

# LAINGSBURG MUNICIPALITY



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

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## 1. Mayors Report

The monthly budget statement for June 2020 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The June 2020 Monthly budget statement is the pre-final report for the 2019/20 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 June 2020.

R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Revenue (Incl. Capital transfers and contributions)	94 630	100 445	87 219	86.83
Total Expenditure	94 052	97 400	92 368	94.83
Depriciation	11 752	11 978	9 732	81.25
Surplus (Deficit) (Incl Capital transfers)	577	3 045	-5 149	(169.09)

Capital Expenditure				
<i>Sources of Finance</i>				
Transfers from Grants	6 588	10 321	6 743	65.33
<i>Government</i>	6 588	10 321	6 743	65.33
Transfers from Internal funds	-	-	-	-
Capital Expenditure	6 588	10 321	6 743	65.33

## Operating Revenue

The Municipality have generated 83.80% or R 87,219 million of the Budgeted Revenue to date which is lower than the budgeted amount. Year-to-date operating revenue is 16,20% lower than the year-to-date budget. The projected budgeted revenue for the full financial year amounts to R 104,077 million. The actual revenue as at the end of June 2020 is thus R 16,859 million under the budget. This amount includes the operational grants to date.

## Operating Expenditure

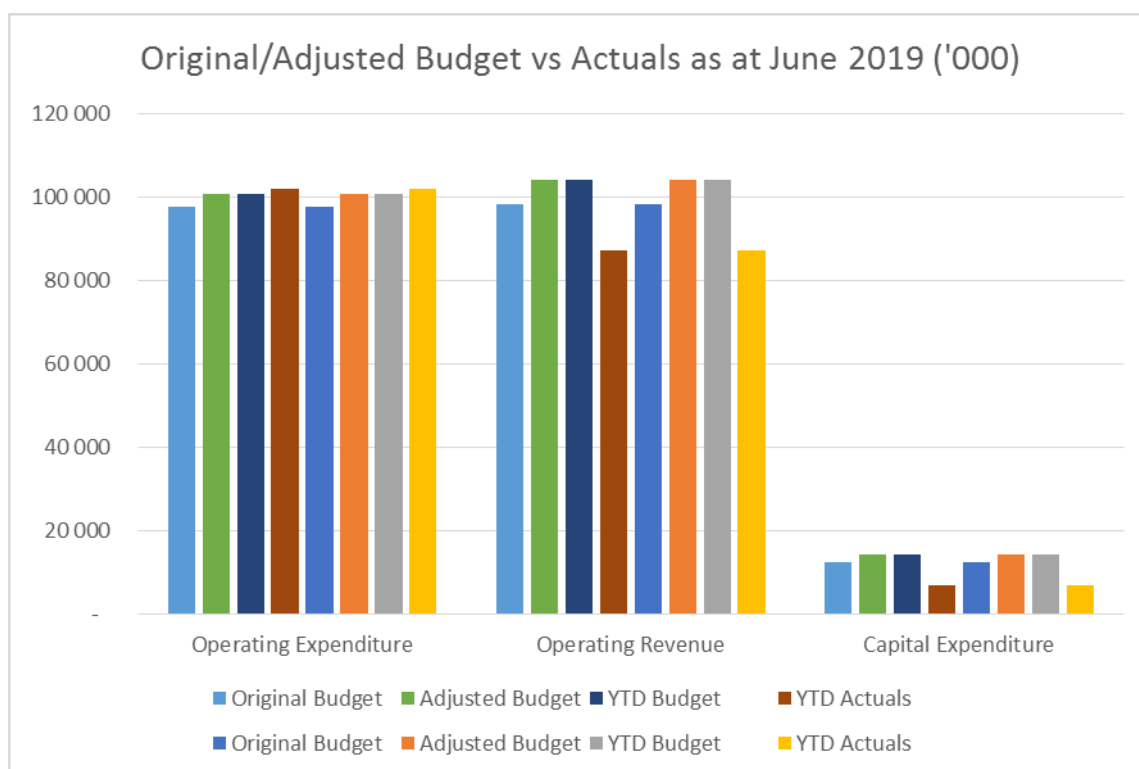
Operating expenditure of R 92,368 million for the period up to June 2020 does not include part of the annual calculation for provisions. The total amount for the year-to-date portion of provisions is R9,517 million. That will bring the total expenditure effectively at R 101,885 million to date. The expenditure to date is higher than the budget year-to-date amount and stands on 101,34%. This means that the Municipality has spent 1.34% over the budget.

## Capital Expenditure

Year-to-date capital expenditure is lower than the year-to-date budget and stands on 47,08%.

The projected year-to-date capital expenditure amounted to R 10,741 million and the actual expenditure as at the end of June 2020 amounted to R 6,742 million.

