

# LAINGSBURG MUNICIPALITY



**MONTHLY BUDGET STATEMENTS FOR THE MONTH ENDING  
JULY 2020**

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## 1. Mayors Report

The monthly budget statement for July 2020 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The July 2020 Monthly budget statement is the first report for the 2020/21 financial year.

## 2. Executive Summary

Section 71 of the MFMA states that the Accounting Officer of a Municipality must by no later than 10 working days after the end of each month submit to the Mayor of the Municipality and the relevant Provincial Treasury a statement in the prescribed format on the state of the Municipality's budget.

This report presents the current state of the budget implementation and reasons for variances and possible action to be taken. Section 54 of the MFMA states that the Mayor of the Municipality must consider and check whether the approved budget is implemented in accordance with the Service Delivery and Budget Implementation Plan (SDBIP), and consider revisions.

The Table below illustrates an overview of the Budget implementation of Laingsburg Municipality for the month ended July 2020.

<b>Operating Budget</b>				
<b>R thousands</b>	<b>Original Budget</b>	<b>Adjusted Budget</b>	<b>YTD Actual</b>	<b>YTD %</b>
<b>Total Revenue (Incl. Capital transfers and contributions)</b>	120 208 516	120 208 516	14 813 534	<b>12.32</b>
<b>Total Expenditure</b>	115 549 488	115 549 488	3 769 335	3.26
<b>Surplus (Deficit) (Incl Capital transfers)</b>	<b>4 659 028</b>	<b>4 659 028</b>	<b>11 044 199</b>	<b>237.05</b>

<b>Capital Budget</b>				
<b>R thousands</b>	<b>Original Budget</b>	<b>Adjusted Budget</b>	<b>YTD Actual</b>	<b>YTD %</b>
<b>Total Capital expenditure</b>	10 005 550	10 005 550	21 590	<b>0.22</b>
<b>Sources of Finance</b>				
<i>National Government - MIG</i>	6 278 550	6 278 550	-	-
<i>Provincial Government - SMME Booster Funds</i>	1 110 000	1 110 000	-	-
<i>Provincial Government - Cultural Affairs and Sport</i>	717 000	717 000	-	-
<i>Provincial Government - Municipal Drought Relief</i>	1 900 000	1 900 000	21 590	<b>1.14</b>

## Operating Revenue

The Municipality have generated 12.32% or R 14,814 million of the Budgeted Revenue to date which is higher than the budgeted amount. Year-to-date operating revenue is 47,88% higher than the year-to-date budget. The projected budgeted revenue for the full financial year amounts to R 120,209 million. The actual revenue as at the end of July 2020 is thus R 4,796 million above the budget. The reason for this is the raising of the annual property rates that is levied in full during July and payable over the rest of the financial year. This amount includes the operational grants to date.

## Operating Expenditure

Operating expenditure of R 3,040 million for the period up to July 2020 does not include part of the annual calculation for provisions. The total amount for the year-to-date portion of provisions is R6,458 million. That will bring the total expenditure effectively at R 9,499 million to date. The expenditure to date is in line with the budget year-to-date amount and stands on 8,22%.

## Capital Expenditure

Year-to-date capital expenditure is lower than the year-to-date budget and stands on 0,22%.

The projected year-to-date capital expenditure amounted to R 0,834 million and the actual expenditure as at the end of July 2020 amounted to R 0,022 million.

## Cash Flow

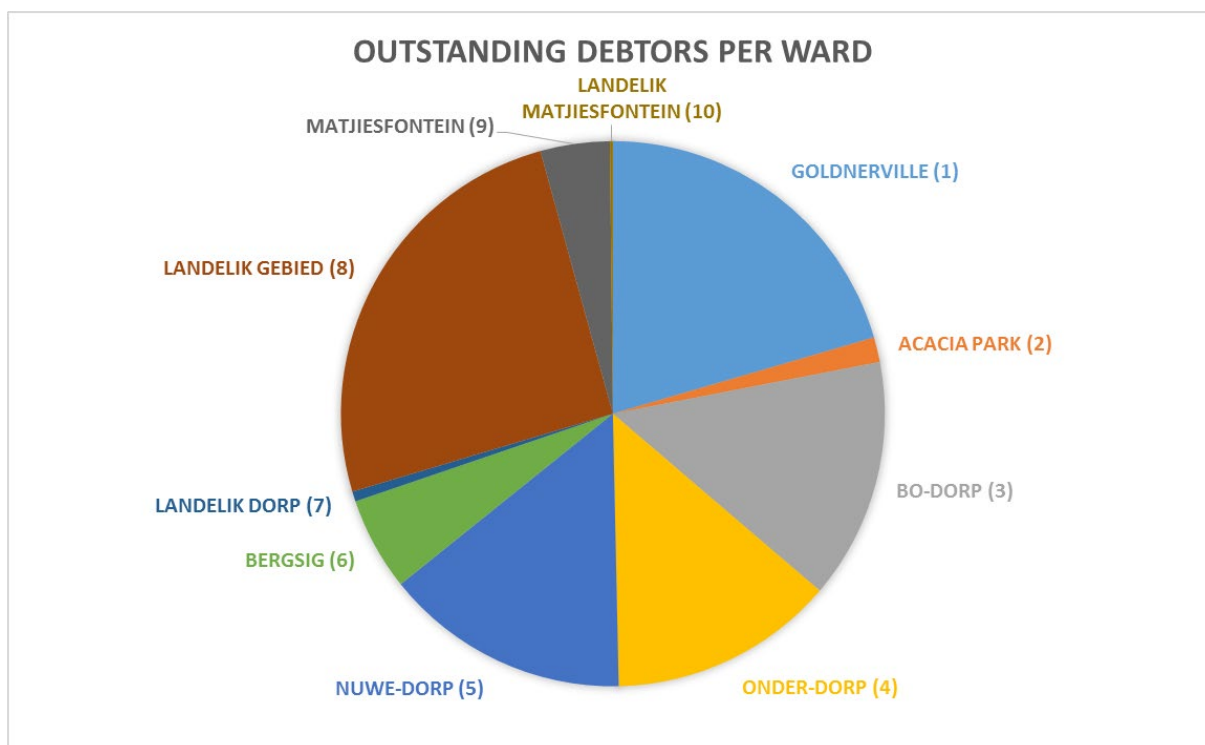
The Municipality started off with a cash flow balance of R 12,154 million at the beginning of the year after corrections and increased with R 6,227. The closing balance for the month ended July 2020 is R18,381 million. The Municipal Cash flow is mainly from Operating Activities and Grants as no Borrowing or Investments are budgeted for the 2019/2020 financial year. The equitable share for the first quarter was received during the month.

