

# LAINGSBURG MUNICIPALITY



**MONTHLY BUDGET STATEMENTS FOR THE QUARTER ENDING  
SEPTEMBER 2020**

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## 1. Mayors Report

The quarterly budget statement for September 2020 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The First Quarterly budget statement is the thirteenth quarterly 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 September 2020.

Operating Budget				
R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
<b>Total Revenue (Incl. Capital transfers and contributions)</b>	120 208 516	120 208 516	28 684 583	<b>23.86</b>
<b>Total Expenditure</b>	115 549 488	115 549 488	21 266 167	18.40
<b>Surplus (Deficit) (Incl Capital transfers)</b>	<b>4 659 028</b>	<b>4 659 028</b>	<b>7 418 415</b>	<b>159.23</b>

Capital Budget				
R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
<b>Total Capital expenditure</b>	<b>10 005 550</b>	<b>10 005 550</b>	<b>2 135 503</b>	<b>21.34</b>
<b>Sources of Finance</b>				
<i>National Government - MIG</i>	1 110 000	1 110 000	52 838	<b>4.76</b>
<i>Provincial Government - SMME Booster Funds</i>	717 000	717 000	-	-
<i>Provincial Government - Cultural Affairs and Sport</i>	6 278 550	6 278 550	1 424 946	<b>22.70</b>
<i>Provincial Government - Municipal Drought Relief</i>	1 900 000	1 900 000	657 720	<b>34.62</b>
<b>Total Funding Sources of Capital</b>	<b>10 005 550</b>	<b>10 005 550</b>	<b>2 135 503</b>	<b>21.34</b>

## Operating Revenue

The Municipality have generated 23.86% or R 28,685 million of the Budgeted Revenue to date which is higher than the budgeted amount. Year-to-date operating revenue is 4,77% under 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 September 2020 is thus R 10,017 million under the budget. The reason for this is that no operational grants were received during September 2020.

## Operating Expenditure

Operating expenditure of R 5,703 million for the period of September 2020 does not include part of the annual calculation for provisions. The total amount for the year-to-date portion of provisions is R4,759 million. That will bring the total expenditure effectively at R 21,266 million to date. The expenditure to date is in lower as the budgeted year-to-date amount and stands on 90,09%.

## Capital Expenditure

Year-to-date capital expenditure is lower than the year-to-date budget and stands on 21,67%.

The actual year-to-date capital expenditure amounted to R 1,308 million and the actual expenditure for the month of September 2020 amounted to R 1,308 million.

## Cash Flow

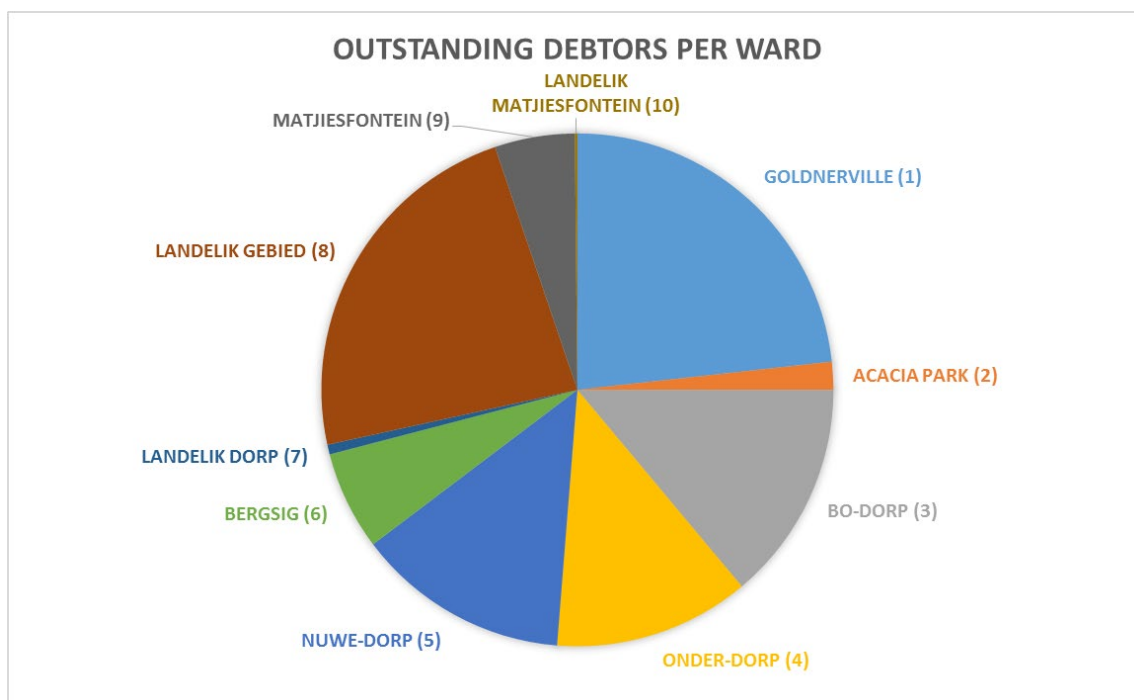
The Municipality started off with a cash flow balance of R 12,154 million at the beginning of the year after corrections and increased with R 6,012 million. The closing balance for the month ended September 2020 is R18,166 million. The Municipal Cash flow is mainly from Operating Activities and Grants 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 79.85% and way below the target. That means that the inflow of cash is much lower as the assumptions.