The following graph shows the performance of the municipality against the Budget (Operating and Capital) as at the end of June 2020:



## Cash Flow

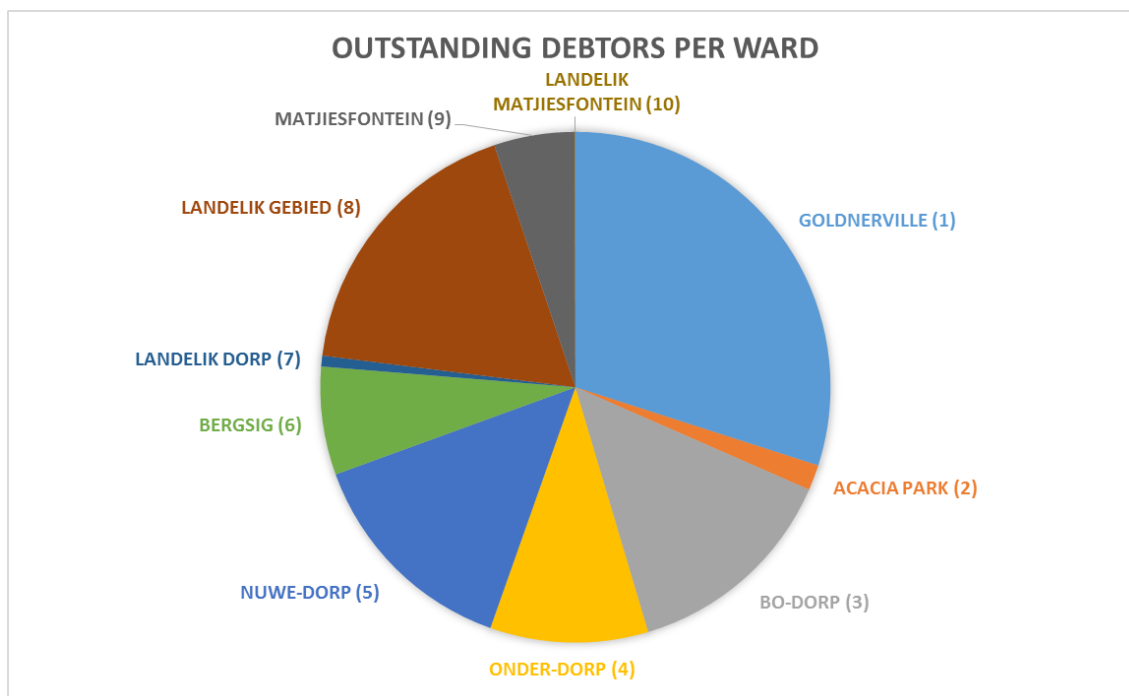
The Municipality started off with a cash flow balance of R 6,552 million at the beginning of the year after corrections and increased with R 5,603. The closing balance for the month ended June 2020 is R12,154 million. The Municipal Cash flow is mainly from Operating Activities and Grants as no Borrowing or Investments are budgeted for the 2019/2020 financial year.

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.