During the budget process assumptions were made that the payment ratio for all debtors will be at 95%. Currently the ratio is 83.58% and way below the target. That means that the inflow of cash is much lower as the assumptions.

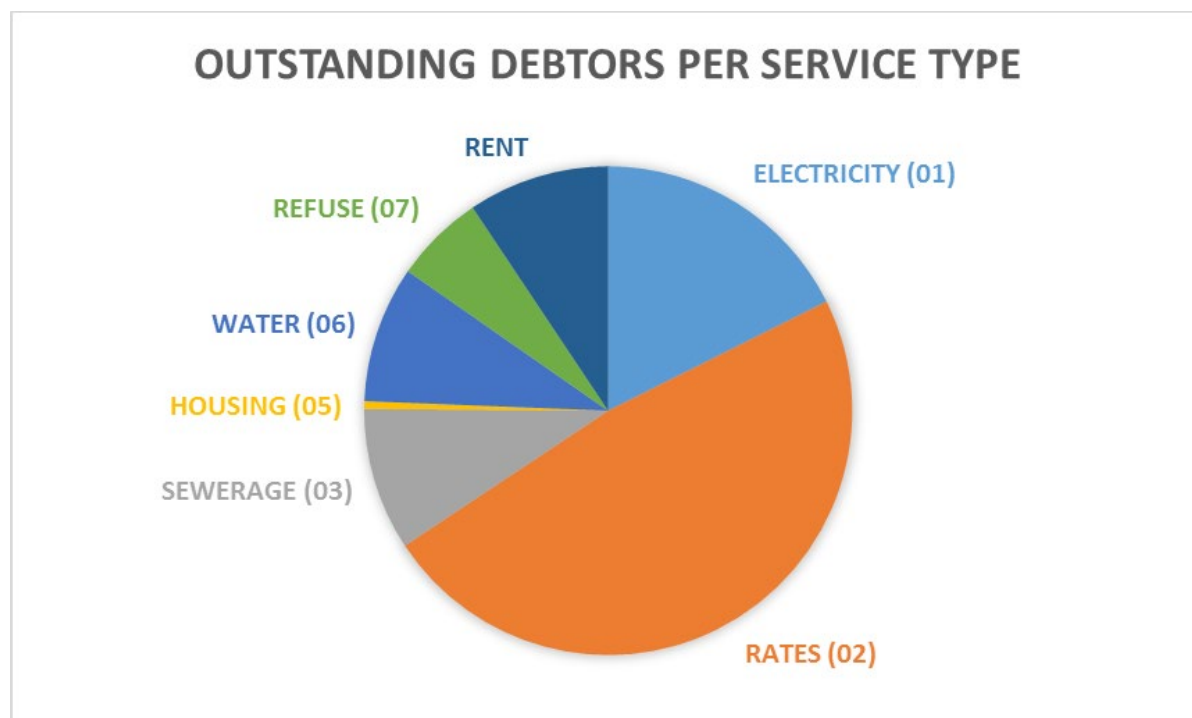
## Debtors

The Outstanding Debtors of the Municipality amounts to R 14,364 million for the month ended July 2020, (R 9,133 million previous month). There was a increase of R 5.231 million in the total outstanding amount since the previous month (decrease of R 0.266 million previous month). The payment rate for 2019/2020 financial year was 89,56%. At the end of July 2020 the payment rate was 19.26%. The total amount outstanding for longer than 12 months is R 6,581 million and this amounts to 45,82% of all the debtors outstanding. The total cash trapped in outstanding debtors older than 90 Days amount to R 7,604 million. The Municipality is implementing the Debt Collection and Credit Control Policy. Outstanding amounts in the areas where the Municipality is not the supplier of electricity are increasing rapidly. The payment ratio is lower due to the accrual of the annual rates levies but other services are still at a very alarmingly low level, electricity stands at only 48,2%, water at 65,26%, refuse at 67,92% and sewerage at 69,25%.

