

LAINGSBURG MUNICIPALITY



**MONTHLY BUDGET STATEMENTS FOR THE MONTH ENDING
SEPTEMBER 2016**

Table of Contents

1. Septemberors Report..... 3

2. Executive Summary..... 3

3. In year Budget Statement Tables..... 5

4. Supporting Documentation 13

5. Other Information or Documentation 14

6. Recommendation..... 14

1. Mayors Report

The monthly budget statement for September 2016 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The September 2016 Monthly budget statement is the second report for the 2016/17 financial year. The audited outcomes for 2015/2016 reflected in this report are the unaudited outcomes for June 2016.

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 September 2016.

R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Revenue (Excl. Capital transfers and contributions)	86 854	86 854	26 594	30.62
Total Expenditure	95 598	95 598	19 293	20.18
Depreciation	12 303	12 303	-0	-
Surplus (Deficit) (Exl Capital transfers)	-8 744	-8 744	7 301	(83.50)

Capital Expenditure				
Sources of Finance				
Transfers from Grants	13 160	13 160	1 834	13.94
<i>Government</i>	<i>13 160</i>	<i>13 160</i>	<i>1 834</i>	<i>13.94</i>
Transfers from Internal funds	1 543	1 543	29	1.88
Capital Expenditure	14 703	14 703	1 863	12.67

Operating Revenue

The Municipality have generated 33.79% or R26,594 million of the Budgeted Revenue to date which is in line with the budgeted amounts. During the month no operating grants were received. The largest part of the grants received forms part of the Equitable share allocation for the financial year.

Operating Expenditure

For the month ending September 2016, the Municipality managed to spend within the budgeted norms. An amount of R19,293 million or 20.2% have been spent to date.

Capital Expenditure

The Municipality has incurred R1.862 million or 12.67% of the Capital Budget to date.

Cash Flow

The Municipality started off with a cash flow balance of R9,964 million at the beginning of the year and increased it with R4,826 million. The closing balance for the month ended September is R14,790 million. The The Municipal Cash flow is mainly from Operating Activities as no Borrowing or Investments are budgeted for the 2016/2017 financial year.

Debtors

The Outstanding Debtors of the Municipality amounts to R7,823 million for the month ended September 2016. There was a decrease in the total outstanding amount since the pervious month. **The outstanding debt for more than 90 days amounts to 47.0%.** The payment rate for 2015/2016 financial year was 105.%. The Municipality is now fully implementing the Debt Collection and Credit Control Policy. It should be noted that the municipal debt collection and credit control policy was revised during December 2013.

Creditors

Total outstanding creditors amount to R19 000 for the month ending September 2016 . All the outstanding amounts are within the 30 days outstanding categories which is compliant with Section 65 of the MFMA. Cases occur where suppliers issue 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.