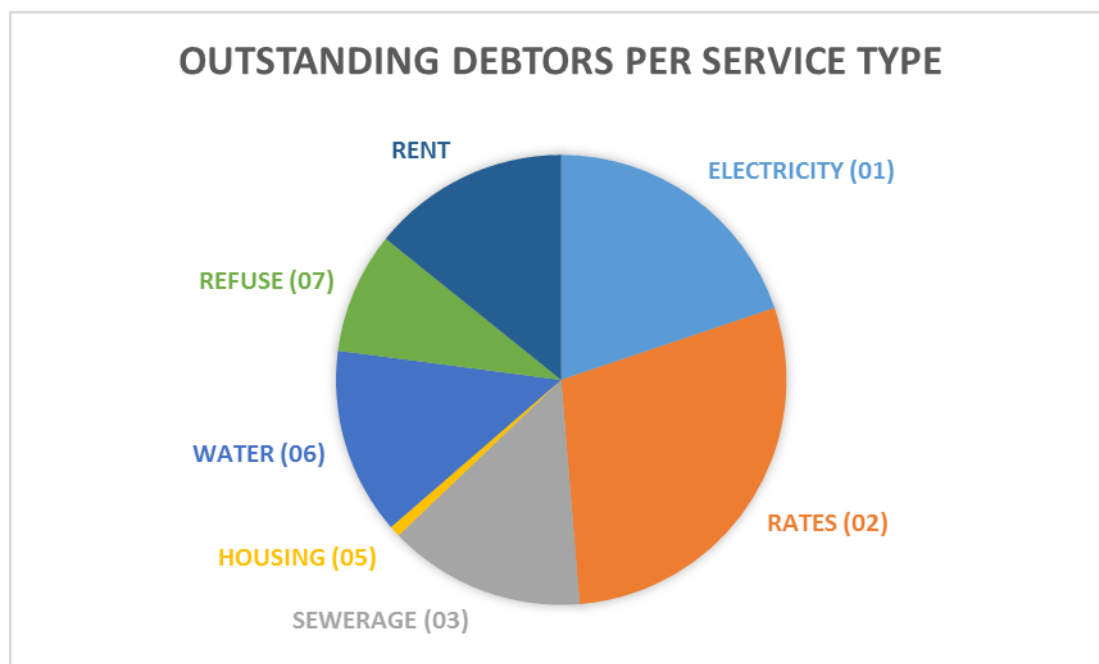
## Debtors

The Outstanding Debtors of the Municipality amounts to R 9,133 million for the month ended June 2020, (R 8,867 million previous month). There was a increase of R 0.266 million in the total outstanding amount since the previous month (decrease of R 0.233 million previous month). The payment rate for 2018/2019 financial year was 89%. At the end of June 2020 the payment rate was 91.16%. The total amount outstanding for longer than 12 months is R 6,637 million and this amounts to 69,71% of all the debtors outstanding. The total cash trapped in outstanding debtors older than 90 Days amount to R 7,353 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 following graph shows the the outstanding debtors per ward as at the end of June 2020:



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



### Creditors

Total outstanding creditors amount to R 0 for the month ending June 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	5 698 900	474 908	6 648 717	91 865	4 233 262	(383 043)	(2 415 455)
Vehicles used for political office bearers	-	-	-	-	-	-	-
Travel and subsistence	1 077 112	89 759	987 353	31 458	1 073 527	(58 301)	86 175
Domestic accommodation	279 500	23 292	256 208	860	341 810	(22 432)	85 602
Sponsorships, events and catering	168 700	14 058	154 642	1 154	77 435	(12 905)	(77 206)
Communication	620 000	51 667	568 333	92 965	412 443	41 298	(155 891)
Other related expenditure items		-	-			-	-
<b>Total</b>	<b>R 7 844 212</b>	<b>R 653 684</b>	<b>R 8 615 253</b>	<b>R 218 302</b>	<b>R 6 138 477</b>	<b>(435 383)</b>	<b>(2 476 775)</b>

Red flagged amounts are items that exceed the budgeted amount. The main problem areas are travel and subsistence and accommodation.

### 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) Tale 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 - M12 June

Description	2018/19	Budget Year 2019/20							
	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	4 656	4 319	7	4 310	1 800	2 511	140%	4 319
Service charges	17 178	20 941	20 621	1 755	23 139	8 592	14 547	169%	20 621
Investment revenue	146	811	841	31	841	350	491	140%	841
Transfers and subsidies	21 464	21 623	25 689	207	17 832	10 704	7 128	67%	25 689
Other own revenue	35 451	34 544	33 349	135	34 354	13 895	20 459	147%	33 349
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>78 229</b>	<b>82 575</b>	<b>84 819</b>	<b>2 136</b>	<b>80 476</b>	<b>35 341</b>	<b>45 135</b>	<b>128%</b>	<b>84 819</b>
Employee costs	20 912	26 131	25 670	1 953	23 435	10 696	12 740	119%	25 670
Remuneration of Councillors	2 770	2 801	2 801	327	2 822	1 167	1 655	142%	2 801
Depreciation & asset impairment	8 667	11 752	11 978	811	9 732	4 991	4 741	95%	11 978
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	7 899	7 923	8 383	1 385	9 140	3 493	5 647	162%	8 383
Transfers and subsidies	4 113	2 522	2 108	622	4 567	879	3 688	420%	2 108
Other expenditure	43 900	42 924	46 459	1 421	42 670	19 358	23 312	120%	46 459
<b>Total Expenditure</b>	<b>88 261</b>	<b>94 052</b>	<b>97 400</b>	<b>6 519</b>	<b>92 368</b>	<b>40 583</b>	<b>51 785</b>	<b>128%</b>	<b>97 400</b>
<b>Surplus/(Deficit)</b>	<b>(10 033)</b>	<b>(11 477)</b>	<b>(12 581)</b>	<b>(4 383)</b>	<b>(11 892)</b>	<b>(5 242)</b>	<b>(6 650)</b>	<b>127%</b>	<b>(12 581)</b>
Transfers and subsidies - capital (monetary alloc	19 268	12 054	15 626	978	6 743	6 511	232	4%	15 626
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>9 235</b>	<b>577</b>	<b>3 045</b>	<b>(3 406)</b>	<b>(5 149)</b>	<b>1 269</b>	<b>(6 418)</b>	<b>-506%</b>	<b>3 045</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>9 235</b>	<b>577</b>	<b>3 045</b>	<b>(3 406)</b>	<b>(5 149)</b>	<b>1 269</b>	<b>(6 418)</b>	<b>-506%</b>	<b>3 045</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>28 105</b>	<b>6 588</b>	<b>10 321</b>	<b>978</b>	<b>6 743</b>	<b>-</b>	<b>6 743</b>	<b>#DIV/0!</b>	<b>10 321</b>
Capital transfers recognised	16 764	12 233	14 321	978	6 743	-	6 743	#DIV/0!	14 321
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	18	-	-	-	-	-	-	-	-
<b>Total sources of capital funds</b>	<b>16 781</b>	<b>12 233</b>	<b>14 321</b>	<b>978</b>	<b>6 743</b>	<b>-</b>	<b>6 743</b>	<b>#DIV/0!</b>	<b>14 321</b>
<b>Financial position</b>									
Total current assets	21 864	21 864	21 864		31 256				21 864
Total non current assets	192 687	192 687	192 687		189 699				192 687
Total current liabilities	14 112	14 112	14 112		26 438				14 112
Total non current liabilities	14 490	14 490	14 490		14 490				14 490
Community wealth/Equity	185 950	185 950	185 950		180 028				185 950
<b>Cash flows</b>									
Net cash from (used) operating	(2 752)	10 455	10 455	(4 052)	11 012	10 455	(557)	-5%	10 455
Net cash from (used) investing	(3 035)	(11 976)	(11 976)	(118)	(5 469)	(11 976)	(6 507)	54%	(11 976)
Net cash from (used) financing	91	34	34	3	60	34	(26)	-74%	34
<b>Cash/cash equivalents at the month/year end</b>	<b>856</b>	<b>5 065</b>	<b>5 065</b>	<b>-</b>	<b>12 154</b>	<b>5 065</b>	<b>(7 089)</b>	<b>-140%</b>	<b>5 065</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	935	400	446	397	321	268	6 367	-	9 133
<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) - M12 June**