The following graph shows the the outstanding debtors per ward as at the end of July 2020:



The following graph shows the the outstanding debtors per service type as at the end of July 2020:



## Creditors

Total outstanding creditors amount to R 0 for the month ending July 2020. All the outstanding amounts are within the 30 days outstanding categories which is compliant with Section 65 of the MFMA. One case occurred where a supplier issued invoices more than 30 days after the date of the invoice for payment, but in most cases the payments are made at presentation of the invoices.

## Cost Containment Measures

The Local Government: Municipal Cost Containment Regulations (MCCR), were promulgated on 7 June 2019, and came into effect on 1 July 2019.

Sections 62(1)(a) and 95(a) of the Municipal Finance Management Act No. 56 of 2003 (MFMA) stipulates that the accounting officer of a municipality or municipal entity is responsible for managing the financial administration of a municipality and must for this purpose take all reasonable steps to ensure that the resources of the municipality are used effectively, efficiently and economically.

In terms of MFMA Circular 97 issued on 1 July 2019 municipalities are required to utilise existing reporting requirements, to report internally and externally on cost saving measures.

The following table summarizes the main items as prescribed in the circular and MCCR.

Cost Containment In-Year Reoprt							
Cost containment Measures	ANNUAL BUDGET	MONTHLY BUDGET	BUDGET YTD	EXPENCE THIS PERIOD	EXPENCE YTD	OVER OR (SAVINGS) THIS PERIOD	OVER OR (SAVINGS) YTD
	R'	R'	R'	R'	R'	R'	R'
Use of consultants	9 912 444	826 037	826 037	108 154	108 154	(717 883)	(717 883)
Vehicles used for political office bearers	-	-	-	-	-	-	-
Travel and subsistence	791 424	65 952	65 952	31 960	31 960	(33 992)	(33 992)
Domestic accommodation	531 432	44 286	44 286	-	-	(44 286)	(44 286)
Sponsorships, events and catering	120 000	10 000	10 000	-	-	(10 000)	(10 000)
Communication	570 072	47 506	47 506	20 004	20 004	(27 502)	(27 502)
Other related expenditure items		-	-			-	-
<b>Total</b>	<b>R 11 925 372</b>	<b>R 993 781</b>	<b>R 993 781</b>	<b>R 160 118</b>	<b>R 160 118</b>	<b>(833 663)</b>	<b>(833 663)</b>

Red flagged amounts are items that exceed the budgeted amount. No problem areas for July 2020.

### 3. In year Budget Statement Tables

If a municipality does not have any municipal entities, the in-year budget statement tables must consist of the tables in First Attachment to this Schedule, namely-

- Table C1 Monthly Budget Statement Summary
- Table C2 Monthly Budget Statement -Financial Performance (standard classification)
- Table C3 Monthly Budget Statement- Financial Performance (revenue and expenditure by municipal vote)
- Table C4 Monthly Budget Statement-Financial Performance (revenue and expenditure)
- Table C5 Monthly Budget Statement- Capital Expenditure (municipal vote, standard classification and funding)
- Table C6 Monthly Budget Statement- Financial Position
- Table C7 Monthly Budget Statement Cash Flow