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-

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

Table C1: Summary

WC051 Laingsburg - Table C1 Monthly Budget Statement Summary - M03 September

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	3 129	4 004	4 004	18	3 589	1 442	2 148	149%	4 004
Service charges	15 324	16 567	16 567	1 527	4 380	3 973	407	10%	16 567
Investment revenue	1 270	906	906	111	245	227	19	8%	906
Transfers recognised - operational	18 084	18 429	18 429	(2)	5 544	4 244	1 300	31%	18 429
Other own revenue	23 222	38 788	38 788	6 357	12 835	9 667	3 169	33%	38 788
Total Revenue (excluding capital transfers and contributions)	61 030	78 695	78 695	8 010	26 594	19 552	7 042	36%	78 695
Employee costs	15 100	20 664	20 664	1 695	4 781	4 700	81	2%	20 664
Remuneration of Councillors	2 408	2 619	2 619	275	647	641	5	1%	2 619
Depreciation & asset impairment	9 709	12 303	12 303	0	(0)	849	(849)	-100%	12 303
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	7 487	8 713	8 713	107	1 882	2 886	(1 004)	-35%	8 713
Transfers and grants	35 738	4 559	4 559	309	647	2 440	(1 794)	-73%	4 559
Other expenditure	31 747	46 740	46 740	5 641	11 337	11 626	(289)	-2%	46 740
Total Expenditure	102 189	95 598	95 598	8 028	19 293	23 142	(3 848)	-17%	95 598
Surplus/(Deficit)	(41 159)	(16 903)	(16 903)	(18)	7 301	(3 590)	10 891	-303%	(16 903)
Transfers recognised - capital	29 323	8 159	8 159	-	-	2 039	(2 039)	-100%	8 159
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(11 836)	(8 744)	(8 744)	(18)	7 301	(1 551)	8 852	-571%	(8 744)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(11 836)	(8 744)	(8 744)	(18)	7 301	(1 551)	8 852	-571%	(8 744)
Capital expenditure & funds sources									
Capital expenditure	23 968	14 703	14 703	1 836	1 862	3 023	(1 161)	-38%	14 703
Capital transfers recognised	23 799	13 160	13 160	1 831	1 834	3 000	(1 166)	-39%	13 160
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	168	1 543	1 543	4	29	23	6	25%	1 543
Total sources of capital funds	23 968	14 703	14 703	1 836	1 862	3 023	(1 161)	-38%	14 703
Financial position									
Total current assets	18 711	19 651	19 651		28 538				19 651
Total non current assets	152 413	159 082	159 082		160 945				159 082
Total current liabilities	7 003	13 852	13 852		17 349				13 852
Total non current liabilities	6 872	3 429	3 429		3 421				3 429
Community wealth/Equity	157 249	161 452	161 452		168 712				161 452
Cash flows									
Net cash from (used) operating	25 325	3 247	3 247	(1 203)	6 680	393	(6 287)	-1601%	3 247
Net cash from (used) investing	(30 689)	(12 484)	(12 484)	(1 836)	(1 862)	(58)	1 805	-3139%	(12 484)
Net cash from (used) financing	99	24	24	5	8	6	(2)	-36%	24
Cash/cash equivalents at the month/year end	4 699	751	751	-	14 790	10 305	(4 484)	-44%	751
Debtors & creditors analysis									
	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
Debtors Age Analysis									
Total By Income Source	3 666	805	60	90	85	76	83	3 371	8 236
Creditors Age Analysis									
Total Creditors	5	15	-	-	-	-	-	-	19

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 (standard classification) - M03 September

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Standard										
Governance and administration		49 665	29 464	29 464	69	8 662	7 775	887	11%	29 464
Executive and council		20 302	14 647	14 647	(160)	4 612	3 662	950	26%	14 647
Budget and treasury office		5 267	12 272	12 272	23	3 618	3 508	111	3%	12 272
Corporate services		24 097	2 545	2 545	206	432	606	(174)	-29%	2 545
Community and public safety		22 187	38 153	38 153	6 208	12 857	9 534	3 323	35%	38 153
Community and social services		971	993	993	2	330	248	82	33%	993
Sport and recreation		4	3	3	-	0	1	(0)	-51%	3
Public safety		21 201	37 145	37 145	6 204	12 524	9 282	3 242	35%	37 145
Housing		11	12	12	1	3	3	(0)	-10%	12
Health		-	0	0	0	0	-	0	#DIV/0!	0
Economic and environmental services		1 341	1 059	1 059	2	12	265	(253)	-96%	1 059
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 341	1 059	1 059	2	12	265	(253)	-96%	1 059
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		17 158	18 178	18 178	1 731	5 063	4 017	1 046	26%	18 178
Electricity		11 108	11 367	11 367	1 153	3 314	2 634	680	26%	11 367
Water		2 316	2 746	2 746	201	610	403	207	51%	2 746
Waste water management		1 998	2 117	2 117	207	623	518	105	20%	2 117
Waste management		1 736	1 948	1 948	170	517	463	54	12%	1 948
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	90 352	86 854	86 854	8 010	26 594	21 591	5 003	23%	86 854
Expenditure - Standard										
Governance and administration		59 433	30 650	30 650	2 142	5 125	8 128	(3 002)	-37%	30 650
Executive and council		38 688	11 773	11 773	1 019	2 192	2 551	(359)	-14%	11 773
Budget and treasury office		13 671	9 971	9 971	716	1 775	3 721	(1 946)	-52%	9 971
Corporate services		7 074	8 907	8 907	407	1 159	1 856	(697)	-38%	8 907
Community and public safety		20 509	37 945	37 945	4 925	9 943	9 150	793	9%	37 945
Community and social services		2 040	2 041	2 041	110	310	357	(47)	-13%	2 041
Sport and recreation		45	481	481	2	6	26	(19)	-75%	481
Public safety		18 218	35 148	35 148	4 808	9 622	8 736	886	10%	35 148
Housing		187	190	190	4	5	11	(6)	-55%	190
Health		19	85	85	-	-	21	(21)	-100%	85
Economic and environmental services		10 560	11 778	11 778	556	1 532	1 855	(322)	-17%	11 778
Planning and development		1 062	1 043	1 043	74	217	240	(23)	-10%	1 043
Road transport		9 498	10 734	10 734	482	1 316	1 615	(299)	-19%	10 734
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		11 681	15 212	15 212	402	2 689	4 007	(1 318)	-33%	15 212
Electricity		7 812	9 292	9 292	144	1 929	2 970	(1 040)	-35%	9 292
Water		1 262	2 454	2 454	96	235	439	(204)	-46%	2 454
Waste water management		1 877	2 013	2 013	91	222	309	(87)	-28%	2 013
Waste management		730	1 454	1 454	72	303	290	14	5%	1 454
Other		6	13	13	2	4	3	1	24%	13
Total Expenditure - Standard	3	102 189	95 598	95 598	8 028	19 293	23 142	(3 848)	-17%	95 598
Surplus/ (Deficit) for the year		(11 837)	(8 744)	(8 744)	(18)	7 301	(1 551)	8 852	-571%	(8 744)