Description	Ref	2018/19	Budget Year 2019/20							
		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>Revenue - Functional</b>										
<i><b>Governance and administration</b></i>		<b>39 203</b>	<b>34 585</b>	<b>42 967</b>	<b>1 144</b>	<b>29 147</b>	<b>17 903</b>	11 244	63%	<b>42 967</b>
Executive and council		905	2 521	2 431	860	1 306	1 013	293	29%	2 431
Finance and administration		38 298	32 065	40 536	284	27 841	16 890	10 951	65%	40 536
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		<b>34 965</b>	<b>34 140</b>	<b>31 893</b>	<b>106</b>	<b>33 669</b>	<b>13 289</b>	20 380	153%	<b>31 894</b>
Community and social services		1 274	1 265	1 269	105	1 370	529	842	159%	1 269
Sport and recreation		4	24	4	-	1	2	(0)	-25%	4
Public safety		33 670	32 839	30 609	0	32 285	12 754	19 531	153%	30 609
Housing		16	11	11	1	12	5	8	165%	11
Health		2	0	0	-	0	0	0	77%	1
<i><b>Economic and environmental services</b></i>		<b>1 013</b>	<b>1 304</b>	<b>1 304</b>	<b>105</b>	<b>1 251</b>	<b>543</b>	708	130%	<b>1 304</b>
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 013	1 304	1 304	105	1 251	543	708	130%	1 304
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		<b>22 429</b>	<b>24 600</b>	<b>24 280</b>	<b>1 759</b>	<b>23 152</b>	<b>10 117</b>	13 035	129%	<b>24 280</b>
Energy sources		14 443	15 414	15 214	1 045	14 472	6 339	8 133	128%	15 214
Water management		2 922	4 009	3 709	285	3 330	1 545	1 785	116%	3 709
Waste water management		2 818	2 793	2 913	235	2 902	1 214	1 688	139%	2 913
Waste management		2 247	2 385	2 445	193	2 448	1 019	1 429	140%	2 445
<i><b>Other</b></i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	<b>97 610</b>	<b>94 630</b>	<b>100 445</b>	<b>3 114</b>	<b>87 219</b>	<b>41 852</b>	<b>45 367</b>	<b>108%</b>	<b>100 445</b>
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		<b>28 723</b>	<b>28 259</b>	<b>32 049</b>	<b>2 544</b>	<b>28 190</b>	<b>13 354</b>	14 836	111%	<b>32 049</b>
Executive and council		8 078	9 682	8 172	1 471	12 106	3 405	8 701	256%	8 172
Finance and administration		20 645	18 577	23 877	1 074	16 084	9 949	6 135	62%	23 877
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		<b>32 769</b>	<b>36 208</b>	<b>33 906</b>	<b>578</b>	<b>33 265</b>	<b>14 127</b>	19 138	135%	<b>33 906</b>
Community and social services		1 340	2 188	2 176	169	2 085	907	1 178	130%	2 176
Sport and recreation		9	26	45	0	36	19	18	93%	45
Public safety		31 207	33 784	31 456	256	30 521	13 107	17 415	133%	31 456
Housing		209	207	207	16	191	86	104	121%	207
Health		4	4	22	137	432	9	423	4700%	22
<i><b>Economic and environmental services</b></i>		<b>1 583</b>	<b>3 556</b>	<b>3 578</b>	<b>231</b>	<b>2 866</b>	<b>1 491</b>	1 375	92%	<b>3 578</b>
Planning and development		329	1 324	988	39	474	412	62	15%	988
Road transport		1 254	2 231	2 590	191	2 391	1 079	1 312	122%	2 590
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		<b>25 187</b>	<b>26 022</b>	<b>27 860</b>	<b>3 166</b>	<b>28 039</b>	<b>11 608</b>	16 431	142%	<b>27 860</b>
Energy sources		8 511	9 270	9 912	1 591	10 687	4 130	6 557	159%	9 912
Water management		4 535	2 933	3 438	325	3 124	1 432	1 692	118%	3 438
Waste water management		10 453	12 195	12 880	1 141	12 822	5 367	7 455	139%	12 880
Waste management		1 688	1 625	1 631	110	1 407	679	727	107%	1 631
<i><b>Other</b></i>		-	7	7	1	8	3	5	160%	7
<b>Total Expenditure - Functional</b>	3	<b>88 261</b>	<b>94 052</b>	<b>97 400</b>	<b>6 519</b>	<b>92 368</b>	<b>40 583</b>	<b>51 785</b>	<b>128%</b>	<b>97 400</b>
<b>Surplus/ (Deficit) for the year</b>		<b>9 349</b>	<b>577</b>	<b>3 045</b>	<b>(3 406)</b>	<b>(5 149)</b>	<b>1 269</b>	<b>(6 418)</b>	<b>-506%</b>	<b>3 046</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) - M12 June**