Table C1: Summary

## WC051 Laingsburg - Table C1 Monthly Budget Statement Summary - M01 July

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	3 990	4 933	4 933	4 376	4 376	2 056	2 320	113%	4 933
Service charges	17 178	25 063	25 063	2 281	2 281	10 443	(8 162)	-78%	25 063
Investment revenue	146	673	673	20	20	280	(260)	-93%	673
Transfers and subsidies	21 464	27 228	27 228	7 974	7 974	11 345	(3 371)	-30%	27 228
Other own revenue	35 451	35 664	35 664	163	163	14 860	(14 697)	-99%	35 664
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>78 229</b>	<b>93 561</b>	<b>93 561</b>	<b>14 814</b>	<b>14 814</b>	<b>38 984</b>	<b>(24 170)</b>	<b>-62%</b>	<b>93 561</b>
Employee costs	20 912	27 474	27 474	1 806	1 806	11 447	(9 641)	-84%	27 474
Remuneration of Councillors	2 770	2 973	2 973	238	238	1 239	(1 001)	-81%	2 973
Depreciation & asset impairment	8 667	7 930	7 930	-	-	3 304	(3 304)	-100%	7 930
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	7 899	9 150	9 150	-	-	3 812	(3 812)	-100%	9 150
Transfers and subsidies	4 113	2 051	2 051	325	325	855	(529)	-62%	2 051
Other expenditure	43 900	49 330	49 330	671	671	20 554	(19 883)	-97%	49 330
<b>Total Expenditure</b>	<b>88 261</b>	<b>98 908</b>	<b>98 908</b>	<b>3 040</b>	<b>3 040</b>	<b>41 211</b>	<b>(38 171)</b>	<b>-93%</b>	<b>98 908</b>
<b>Surplus/(Deficit)</b>	<b>(10 033)</b>	<b>(5 347)</b>	<b>(5 347)</b>	<b>11 773</b>	<b>11 773</b>	<b>(2 228)</b>	<b>14 001</b>	<b>-628%</b>	<b>(5 347)</b>
Transfers and subsidies - capital (monetary alloc	19 268	10 006	10 006	-	-	4 169	(4 169)	-100%	10 006
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>9 235</b>	<b>4 659</b>	<b>4 659</b>	<b>11 773</b>	<b>11 773</b>	<b>1 941</b>	<b>9 832</b>	<b>506%</b>	<b>4 659</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>9 235</b>	<b>4 659</b>	<b>4 659</b>	<b>11 773</b>	<b>11 773</b>	<b>1 941</b>	<b>9 832</b>	<b>506%</b>	<b>4 659</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>28 105</b>	<b>10 006</b>	<b>14 321</b>	<b>22</b>	<b>22</b>	<b>834</b>	<b>(812)</b>	<b>-97%</b>	<b>14 321</b>
Capital transfers recognised	28 135	9 289	14 321	22	22	774	(752)	-97%	14 321
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	18	717	-	-	-	60	(60)	-100%	-
<b>Total sources of capital funds</b>	<b>28 152</b>	<b>10 006</b>	<b>14 321</b>	<b>22</b>	<b>22</b>	<b>834</b>	<b>(812)</b>	<b>-97%</b>	<b>14 321</b>
<b>Financial position</b>									
Total current assets	21 864	21 864	21 864	-	33 116	-	-	-	21 864
Total non current assets	192 687	192 687	192 687	-	192 709	-	-	-	192 687
Total current liabilities	14 112	14 112	14 112	-	13 612	-	-	-	14 112
Total non current liabilities	14 490	14 490	14 490	-	14 490	-	-	-	14 490
Community wealth/Equity	<b>185 950</b>	<b>185 950</b>	<b>185 950</b>	-	<b>197 723</b>	-	-	-	<b>185 950</b>
<b>Cash flows</b>									
Net cash from (used) operating	11 012	11 537	11 537	6 236	6 236	967	(5 269)	-545%	11 537
Net cash from (used) investing	(5 469)	(9 754)	(9 754)	(22)	(22)	(834)	(812)	97%	(9 754)
Net cash from (used) financing	60	43	43	12	12	4	(8)	-235%	43
<b>Cash/cash equivalents at the month/year end</b>	<b>17 695</b>	<b>13 918</b>	<b>13 918</b>	<b>-</b>	<b>18 318</b>	<b>12 228</b>	<b>(6 090)</b>	<b>-50%</b>	<b>13 918</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	5 797	602	361	326	379	318	6 581	-	14 364
<b>Creditors Age Analysis</b>									
Total Creditors	-	-	-	-	-	-	-	-	-

**Table C2: Financial Performance (Standard Classification)**

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Financed Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structure used by the different institutions.

The main functions are Government and Administration, Community and Public Safety, Economic and Environmental Services, Trading Services and Other Services.

It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote, Table C3.