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) - M03 September**

Vote Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - MAYORAL & COUNCIL	1	20 302	14 647	14 647	(160)	4 612	3 662	950	26.0%	14 647
Vote 2 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		24 096	2 545	2 545	206	432	606	(174)	-28.8%	2 545
Vote 4 - BUDGET & TREASURY		5 267	12 272	12 272	23	3 618	3 508	111	3.2%	12 272
Vote 5 - PLANNING AND DEVEOLPMENT		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY AND SOCIAL SERV		972	994	994	2	330	248	82	33.2%	994
Vote 7 - SPORTS AND RECREATION		4	3	3	-	0	1	(0)	-51.3%	3
Vote 8 - HOUSING		11	12	12	1	3	3	(0)	-9.7%	12
Vote 9 - PUBLIC SAFETY		21 201	37 145	37 145	6 204	12 524	9 282	3 242	34.9%	37 145
Vote 10 - ROAD TRANSPORT		1 341	1 059	1 059	2	12	265	(253)	-95.5%	1 059
Vote 11 - WASTE MANAGEMENT		1 581	1 948	1 948	170	517	463	54	11.6%	1 948
Vote 12 - WASTE WATER MANAGEMENT		1 998	2 117	2 117	207	623	518	105	20.3%	2 117
Vote 13 - WATER		2 316	2 746	2 746	201	610	403	207	51.4%	2 746
Vote 14 - ELECTRICITY		11 108	11 367	11 367	1 153	3 314	2 634	680	25.8%	11 367
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	90 197	86 854	86 854	8 010	26 594	21 591	5 003	23.2%	86 854
Expenditure by Vote										
Vote 1 - MAYORAL & COUNCIL	1	35 455	7 713	7 713	754	1 466	1 643	(176)	-10.7%	7 713
Vote 2 - MUNICIPAL MANAGER		3 232	4 060	4 060	265	725	908	(183)	-20.2%	4 060
Vote 3 - CORPORATE SERVICES		7 073	8 907	8 907	407	1 159	1 856	(697)	-37.6%	8 907
Vote 4 - BUDGET & TREASURY		13 671	9 971	9 971	716	1 775	3 721	(1 946)	-52.3%	9 971
Vote 5 - PLANNING AND DEVEOLPMENT		1 062	1 043	1 043	74	217	240	(23)	-9.6%	1 043
Vote 6 - COMMUNITY AND SOCIAL SERV		1 242	1 389	1 389	68	184	252	(68)	-27.2%	1 389
Vote 7 - SPORTS AND RECREATION		869	1 230	1 230	47	137	155	(18)	-11.5%	1 230
Vote 8 - HOUSING		187	190	190	4	5	11	(6)	-54.5%	190
Vote 9 - PUBLIC SAFETY		18 218	35 148	35 148	4 808	9 622	8 736	886	10.1%	35 148
Vote 10 - ROAD TRANSPORT		9 498	10 734	10 734	482	1 316	1 615	(299)	-18.5%	10 734
Vote 11 - WASTE MANAGEMENT		576	1 454	1 454	72	303	290	14	4.7%	1 454
Vote 12 - WASTE WATER MANAGEMENT		1 877	2 013	2 013	91	222	309	(87)	-28.2%	2 013
Vote 13 - WATER		1 262	2 454	2 454	96	235	439	(204)	-46.4%	2 454
Vote 14 - ELECTRICITY		7 812	9 292	9 292	144	1 929	2 970	(1 040)	-35.0%	9 292
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	102 034	95 598	95 598	8 028	19 293	23 142	(3 848)	-16.6%	95 598
Surplus/ (Deficit) for the year	2	(11 836)	(8 744)	(8 744)	(18)	7 301	(1 551)	8 852	-570.8%	(8 744)