Vote Description	Ref	2018/19	Budget Year 2019/20							
		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	2 521	2 431	860	1 306	1 013	293	28.9%	2 431
Vote 2 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		1 770	1 632	3 124	150	2 868	1 302	1 566	120.3%	3 124
Vote 4 - BUDGET & TREASURY		36 529	30 433	37 412	135	24 973	15 588	9 384	60.2%	37 412
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY AND SOCIAL SERV		1 276	1 266	1 270	105	1 371	529	842	159.1%	1 270
Vote 7 - SPORTS AND RECREATION		4	24	4	-	1	2	(0)	-25.0%	4
Vote 8 - HOUSING		16	11	11	1	12	5	8	164.7%	11
Vote 9 - PUBLIC SAFETY		33 670	32 839	30 609	0	32 285	12 754	19 531	153.1%	30 609
Vote 10 - ROAD TRANSPORT		1 100	1 321	1 321	105	1 252	551	701	127.3%	1 321
Vote 11 - WASTE MANAGEMENT		2 247	2 385	2 445	193	2 448	1 019	1 429	140.2%	2 445
Vote 12 - WASTE WATER MANAGEMENT		2 731	2 776	2 896	235	2 901	1 207	1 695	140.5%	2 896
Vote 13 - WATER		2 922	4 009	3 709	285	3 330	1 545	1 785	115.5%	3 709
Vote 14 - ELECTRICITY		14 443	15 414	15 214	1 045	14 472	6 339	8 133	128.3%	15 214
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>97 610</b>	<b>94 630</b>	<b>100 445</b>	<b>3 114</b>	<b>87 219</b>	<b>41 852</b>	<b>45 367</b>	<b>108.4%</b>	<b>100 445</b>
<b>Expenditure by Vote</b>										
Vote 1 - MAYORAL & COUNCIL	1	5 043	6 339	5 205	1 075	9 046	2 169	6 877	317.1%	5 205
Vote 2 - MUNICIPAL MANAGER		3 035	3 343	2 967	396	3 060	1 236	1 824	147.6%	2 967
Vote 3 - CORPORATE SERVICES		7 705	6 738	6 600	537	5 645	2 750	2 895	105.3%	6 600
Vote 4 - BUDGET & TREASURY		12 940	11 838	17 277	537	10 438	7 199	3 240	45.0%	17 277
Vote 5 - PLANNING AND DEVELOPMENT		329	1 324	988	39	474	412	62	15.2%	988
Vote 6 - COMMUNITY AND SOCIAL SERV		1 184	1 619	1 613	261	1 957	672	1 285	191.2%	1 613
Vote 7 - SPORTS AND RECREATION		169	606	637	46	604	265	338	127.6%	637
Vote 8 - HOUSING		209	207	207	16	191	86	104	120.6%	207
Vote 9 - PUBLIC SAFETY		31 207	33 784	31 456	256	30 521	13 107	17 415	132.9%	31 456
Vote 10 - ROAD TRANSPORT		9 673	11 913	12 809	1 154	12 987	5 337	7 650	143.3%	12 809
Vote 11 - WASTE MANAGEMENT		1 688	1 625	1 631	110	1 407	679	727	107.0%	1 631
Vote 12 - WASTE WATER MANAGEMENT		2 034	2 513	2 661	178	2 226	1 109	1 117	100.8%	2 661
Vote 13 - WATER		4 535	2 933	3 438	325	3 124	1 432	1 692	118.1%	3 438
Vote 14 - ELECTRICITY		8 511	9 270	9 912	1 591	10 687	4 130	6 557	158.8%	9 912
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>88 261</b>	<b>94 052</b>	<b>97 400</b>	<b>6 519</b>	<b>92 368</b>	<b>40 583</b>	<b>51 785</b>	<b>127.6%</b>	<b>97 400</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>9 349</b>	<b>577</b>	<b>3 045</b>	<b>(3 406)</b>	<b>(5 149)</b>	<b>1 269</b>	<b>(6 418)</b>	<b>-505.8%</b>	<b>3 045</b>