**WC051 Laingsburg - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M01 July**

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
<b>Governance and administration</b>		<b>39 203</b>	<b>37 868</b>	<b>37 868</b>	<b>12 512</b>	<b>12 512</b>	<b>15 778</b>	<b>(3 267)</b>	<b>-21%</b>	<b>37 868</b>
Executive and council		905	-	-	-	-	-	-	-	-
Finance and administration		38 298	37 868	37 868	12 512	12 512	15 778	(3 267)	-21%	37 868
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		<b>34 965</b>	<b>34 764</b>	<b>34 764</b>	<b>13</b>	<b>13</b>	<b>14 485</b>	<b>(14 472)</b>	<b>-100%</b>	<b>34 764</b>
Community and social services		1 274	1 412	1 412	0	0	588	(588)	-100%	1 412
Sport and recreation		4	4	4	-	-	2	(2)	-100%	4
Public safety		33 670	33 335	33 335	12	12	13 890	(13 878)	-100%	33 335
Housing		16	12	12	1	1	5	(4)	-79%	12
Health		2	0	0	-	-	0	(0)	-100%	1
<b>Economic and environmental services</b>		<b>1 013</b>	<b>1 319</b>	<b>1 319</b>	<b>2</b>	<b>2</b>	<b>550</b>	<b>(548)</b>	<b>-100%</b>	<b>1 319</b>
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 013	1 319	1 319	2	2	550	(548)	-100%	1 319
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>22 429</b>	<b>29 616</b>	<b>29 616</b>	<b>2 287</b>	<b>2 287</b>	<b>12 340</b>	<b>(10 053)</b>	<b>-81%</b>	<b>29 616</b>
Energy sources		14 443	16 847	16 847	1 505	1 505	7 019	(5 514)	-79%	16 847
Water management		2 922	7 033	7 033	283	283	2 931	(2 648)	-90%	7 033
Waste water management		2 818	2 891	2 891	260	260	1 205	(945)	-78%	2 891
Waste management		2 247	2 845	2 845	239	239	1 185	(946)	-80%	2 845
<b>Other</b>	<b>4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Revenue - Functional</b>	<b>2</b>	<b>97 610</b>	<b>103 567</b>	<b>103 567</b>	<b>14 814</b>	<b>14 814</b>	<b>43 153</b>	<b>(28 339)</b>	<b>-66%</b>	<b>103 567</b>
<b>Expenditure - Functional</b>										
<b>Governance and administration</b>		<b>28 723</b>	<b>33 711</b>	<b>33 711</b>	<b>1 736</b>	<b>1 736</b>	<b>14 046</b>	<b>(12 310)</b>	<b>-88%</b>	<b>33 711</b>
Executive and council		8 078	8 903	8 903	848	848	3 710	(2 862)	-77%	8 903
Finance and administration		20 645	24 808	24 808	889	889	10 337	(9 448)	-91%	24 808
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		<b>32 769</b>	<b>34 547</b>	<b>34 547</b>	<b>372</b>	<b>372</b>	<b>14 395</b>	<b>(14 023)</b>	<b>-97%</b>	<b>34 547</b>
Community and social services		1 340	1 934	1 934	95	95	806	(711)	-88%	1 934
Sport and recreation		9	53	53	10	10	22	(12)	-56%	53
Public safety		31 207	32 046	32 046	208	208	13 353	(13 144)	-98%	32 046
Housing		209	500	500	-	-	208	(208)	-100%	500
Health		4	14	14	59	59	6	53	893%	14
<b>Economic and environmental services</b>		<b>1 583</b>	<b>3 885</b>	<b>3 885</b>	<b>211</b>	<b>211</b>	<b>1 619</b>	<b>(1 408)</b>	<b>-87%</b>	<b>3 885</b>
Planning and development		329	1 394	1 394	46	46	581	(535)	-92%	1 394
Road transport		1 254	2 491	2 491	165	165	1 038	(873)	-84%	2 491
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		<b>25 187</b>	<b>26 753</b>	<b>26 753</b>	<b>721</b>	<b>721</b>	<b>11 147</b>	<b>(10 426)</b>	<b>-94%</b>	<b>26 753</b>
Energy sources		8 511	10 388	10 388	-	-	4 328	(4 328)	-100%	10 388
Water management		4 535	3 910	3 910	112	112	1 629	(1 518)	-93%	3 910
Waste water management		10 453	10 421	10 421	543	543	4 342	(3 799)	-87%	10 421
Waste management		1 688	2 034	2 034	67	67	848	(781)	-92%	2 034
<b>Other</b>		<b>-</b>	<b>12</b>	<b>12</b>	<b>-</b>	<b>-</b>	<b>5</b>	<b>(5)</b>	<b>-100%</b>	<b>12</b>
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>88 261</b>	<b>98 908</b>	<b>98 908</b>	<b>3 040</b>	<b>3 040</b>	<b>41 211</b>	<b>(38 171)</b>	<b>-93%</b>	<b>98 908</b>
<b>Surplus/ (Deficit) for the year</b>		<b>9 349</b>	<b>4 659</b>	<b>4 659</b>	<b>11 773</b>	<b>11 773</b>	<b>1 941</b>	<b>9 832</b>	<b>506%</b>	<b>4 659</b>



