data cleansing audit which has enabled billing of more accounts on actual meter readings and billing of customers that were not on our data base.
Rental of facilities and equipment	200 000	40 000	240 000	273 789	33 789	Due to the service charges increase, the outstanding debt balances increased resulting in an increase in interest raised. The municipality must strengthen its implementation of the Debt Collection policy
Interest received (trading)	2 423 000	477 000	2 900 000	3 552 834	652 834	
Recoveries		0		43 497	43 497	Telephone cost recoveries
Sundry Revenue	2 095 000	(1 735 000)	360 000	594 169	234 169	More tender documents were sold during the financial year.
Gain on disposal of property, plant and equipment	0	0	0	8 708	8 708	
Gain on disposal of investment property		2 210 000	2 210 000	2 146 534	(63 466)	Under budget
Interest received - investment	800 000	2 824 000	3 624 000	4 182 193	558 193	Prudent investment of unspent grants.
Total revenue from exchange transactions	28 184 000	4 150 000	32 334 000	36 855 922	4 521 922	
Revenue from non-exchange transactions						
Taxation revenue						
Government grants & subsidies	224 639 000	(89 691 000)	134 948 000	222 877 430	87 929 430	Grants to fund capital expenditure and community assets were not budgeted for.
Public contributions and donations	-		-	2 000	2 000	Undudged donation from Sivet SA.
Total revenue from non-exchange transactions	224 639 000	(89 691 000)	134 948 000	222 879 430	87 931 430	
Total revenue	252 823 000	(85 541 000)	167 282 000	259 735 352	92 453 352	
Expenditure						
Personnel	78 897 000	1 522 000	80 419 000	80 727 101	(308 101)	Budget understated. The municipality anticipated an increase in the Councillor Upper Limits, the Cogta MEC did not approve the implementation of the Upper Limits.
Remuneration of councillors	5 174 000	0	5 174 000	4 717 430	456 570	
Depreciation and amortisation	26 367 000	(969 000)	25 398 000	29 622 257	(4 224 257)	Budget understated.
Finance costs	762 000	2 000	764 000	936 618	(172 618)	Budget under provision
Debt impairment and provisions	5 820 000	0	5 820 000	10 802 554	(4 982 554)	Budget understated.
Repairs and maintenance	4 167 801	0	4 167 801	4 032 740	135 061	Certain savings were achieved.
Bulk purchases	20 000 000	0	20 000 000	13 942 643	6 057 357	Budget over provision for bulk services
Contracted Services	10 350 000	3 013 000	13 363 000	19 593 516	(6 230 516)	Mainly due to budget under provisions for water tanker services
Other Expenses	20 631 199	6 477 000	27 108 199	53 346 056	(26 237 857)	It was not possible to budget for expenditure on community assets.
Total expenditure	172 169 000	10 045 000	182 214 000	217 720 915	(35 506 915)	
Operating surplus (deficit)	80 654 000	(95 586 000)	(14 932 000)	42 014 437	56 946 437	
Loss on disposal of assets				0	0	
Contributions to capital	(91 041 000)	91 041 000	0	0	0	
Actual Amount on Comparable Basis as Presented in the Budget and Actual Comparative Statement	(10 387 000)	(4 545 000)	(14 932 000)	42 014 437	56 946 437	