Table C4: Financial Performance (Revenue and Expenditure)

## WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Description	Ref	Budget Year 2019/20								
		2018/19 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	4 656	4 319	7	4 310	1 800	2 511	140%	4 319
Service charges - electricity revenue		11 861	15 055	14 855	1 045	14 472	6 190	8 283	134%	14 855
Service charges - water revenue		1 096	1 628	1 328	285	3 330	553	2 777	502%	1 328
Service charges - sanitation revenue		2 731	2 776	2 896	235	2 901	1 207	1 695	140%	2 896
Service charges - refuse revenue		1 490	1 483	1 543	190	2 435	643	1 792	279%	1 543
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		1 354	711	1 456	121	1 416	607	810	133%	1 456
Interest earned - external investments		146	811	841	31	841	350	491	140%	841
Interest earned - outstanding debtors		282	40	509	(15)	343	212	131	62%	509
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		33 342	31 775	29 736	0	31 782	12 390	19 392	157%	29 736
Licences and permits		228	1 072	882	0	508	367	141	38%	882
Agency services		151	122	157	9	132	65	67	102%	157
Transfers and subsidies		21 464	21 623	25 689	207	17 832	10 704	7 128	67%	25 689
Other revenue		94	825	610	20	172	254	(82)	-32%	610
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>78 229</b>	<b>82 575</b>	<b>84 819</b>	<b>2 136</b>	<b>80 476</b>	<b>35 341</b>	<b>45 135</b>	<b>128%</b>	<b>84 819</b>
<b>Expenditure By Type</b>										
Employee related costs		20 912	26 131	25 670	1 953	23 435	10 696	12 740	119%	25 670
Remuneration of councillors		2 770	2 801	2 801	327	2 822	1 167	1 655	142%	2 801
Debt impairment		25 618	26 442	25 392	-	25 730	10 580	15 151	143%	25 392
Depreciation & asset impairment		8 667	11 752	11 978	811	9 732	4 991	4 741	95%	11 978
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 899	7 923	8 383	1 385	9 140	3 493	5 647	162%	8 383
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		2 445	3 813	2 183	139	1 586	909	676	74%	2 183
Transfers and subsidies		4 113	2 522	2 108	622	4 567	879	3 688	420%	2 108
Other expenditure		15 837	12 669	18 885	1 282	15 354	7 869	7 485	95%	18 885
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>88 261</b>	<b>94 052</b>	<b>97 400</b>	<b>6 519</b>	<b>92 368</b>	<b>40 583</b>	<b>51 785</b>	<b>128%</b>	<b>97 400</b>
<b>Surplus/(Deficit)</b>		<b>(10 033)</b>	<b>(11 477)</b>	<b>(12 581)</b>	<b>(4 383)</b>	<b>(11 892)</b>	<b>(5 242)</b>	<b>(6 650)</b>	<b>0</b>	<b>(12 581)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		19 268	12 054	15 626	978	6 743	6 511	232	0	15 626
(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>577</b>	<b>3 045</b>	<b>(3 406)</b>	<b>(5 149)</b>	<b>1 269</b>			<b>3 045</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>9 235</b>	<b>577</b>	<b>3 045</b>	<b>(3 406)</b>	<b>(5 149)</b>	<b>1 269</b>			<b>3 045</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>9 235</b>	<b>577</b>	<b>3 045</b>	<b>(3 406)</b>	<b>(5 149)</b>	<b>1 269</b>			<b>3 045</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>9 235</b>	<b>577</b>	<b>3 045</b>	<b>(3 406)</b>	<b>(5 149)</b>	<b>1 269</b>			<b>3 045</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) - M12 June