**Table C3: Financial Performance (Revenue and Expenditure by Municipal Vote)**

**WC051 Laingsburg - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M01 July**

Vote Description	Ref	2019/20		Budget Year 2020/21						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>										
Vote 1 - MAYORAL & COUNCIL	1	905	-	-	-	-	-	-	-	-
Vote 2 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		1 770	2 528	2 528	155	155	1 053	(898)	-85.3%	2 528
Vote 4 - BUDGET & TREASURY		36 529	35 340	35 340	12 357	12 357	14 725	(2 368)	-16.1%	35 340
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY AND SOCIAL SERV		1 276	1 413	1 413	0	0	589	(588)	-100.0%	1 413
Vote 7 - SPORTS AND RECREATION		4	4	4	-	-	2	(2)	-100.0%	4
Vote 8 - HOUSING		16	12	12	1	1	5	(4)	-79.4%	12
Vote 9 - PUBLIC SAFETY		33 670	33 335	33 335	12	12	13 890	(13 878)	-99.9%	33 335
Vote 10 - ROAD TRANSPORT		1 100	1 337	1 337	2	2	557	(556)	-99.7%	1 337
Vote 11 - WASTE MANAGEMENT		2 247	2 845	2 845	239	239	1 185	(946)	-79.8%	2 845
Vote 12 - WASTE WATER MANAGEMENT		2 731	2 873	2 873	260	260	1 197	(937)	-78.3%	2 873
Vote 13 - WATER		2 922	7 033	7 033	283	283	2 931	(2 648)	-90.4%	7 033
Vote 14 - ELECTRICITY		14 443	16 847	16 847	1 505	1 505	7 019	(5 514)	-78.6%	16 847
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>97 610</b>	<b>103 567</b>	<b>103 567</b>	<b>14 814</b>	<b>14 814</b>	<b>43 153</b>	<b>(28 339)</b>	<b>-65.7%</b>	<b>103 567</b>
<b>Expenditure by Vote</b>										
Vote 1 - MAYORAL & COUNCIL	1	5 043	5 206	5 206	624	624	2 169	(1 545)	-71.2%	5 206
Vote 2 - MUNICIPAL MANAGER		3 035	3 697	3 697	223	223	1 541	(1 317)	-85.5%	3 697
Vote 3 - CORPORATE SERVICES		7 705	7 572	7 572	409	409	3 155	(2 746)	-87.0%	7 572
Vote 4 - BUDGET & TREASURY		12 940	17 236	17 236	479	479	7 182	(6 702)	-93.3%	17 236
Vote 5 - PLANNING AND DEVELOPMENT		329	1 394	1 394	46	46	581	(535)	-92.1%	1 394
Vote 6 - COMMUNITY AND SOCIAL SERV		1 184	1 745	1 745	143	143	727	(584)	-80.4%	1 745
Vote 7 - SPORTS AND RECREATION		169	268	268	21	21	112	(91)	-81.3%	268
Vote 8 - HOUSING		209	500	500	-	-	208	(208)	-100.0%	500
Vote 9 - PUBLIC SAFETY		31 207	32 046	32 046	208	208	13 353	(13 144)	-98.4%	32 046
Vote 10 - ROAD TRANSPORT		9 673	10 949	10 949	634	634	4 545	(3 912)	-86.1%	10 949
Vote 11 - WASTE MANAGEMENT		1 688	2 034	2 034	67	67	848	(781)	-92.1%	2 034
Vote 12 - WASTE WATER MANAGEMENT		2 034	1 962	1 962	74	74	818	(744)	-90.9%	1 962
Vote 13 - WATER		4 535	3 910	3 910	112	112	1 629	(1 518)	-93.2%	3 910
Vote 14 - ELECTRICITY		8 511	10 388	10 388	-	-	4 328	(4 328)	-100.0%	10 388
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>88 261</b>	<b>98 908</b>	<b>98 908</b>	<b>3 040</b>	<b>3 040</b>	<b>41 195</b>	<b>(38 155)</b>	<b>-92.6%</b>	<b>98 908</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>9 349</b>	<b>4 659</b>	<b>4 659</b>	<b>11 773</b>	<b>11 773</b>	<b>1 958</b>	<b>9 815</b>	<b>501.3%</b>	<b>4 659</b>

Table C4: Financial Performance (Revenue and Expenditure)

## WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		3 990	4 933	4 933	4 376	4 376	2 056	2 320	113%	4 933
Service charges - electricity revenue		11 861	15 788	15 788	1 505	1 505	6 578	(5 073)	-77%	15 788
Service charges - water revenue		1 096	4 576	4 576	283	283	1 907	(1 624)	-85%	4 576
Service charges - sanitation revenue		2 731	2 873	2 873	260	260	1 197	(937)	-78%	2 873
Service charges - refuse revenue		1 490	1 826	1 826	233	233	761	(528)	-69%	1 826
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1 354	1 139	1 139	121	121	474	(353)	-74%	1 139
Interest earned - external investments		146	673	673	20	20	280	(260)	-93%	673
Interest earned - outstanding debtors		282	544	544	-	-	227	(227)	-100%	544
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		33 342	32 410	32 410	5	5	13 504	(13 499)	-100%	32 410
Licences and permits		228	935	935	8	8	389	(382)	-98%	935
Agency services		151	166	166	6	6	69	(63)	-91%	166
Transfers and subsidies		21 464	27 228	27 228	7 974	7 974	11 345	(3 371)	-30%	27 228
Other revenue		94	470	470	22	22	196	(174)	-89%	470
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>78 229</b>	<b>93 561</b>	<b>93 561</b>	<b>14 814</b>	<b>14 814</b>	<b>38 984</b>	<b>(24 170)</b>	<b>-62%</b>	<b>93 561</b>
<b>Expenditure By Type</b>										
Employee related costs		20 912	27 474	27 474	1 806	1 806	11 447	(9 641)	-84%	27 474
Remuneration of councillors		2 770	2 973	2 973	238	238	1 239	(1 001)	-81%	2 973
Debt impairment		25 618	27 277	27 277	-	-	11 366	(11 366)	-100%	27 277
Depreciation & asset impairment		8 667	7 930	7 930	-	-	3 304	(3 304)	-100%	7 930
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 899	9 150	9 150	-	-	3 812	(3 812)	-100%	9 150
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		2 445	2 215	2 215	30	30	923	(893)	-97%	2 215
Transfers and subsidies		4 113	2 051	2 051	325	325	855	(529)	-62%	2 051
Other expenditure		15 837	19 838	19 838	641	641	8 266	(7 624)	-92%	19 838
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>88 261</b>	<b>98 908</b>	<b>98 908</b>	<b>3 040</b>	<b>3 040</b>	<b>41 211</b>	<b>(38 171)</b>	<b>-93%</b>	<b>98 908</b>
<b>Surplus/(Deficit)</b>		<b>(10 033)</b>	<b>(5 347)</b>	<b>(5 347)</b>	<b>11 773</b>	<b>11 773</b>	<b>(2 228)</b>	<b>14 001</b>	<b>(0)</b>	<b>(5 347)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		19 268	10 006	10 006	-	-	4 169	(4 169)	(0)	10 006
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>9 235</b>	<b>4 659</b>	<b>4 659</b>	<b>11 773</b>	<b>11 773</b>	<b>1 941</b>			<b>4 659</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>9 235</b>	<b>4 659</b>	<b>4 659</b>	<b>11 773</b>	<b>11 773</b>	<b>1 941</b>			<b>4 659</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>9 235</b>	<b>4 659</b>	<b>4 659</b>	<b>11 773</b>	<b>11 773</b>	<b>1 941</b>			<b>4 659</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>9 235</b>	<b>4 659</b>	<b>4 659</b>	<b>11 773</b>	<b>11 773</b>	<b>1 941</b>			<b>4 659</b>