Table C4: Financial Performance (Revenue and Expenditure)

WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M03 September

Description	Ref	Budget Year 2016/17								Full Year Forecast
		2015/16 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
Revenue By Source										
Property rates		2 934	3 870	3 870	(6)	3 516	1 393	2 123	152%	3 870
Property rates - penalties & collection charges		195	134	134	24	73	48	25	52%	134
Service charges - electricity revenue		10 901	11 163	11 163	1 123	3 232	2 634	598	23%	11 163
Service charges - water revenue		1 061	1 499	1 499	72	166	403	(236)	-59%	1 499
Service charges - sanitation revenue		1 998	2 117	2 117	207	623	518	105	20%	2 117
Service charges - refuse revenue		1 249	1 446	1 446	119	344	338	7	2%	1 446
Service charges - other		115	341	341	5	15	81	(66)	-81%	341
Rental of facilities and equipment		1 108	812	812	81	257	177	80	45%	812
Interest earned - external investments		1 270	906	906	111	245	227	19	8%	906
Interest earned - outstanding debtors		159	213	213	15	(77)	53	(131)	-245%	213
Dividends received		-	-	-	-	-	-	-	-	-
Fines		19 962	36 737	36 737	6 122	12 244	9 180	3 064	33%	36 737
Licences and permits		1 145	273	273	83	283	68	215	315%	273
Agency services		142	107	107	4	27	27	1	2%	107
Transfers recognised - operational		18 084	18 429	18 429	(2)	5 544	4 244	1 300	31%	18 429
Other revenue		706	647	647	51	102	161	(59)	-37%	647
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		61 030	78 695	78 695	8 010	26 594	19 552	7 042	36%	78 695
Expenditure By Type										
Employee related costs		15 100	20 664	20 664	1 695	4 781	4 700	81	2%	20 664
Remuneration of councillors		2 408	2 619	2 619	275	647	641	5	1%	2 619
Debt impairment		14 311	25 424	25 424	4 200	8 400	6 298	2 102	33%	25 424
Depreciation & asset impairment		9 709	12 303	12 303	0	(0)	849	(849)	-100%	12 303
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 487	8 713	8 713	107	1 882	2 886	(1 004)	-35%	8 713
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		3 267	7 765	7 765	404	504	1 941	(1 436)	-74%	7 765
Transfers and grants		35 738	4 559	4 559	309	647	2 440	(1 794)	-73%	4 559
Other expenditure		14 169	13 551	13 551	1 037	2 433	3 387	(955)	-28%	13 551
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		102 189	95 598	95 598	8 028	19 293	23 142	(3 848)	-17%	95 598
Surplus/(Deficit)		(41 159)	(16 903)	(16 903)	(18)	7 301	(3 590)	10 891	(0)	(16 903)
Transfers recognised - capital		29 323	8 159	8 159	-	-	2 039	(2 039)	(0)	8 159
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(11 836)	(8 744)	(8 744)	(18)	7 301	(1 551)			(8 744)
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(11 836)	(8 744)	(8 744)	(18)	7 301	(1 551)			(8 744)
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(11 836)	(8 744)	(8 744)	(18)	7 301	(1 551)			(8 744)
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(11 836)	(8 744)	(8 744)	(18)	7 301	(1 551)			(8 744)