Vote Description	Ref	2018/19	Budget Year 2019/20						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %

R thousands

<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		35	-	-	-	-	-	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		35	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		25	-	-	-	-	-	-	-	-
Community and social services		11	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
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	6 588	10 321	978	6 743	-	6 743	#DIV/0!	10 321
Energy sources		8 424	4 576	4 372	860	1 273	-	1 273	#DIV/0!	4 372
Water management		19 383	2 012	5 949	118	5 469	-	5 469	#DIV/0!	5 949
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	28 105	6 588	10 321	978	6 743	-	6 743	#DIV/0!	10 321
<b>Funded by:</b>										
National Government		(704)	12 233	14 321	978	6 743	-	6 743	#DIV/0!	14 321
Provincial Government		17 468	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		16 764	12 233	14 321	978	6 743	-	6 743	#DIV/0!	14 321
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		18	-	-	-	-	-	-	-	-
<b>Total Capital Funding</b>		16 781	12 233	14 321	978	6 743	-	6 743	#DIV/0!	14 321

**Table C6: Financial Position****WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - M12 June**

Description	Ref	2018/19	Budget Year 2019/20			
		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	12 149	6 552
Call investment deposits		-	-	-	-	-
Consumer debtors		10 509	10 509	10 509	(13 249)	10 509
Other debtors		3 915	3 915	3 915	31 537	3 915
Current portion of long-term receivables		0	0	0	0	0
Inventory		889	889	889	818	889
<b>Total current assets</b>		<b>21 864</b>	<b>21 864</b>	<b>21 864</b>	<b>31 256</b>	<b>21 864</b>
<b>Non current assets</b>						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		24 801	24 801	24 801	24 743	24 801
Investments in Associate		-	-	-	-	-
Property, plant and equipment		167 473	167 473	167 473	164 540	167 473
Agricultural		-	-	-	-	-
Biological		-	-	-	-	-
Intangible		370	370	370	370	370
Other non-current assets		43	43	43	45	43
<b>Total non current assets</b>		<b>192 687</b>	<b>192 687</b>	<b>192 687</b>	<b>189 699</b>	<b>192 687</b>
<b>TOTAL ASSETS</b>		<b>214 551</b>	<b>214 551</b>	<b>214 551</b>	<b>220 955</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	699	674
Trade and other payables		12 262	12 262	12 262	24 656	12 262
Provisions		1 159	1 159	1 159	1 066	1 159
<b>Total current liabilities</b>		<b>14 112</b>	<b>14 112</b>	<b>14 112</b>	<b>26 438</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>40 927</b>	<b>28 601</b>
<b>NET ASSETS</b>	2	<b>185 950</b>	<b>185 950</b>	<b>185 950</b>	<b>180 028</b>	<b>185 950</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		185 950	185 950	185 950	180 028	185 950
Reserves		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>185 950</b>	<b>185 950</b>	<b>185 950</b>	<b>180 028</b>	<b>185 950</b>

Table C7: Cash Flow

## WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - M12 June

Description	Ref	2018/19	Budget Year 2019/20							
		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		4 237	3 846	3 846	87	3 456	3 846	(390)	-10%	3 846
Service charges		16 072	19 696	19 696	1 289	18 023	19 696	(1 674)	-8%	19 696
Other revenue		23 281	8 263	8 263	798	30 985	8 263	22 722	275%	8 263
Government - operating		15 542	22 612	22 612	-	17 756	22 612	(4 857)	-21%	22 612
Government - capital		8 476	11 723	11 723	-	-	11 723	(11 723)	-100%	11 723
Interest		911	1 195	1 195	16	748	1 195	(447)	-37%	1 195
Dividends		-	-	-	-	-	-	-		-
<b>Payments</b>										
Suppliers and employees		(74 809)	(56 874)	(56 874)	(6 208)	(59 599)	(56 874)	2 726	-5%	(56 874)
Finance charges		-	(7)	(7)	-	-	(7)	(7)	100%	(7)
Transfers and Grants		3 537	-	-	(34)	(356)	-	356	#DIV/0!	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>(2 752)</b>	<b>10 455</b>	<b>10 455</b>	<b>(4 052)</b>	<b>11 012</b>	<b>10 455</b>	<b>(557)</b>	<b>-5%</b>	<b>10 455</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		8 000	-	-	-	-	-	-		-
<b>Payments</b>										
Capital assets		(11 035)	(11 976)	(11 976)	(118)	(5 469)	(11 976)	(6 507)	54%	(11 976)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(3 035)</b>	<b>(11 976)</b>	<b>(11 976)</b>	<b>(118)</b>	<b>(5 469)</b>	<b>(11 976)</b>	<b>(6 507)</b>	<b>54%</b>	<b>(11 976)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		91	34	34	3	60	34	26	74%	34
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>91</b>	<b>34</b>	<b>34</b>	<b>3</b>	<b>60</b>	<b>34</b>	<b>(26)</b>	<b>-74%</b>	<b>34</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(5 696)</b>	<b>(1 486)</b>	<b>(1 486)</b>	<b>(4 167)</b>	<b>5 603</b>	<b>(1 486)</b>			<b>(1 486)</b>
Cash/cash equivalents at beginning:		6 552	6 552	6 552		6 552	6 552			6 552
Cash/cash equivalents at month/year end:		856	5 065	5 065		12 154	5 065			5 065