Table C5: Capital Expenditure (Municipal Vote, Standard Classification and Funding)

## WC051 Laingsburg - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M01 July

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									

<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		35	1 110	-	-	-	93	(93)	-100%	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		35	-	-	-	-	-	-	-	-
Internal audit		-	1 110	-	-	-	93	(93)	-100%	-
<b>Community and public safety</b>		25	717	-	-	-	60	(60)	-100%	-
Community and social services		11	-	-	-	-	-	-	-	-
Sport and recreation		-	717	-	-	-	60	(60)	-100%	-
Public safety		14	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<b>Economic and environmental services</b>		238	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		238	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		27 806	8 179	14 321	22	22	682	(660)	-97%	14 321
Energy sources		8 424	-	4 372	-	-	-	-	-	4 372
Water management		19 383	8 179	9 949	22	22	682	(660)	-97%	9 949
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	28 105	10 006	14 321	22	22	834	(812)	-97%	14 321
<b>Funded by:</b>										
National Government		10 667	9 289	14 321	22	22	774	(752)	-97%	14 321
Provincial Government		17 468	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		28 135	9 289	14 321	22	22	774	(752)	-97%	14 321
<b>Public contributions &amp; donations</b>	5	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		18	717	-	-	-	60	(60)	-100%	-
<b>Total Capital Funding</b>		28 152	10 006	14 321	22	22	834	(812)	-97%	14 321

**Table C6: Financial Position****WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - M01 July**

Description	Ref	2019/20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		6 552	6 552	6 552	12 778	6 552
Call investment deposits		-	-	-	-	-
Consumer debtors		10 509	10 509	10 509	15 739	10 509
Other debtors		3 915	3 915	3 915	3 709	3 915
Current portion of long-term receivables		0	0	0	0	0
Inventory		889	889	889	889	889
<b>Total current assets</b>		<b>21 864</b>	<b>21 864</b>	<b>21 864</b>	<b>33 116</b>	<b>21 864</b>
<b>Non current assets</b>						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		24 801	24 801	24 801	24 751	24 801
Investments in Associate		-	-	-	-	-
Property, plant and equipment		167 473	167 473	167 473	167 544	167 473
Agricultural		-	-	-	-	-
Biological		-	-	-	-	-
Intangible		370	370	370	370	370
Other non-current assets		43	43	43	44	43
<b>Total non current assets</b>		<b>192 687</b>	<b>192 687</b>	<b>192 687</b>	<b>192 709</b>	<b>192 687</b>
<b>TOTAL ASSETS</b>		<b>214 551</b>	<b>214 551</b>	<b>214 551</b>	<b>225 824</b>	<b>214 551</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Borrowing		17	17	17	17	17
Consumer deposits		674	674	674	685	674
Trade and other payables		12 262	12 262	12 262	11 750	12 262
Provisions		1 159	1 159	1 159	1 159	1 159
<b>Total current liabilities</b>		<b>14 112</b>	<b>14 112</b>	<b>14 112</b>	<b>13 612</b>	<b>14 112</b>
<b>Non current liabilities</b>						
Borrowing		6	6	6	6	6
Provisions		14 483	14 483	14 483	14 483	14 483
<b>Total non current liabilities</b>		<b>14 490</b>	<b>14 490</b>	<b>14 490</b>	<b>14 490</b>	<b>14 490</b>
<b>TOTAL LIABILITIES</b>		<b>28 601</b>	<b>28 601</b>	<b>28 601</b>	<b>28 101</b>	<b>28 601</b>
<b>NET ASSETS</b>	2	<b>185 950</b>	<b>185 950</b>	<b>185 950</b>	<b>197 723</b>	<b>185 950</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		185 950	185 950	185 950	197 723	185 950
Reserves		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>185 950</b>	<b>185 950</b>	<b>185 950</b>	<b>197 723</b>	<b>185 950</b>