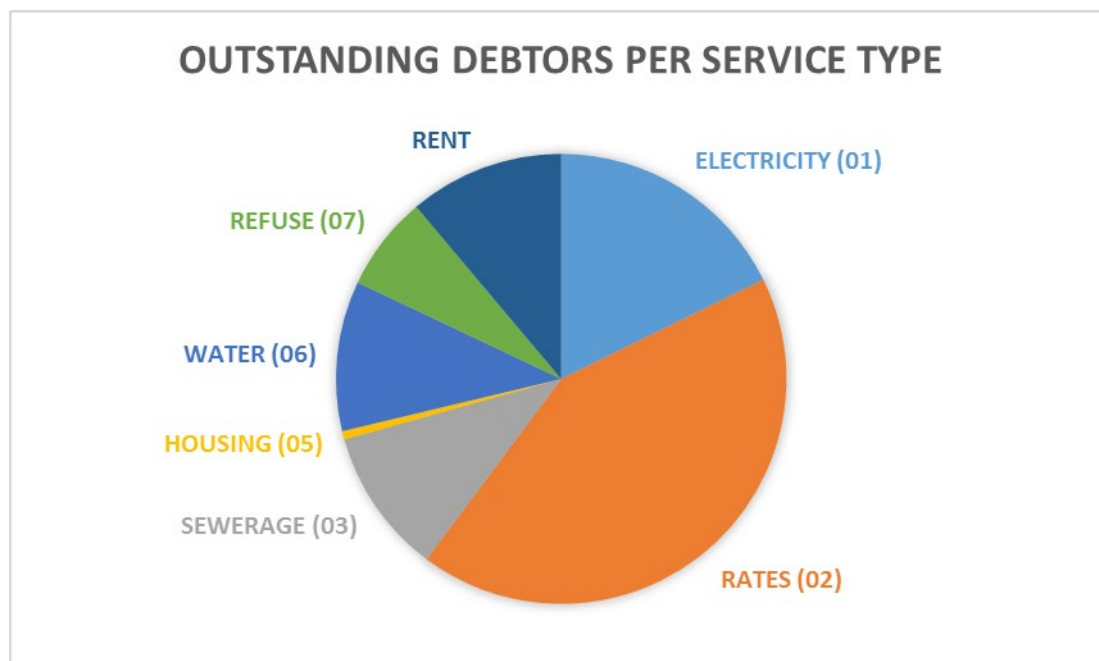
## Debtors

The Outstanding Debtors of the Municipality amounts to R 11,539 million for the month ended September 2020, (R 12,746 million previous month). There was a decrease of R 1.207 million in the total outstanding amount since the previous month (decrease of R 1.618 million previous month). The payment rate for 2019/2020 financial year was 89,56%. At the end of September 2020 the payment rate was 67.59%. The total amount outstanding for longer than 12 months is R 5,724 million and this amounts to 49,61% of all the debtors outstanding. The total cash trapped in outstanding debtors older than 90 Days amount to R 6,573 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 89,24%, water at 81,88%, refuse at 90,35% and sewerage at 99,65%.