## 4. Supporting Documentation

### Variance explanations

#### WC051 Laingsburg - Supporting Table SC1 Material variance explanations - M12 June

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	<b>R thousands</b>			
1	<b>Revenue By Source</b>			
	Property rates	140%	Property rates are levied in July for the financial year	Will balance out to end of financial year
	Service charges - water revenue	502%	Revenue foregone included in the total revenue amount	Will be journalled at JE
2	<b>Expenditure By Type</b>			
	Transfers and subsidies	420%	More transfers to indigent consumers	
3	<b>Capital Expenditure</b>			
4	<b>Financial Position</b>			
		0		0
5	<b>Cash Flow</b>			
	Service charges	-16%	Poor payment ratio from debtors	0
6	<b>Measureable performance</b>			
7	<b>Municipal Entities</b>			

### Debtors Analysis

#### WC051 Laingsburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description	NT Code	Budget Year 2019/20									Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o 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	124	64	50	58	51	46	834	--	1 227	989	--	--
Trade and Other Receivables from Exchange Transactions - Electricity	1300	725	128	115	136	105	69	533	--	1 810	842	--	--
Receivables from Non-exchange Transactions - Property Rates	1400	(144)	54	37	53	35	37	2 565	--	2 638	2 690	--	--
Receivables from Exchange Transactions - Waste Water Management	1500	(33)	61	168	57	48	53	939	--	1 292	1 096	--	--
Receivables from Exchange Transactions - Waste Management	1600	153	52	38	44	32	31	445	--	795	553	--	--
Receivables from Exchange Transactions - Property Rental Debtors	1700	94	41	37	48	49	32	926	--	1 228	1 055	--	--
Interest on Arrear Debtor Accounts	1810	--	--	--	--	--	--	--	--	--	--	--	--
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	--	--	--	--	--	--	--	--	--	--	--	--
Other	1900	15	0	0	2	1	0	125	--	143	128	--	--
<b>Total By Income Source</b>	<b>2000</b>	<b>935</b>	<b>400</b>	<b>446</b>	<b>397</b>	<b>321</b>	<b>268</b>	<b>6 367</b>	<b>--</b>	<b>9 133</b>	<b>7 353</b>	<b>--</b>	<b>--</b>
<b>2018/19 - totals only</b>		<b>1214938</b>	<b>869849</b>	<b>180608</b>	<b>126680</b>	<b>206828</b>	<b>127452</b>	<b>3232686</b>	<b>886727</b>	<b>6 845</b>	<b>4 579</b>	<b>--</b>	<b>--</b>
<b>Debtors Age Analysis By Customer Group</b>													
Organs of State	2200	115	82	110	122	59	83	809	--	1 380	1 073	--	--
Commercial	2300	316	138	186	84	113	39	2 122	--	2 998	2 359	--	--
Households	2400	504	180	150	191	149	146	3 435	--	4 755	3 922	--	--
Other	2500	--	--	--	--	--	--	--	--	--	--	--	--
<b>Total By Customer Group</b>	<b>2600</b>	<b>935</b>	<b>400</b>	<b>446</b>	<b>397</b>	<b>321</b>	<b>268</b>	<b>6 367</b>	<b>--</b>	<b>9 133</b>	<b>7 353</b>	<b>--</b>	<b>--</b>

## Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description	NT Code	Budget Year 2019/20									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:

The quality certificate attached to this report could not be signed due to the lockdown period.



## Munisipaliteit • LAINGSBURG • Municipality

Munisipale-geboue, Van Riebeeckstraat

PRIVAATSAK X4  
LAINGSBURG  
6900



Municipal Buildings, Van Riebeeck Street

PRIVATE BAG X4  
LAINGSBURG  
6900

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### OFFICE OF THE MUNICIPAL MANAGER

---

VERWYSINGSNOMMER:  
REFERENCE NUMBER:  
NAVRAE:  
ENQUIRIES:

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

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### QUALITY CERTIFICATE

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I, Alida Groenewald, the Senior Manager Finance and Corporate Services 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 June 2020 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: A S Groenewald

for: Municipal Manager of Laingsburg Municipality (WC051)

Signature ..... *Alida Groenewald* .....

Date ..... *2020-07-14* .....

## 6. Recommendation

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