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

**WC051 Laingsburg - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M03
September**

Vote Description	Ref	2015/16	Budget Year 2016/17							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
Capital Expenditure - Standard Classification										
Governance and administration		-	583	583	4	6	23	(17)	-74%	583
Executive and council		-	-	-	4	4	-	4	#DIV/0!	-
Budget and treasury office		-	40	40	-	-	-	-		40
Corporate services		-	543	543	-	2	23	(21)	-93%	543
Community and public safety		1 949	2 169	2 169	99	121	-	121	#DIV/0!	2 169
Community and social services		361	1 300	1 300	4	26	-	26	#DIV/0!	1 300
Sport and recreation		1 072	429	429	95	95	-	95	#DIV/0!	429
Public safety		-	-	-	-	-	-	-		-
Housing		516	160	160	-	-	-	-		160
Health		-	280	280	-	-	-	-		280
Economic and environmental services		12 148	430	430	351	351	-	351	#DIV/0!	430
Planning and development		-	-	-	-	-	-	-		-
Road transport		12 148	430	430	351	351	-	351	#DIV/0!	430
Environmental protection		-	-	-	-	-	-	-		-
Trading services		9 871	11 521	11 521	1 382	1 384	3 000	(1 616)	-54%	11 521
Electricity		5 774	2 000	2 000	1 381	1 382	2 000	(618)	-31%	2 000
Water		2 140	6 371	6 371	0	2	-	2	#DIV/0!	6 371
Waste water management		1 956	3 150	3 150	1	1	1 000	(999)	-100%	3 150
Waste management		-	-	-	-	-	-	-		-
Other		-	-	-	-	-	-	-		-
Total Capital Expenditure - Standard Classification	3	23 968	14 703	14 703	1 836	1 862	3 023	(1 161)	-38%	14 703
Funded by:										
National Government		23 799	13 160	13 160	1 831	1 834	3 000	(1 166)	-39%	13 160
Provincial Government		-	-	-	-	-	-	-		-
District Municipality		-	-	-	-	-	-	-		-
Other transfers and grants		-	-	-	-	-	-	-		-
Transfers recognised - capital		23 799	13 160	13 160	1 831	1 834	3 000	(1 166)	-39%	13 160
Public contributions & donations	5	-	-	-	-	-	-	-		-
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		168	1 543	1 543	4	29	23	6	25%	1 543
Total Capital Funding		23 968	14 703	14 703	1 836	1 862	3 023	(1 161)	-38%	14 703

Table C6: Financial Position**WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - M03 September**

Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		8 317	9 964	9 964	14 790	9 964
Call investment deposits		-	-	-	-	-
Consumer debtors		4 336	6 053	6 053	(533)	6 053
Other debtors		360	2 037	2 037	12 685	2 037
Current portion of long-term receivables		-	-	-	-	-
Inventory		5 698	1 597	1 597	1 597	1 597
Total current assets		18 711	19 651	19 651	28 538	19 651
Non current assets						
Long-term receivables		9	3	3	3	3
Investments		-	-	-	-	-
Investment property		4 440	4 392	4 392	4 392	4 392
Investments in Associate		-	-	-	-	-
Property, plant and equipment		147 576	154 035	154 035	155 898	154 035
Agricultural		-	-	-	-	-
Biological assets		-	-	-	-	-
Intangible assets		343	640	640	640	640
Other non-current assets		43	12	12	12	12
Total non current assets		152 413	159 082	159 082	160 945	159 082
TOTAL ASSETS		171 124	178 733	178 733	189 483	178 733
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		-	-	-	-	-
Consumer deposits		396	437	437	434	437
Trade and other payables		6 322	8 523	8 523	12 035	8 523
Provisions		286	4 891	4 891	4 881	4 891
Total current liabilities		7 003	13 852	13 852	17 349	13 852
Non current liabilities						
Borrowing		-	-	-	-	-
Provisions		6 872	3 429	3 429	3 421	3 429
Total non current liabilities		6 872	3 429	3 429	3 421	3 429
TOTAL LIABILITIES		13 875	17 281	17 281	20 771	17 281
NET ASSETS	2	157 249	161 452	161 452	168 712	161 452
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		120 313	125 007	125 007	132 267	125 007
Reserves		36 937	36 445	36 445	36 445	36 445
TOTAL COMMUNITY WEALTH/EQUITY	2	157 249	161 452	161 452	168 712	161 452