Table C7: Cash Flow

## WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - M01 July

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		3 456	4 480	4 480	103	103	393	(290)	-74%	4 480
Service charges		18 023	24 030	24 030	1 070	1 070	2 088	(1 019)	-49%	24 030
Other revenue		27 260	8 809	8 809	1 473	1 473	739	734	99%	8 809
Government - operating		17 756	27 558	27 558	7 974	7 974	2 297	5 677	247%	27 558
Government - capital		3 725	10 006	10 006	-	-	834	(834)	-100%	10 006
Interest		748	1 314	1 314	20	20	110	(89)	-81%	1 314
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(59 599)	(63 261)	(63 261)	(4 403)	(4 403)	(5 377)	(973)	18%	(63 261)
Finance charges		-	(795)	(795)	-	-	(66)	(66)	100%	(795)
Transfers and Grants		(356)	(605)	(605)	(0)	(0)	(50)	(50)	99%	(605)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>11 012</b>	<b>11 537</b>	<b>11 537</b>	<b>6 236</b>	<b>6 236</b>	<b>967</b>	<b>(5 269)</b>	<b>-545%</b>	<b>11 537</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets		(5 469)	(9 754)	(9 754)	(22)	(22)	(834)	(812)	97%	(9 754)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(5 469)</b>	<b>(9 754)</b>	<b>(9 754)</b>	<b>(22)</b>	<b>(22)</b>	<b>(834)</b>	<b>(812)</b>	<b>97%</b>	<b>(9 754)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		60	43	43	12	12	4	8	235%	43
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>60</b>	<b>43</b>	<b>43</b>	<b>12</b>	<b>12</b>	<b>4</b>	<b>(8)</b>	<b>-235%</b>	<b>43</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>5 603</b>	<b>1 826</b>	<b>1 826</b>	<b>6 227</b>	<b>6 227</b>	<b>137</b>			<b>1 826</b>
Cash/cash equivalents at beginning:		12 092	12 092	12 092		12 092	12 092			12 092
Cash/cash equivalents at month/year end:		17 695	13 918	13 918		18 318	12 228			13 918

## 4. Supporting Documentation

### Variance explanations

#### WC051 Laingsburg - Supporting Table SC1 Material variance explanations - M01 July

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	<b>R thousands</b>			
1	<b>Revenue By Source</b>			
	Property rates	113%	Property rates are levied in July for the financial year	Will balance out to end of financial year
2	<b>Expenditure By Type</b>			
3	<b>Capital Expenditure</b>			
4	<b>Financial Position</b>			
5	<b>Cash Flow</b>			
6	<b>Measureable performance</b>			
7	<b>Municipal Entities</b>			

### Debtors Analysis

#### WC051 Laingsburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

Description	NT Code	Budget Year 2020/21										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.Lo Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total				
<b>R thousands</b>														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	132	83	57	48	55	50	874	-	1 299	1 027	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1 193	295	111	119	127	104	584	-	2 532	934	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	4 143	1	52	36	52	34	2 586	-	6 903	2 707	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	87	76	55	49	55	48	985	-	1 353	1 135	-	-	
Receivables from Exchange Transactions - Waste Management	1600	161	67	45	36	42	32	471	-	854	581	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	81	77	41	38	47	49	958	-	1 291	1 092	-	-	
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	0	3	0	0	1	1	124	-	130	125	-	-	
<b>Total By Income Source</b>	<b>2000</b>	<b>5 797</b>	<b>602</b>	<b>361</b>	<b>326</b>	<b>379</b>	<b>318</b>	<b>6 581</b>	<b>-</b>	<b>14 364</b>	<b>7 604</b>	<b>-</b>	<b>-</b>	
<b>2019/20 - totals only</b>		<b>934762</b>	<b>399801</b>	<b>445737</b>	<b>396926</b>	<b>321119</b>	<b>268103</b>	<b>6366770</b>	<b>0</b>	<b>9 133</b>	<b>7 353</b>	<b>-</b>	<b>-</b>	
<b>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	1 034	105	82	110	122	59	892	-	2 404	1 183	-	-	
Commercial	2300	3 104	258	112	62	72	113	2 177	-	5 898	2 424	-	-	
Households	2400	1 659	239	166	154	185	146	3 512	-	6 062	3 997	-	-	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total By Customer Group</b>	<b>2600</b>	<b>5 797</b>	<b>602</b>	<b>361</b>	<b>326</b>	<b>379</b>	<b>318</b>	<b>6 581</b>	<b>-</b>	<b>14 364</b>	<b>7 604</b>	<b>-</b>	<b>-</b>	

## Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description	NT Code	Budget Year 2020/21									Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
<b>Creditors Age Analysis By Customer Type</b>												
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	-	-	-	-	-	-	-	-	-	-	-

### 5. Other Information or Documentation

#### Municipal Manager’s Quality Certificate

The in-year report must be covered by a quality certificate in the format described below:

Munisipaliteit • LAINGSBURG • Municipality

Munisipale-geboue, Van Riebeeckstraat

PRIVAATSAK X4  
LAINGSBURG  
6900



Municipal Buildings, Van Riebeeck Street

PRIVATE BAG X4  
LAINGSBURG  
6900

OFFICE OF THE MUNICIPAL MANAGER

VERWYSINGSNOMMER :  
REFERENCE NUMBER :  
NAVRAE :  
ENQUIRIES :

Tel. (023) 551 1019  
Faks/Fax (023) 5511019

QUALITY CERTIFICATE

I, Jafta Booyesen, Municipal Manager of Laingsburg Municipality, hereby certify that –

- The monthly budget statement**
- Quarterly report on the implementation of the budget and financial state affairs of the municipality
- Mid-year budget and performance assessment

For the month of July 2020 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: Jafta Booyesen

Municipal Manager of Laingsburg Municipality (WC051)

Signature .....

Date ..... 15/9/2020

## 6. Recommendation

It is recommended that Council / Finance Committee take note of this report.