Table C7: Cash Flow

WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - M03 September

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
1										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates, penalties & collection charges		2 528	3 604	3 604	653	1 557	1 442	115	8%	3 604
Service charges		14 606	17 002	17 002	1 259	3 997	4 098	(101)	-2%	17 002
Other revenue		47 562	13 055	13 055	938	3 504	3 237	267	8%	13 055
Government - operating		19 559	16 793	16 793	-	7 521	4 198	3 323	79%	16 793
Government - capital		-	8 159	8 159	-	3 141	2 039	1 102	54%	8 159
Interest		1 041	1 120	1 120	64	44	280	(236)	-84%	1 120
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(58 195)	(55 858)	(55 858)	(4 001)	(13 062)	(14 272)	(1 210)	8%	(55 858)
Finance charges		-	-	-	-	-	-	-	-	-
Transfers and Grants		(1 777)	(628)	(628)	(114)	(22)	(628)	(607)	97%	(628)
NET CASH FROM/(USED) OPERATING ACTIVITIES		25 325	3 247	3 247	(1 203)	6 680	393	(6 287)	-1601%	3 247
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
Payments										
Capital assets		(30 689)	(12 484)	(12 484)	(1 836)	(1 862)	(58)	1 805	-3139%	(12 484)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(30 689)	(12 484)	(12 484)	(1 836)	(1 862)	(58)	1 805	-3139%	(12 484)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		99	24	24	5	8	6	2	36%	24
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		99	24	24	5	8	6	(2)	-36%	24
NET INCREASE/ (DECREASE) IN CASH HELD		(5 265)	(9 213)	(9 213)	(3 034)	4 825	341			(9 213)
Cash/cash equivalents at beginning:		9 964	9 964	9 964		9 964	9 964			9 964
Cash/cash equivalents at month/year end:		4 699	751	751		14 790	10 305			751

4. Supporting Documentation

Variance explanations

WC051 Laingsburg - Supporting Table SC1 Material variance explanations - M03 September

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
R thousands				
1	Revenue By Source			
	Property rates	2 123	Property rates are levied in July for FY not on a monthly basis	None
	Service charges - electricity revenue	598	First months of FY and cold period - will stabilize during year	None
	Transfers recognised - operational	1 300	EQS was received during July	None
2	Expenditure By Type			
	Debt impairment	2 102	The journal for the period of the FY will be passed during October	Corrected during October 2016
	Depreciation & asset impairment	(849)	Asset impairment journal will be done during finalizing of AF	Corrected during June 2017
	Bulk purchases	(1 004)	No penalties were levied by Eskom	
3	Capital Expenditure			
	Electricity	(618)	Project has started but behind schedule	None
	Waste management	(999)	Project has started but behind schedule	None
		-		
4	Financial Position			
5	Cash Flow			
	Property rates, penalties & collection charges	115	Revenue increased due to credit control process	
	Government - operating	3 323	Most of the operational grants were received during Jul and Aug	
	Government - capital	1 102	Capital grants received during Jul	
	Capital assets	1 805	MIG projects started earlier than planned	
6	Measureable performance			
7	Municipal Entities			

Debtors Analysis

WC051 Laingsburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M03 September

Description	NT Code	Budget Year 2016/17										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.L.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days	181 Dys-1 Yr	Over 1Yr	Total				
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	125	30	15	10	17	20	18	219	454	284	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	803	38	11	5	7	5	6	136	1 011	159	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	1 975	18	-	13	13	12	13	2 280	4 323	2 330	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	174	27	16	10	17	15	16	271	546	329	-	-	
Receivables from Exchange Transactions - Waste Management	1600	74	20	10	6	13	12	10	87	232	127	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	29	25	9	13	14	18	11	347	466	403	-	-	
Interest on Arrear Debtor Accounts	1810	-	757	-	-	-	-	-	-	757	-	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	(11)	1	2	0	0	(0)	0	42	34	43	-	-	
Total By Income Source	2000	3 168	916	64	56	81	82	74	3 381	7 823	3 675	-	-	
2015/16 - totals only		702 023	782 644	114 632	86 396	97 643	97 937	89 788	3 573 353	5 544	3 945	0	0	
Debtors Age Analysis By Customer Group														
Organs of State	2200	456	183	7	9	12	15	8	918	1 608	962	-	-	
Commercial	2300	694	11	3	1	3	1	1	18	733	24	46 981.57	-	
Households	2400	1 871	670	53	45	65	64	63	2 344	5 174	2 581	-	-	
Other	2500	147	51	1	2	1	2	1	102	308	109	-	-	
Total By Customer Group	2600	3 168	916	64	56	81	82	74	3 381	7 823	3 675	47	-	

Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M03 September

Description	NT Code	Budget Year 2016/17									Total
		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		
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	5	15	-	-	-	-	-	-	-	19
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	5	15	-	-	-	-	-	-	-	19

5. Other Information or Documentation

The audit process for the 2015/2016 financial yeas has started and there will be further reporting on the progress in the next report.

6. Recommendation

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