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



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



## Creditors

Total outstanding creditors amount to R 0 for the month ending September 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	2 478 111	400 172	1 338 132	(425 865)	(1 139 979)
Vehicles used for political office bearers	-	-	-	-	-	-	-
Travel and subsistence	791 424	65 952	197 856	30 739	88 632	(35 213)	(109 224)
Domestic accommodation	531 432	44 286	132 858	12 194	19 694	(32 092)	(113 164)
Sponsorships, events and catering	120 000	10 000	30 000	1 814	2 083	(8 186)	(27 917)
Communication	570 072	47 506	142 518	38 118	98 279	(9 388)	(44 239)
Other related expenditure items		-	-			-	-
<b>Total</b>	<b>R 11 925 372</b>	<b>R 993 781</b>	<b>R 2 981 343</b>	<b>R 483 037</b>	<b>R 1 546 819</b>	<b>(510 744)</b>	<b>(1 434 524)</b>

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

## (g) Table C7 Monthly Budget Statement Cash Flow

**Table C1: Summary****WC051 Laingsburg - Table C1 Monthly Budget Statement Summary - Q1 First Quarter**

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	4 400	4 400	4 412	(12)	-0%	4 933
Service charges	17 178	25 063	25 063	6 400	6 400	6 244	156	2%	25 063
Investment revenue	146	673	673	99	99	168	(70)	-41%	673
Transfers and subsidies	21 464	27 228	27 228	8 431	8 431	11 570	(3 139)	-27%	27 228
Other own revenue	35 451	35 664	35 664	6 040	6 040	8 882	(2 841)	-32%	35 664
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>78 229</b>	<b>93 561</b>	<b>93 561</b>	<b>25 370</b>	<b>25 370</b>	<b>31 276</b>	<b>(5 907)</b>	<b>-19%</b>	<b>93 561</b>
Employee costs	20 912	27 474	27 474	6 127	6 127	6 868	(740)	-11%	27 474
Remuneration of Councillors	2 770	2 973	2 973	474	474	743	(269)	-36%	2 973
Depreciation & asset impairment	8 667	7 930	7 930	951	951	1 984	(1 032)	-52%	7 930
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	7 899	9 150	9 150	1 626	1 626	2 288	(661)	-29%	9 150
Transfers and subsidies	4 113	2 051	2 051	1 164	1 164	512	652	127%	2 051
Other expenditure	43 900	49 330	49 330	8 417	8 417	12 351	(3 934)	-32%	49 330
<b>Total Expenditure</b>	<b>88 261</b>	<b>98 908</b>	<b>98 908</b>	<b>18 760</b>	<b>18 760</b>	<b>24 745</b>	<b>(5 985)</b>	<b>-24%</b>	<b>98 908</b>
<b>Surplus/(Deficit)</b>	<b>(10 033)</b>	<b>(5 347)</b>	<b>(5 347)</b>	<b>6 610</b>	<b>6 610</b>	<b>6 531</b>	<b>79</b>	<b>1%</b>	<b>(5 347)</b>
Transfers and subsidies - capital (monetary alloc	19 268	10 006	10 006	777	777	5 003	(4 225)	-84%	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>7 387</b>	<b>7 387</b>	<b>11 534</b>	<b>(4 147)</b>	<b>-36%</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>7 387</b>	<b>7 387</b>	<b>11 534</b>	<b>(4 147)</b>	<b>-36%</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>10 006</b>	<b>2 139</b>	<b>2 139</b>	<b>2 501</b>	<b>(363)</b>	<b>-15%</b>	<b>10 006</b>
Capital transfers recognised	27 883	9 289	9 289	2 139	2 139	2 322	(183)	-8%	8 064
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	18	717	717	-	-	179	(179)	-100%	-
<b>Total sources of capital funds</b>	<b>27 900</b>	<b>10 006</b>	<b>10 006</b>	<b>2 139</b>	<b>2 139</b>	<b>2 501</b>	<b>(363)</b>	<b>-15%</b>	<b>8 064</b>
<b>Financial position</b>									
Total current assets	21 864	21 864	21 864		35 064				21 864
Total non current assets	192 687	192 687	192 687		192 566				192 687
Total current liabilities	14 112	14 112	14 112		16 574				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>196 566</b>				<b>185 950</b>
<b>Cash flows</b>									
Net cash from (used) operating	11 012	11 537	11 537	8 191	8 191	2 900	(5 291)	-182%	11 537
Net cash from (used) investing	(5 469)	(9 754)	(9 754)	(2 139)	(2 139)	(2 501)	(363)	15%	(11 976)
Net cash from (used) financing	60	43	43	21	21	11	(11)	-98%	34
<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>18 166</b>	<b>12 502</b>	<b>(5 664)</b>	<b>-45%</b>	<b>11 687</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	4 220	342	405	317	287	245	5 724	-	11 539
<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) - Q1 First Quarter**

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>Revenue - Functional</b>										
<i><b>Governance and administration</b></i>		<b>39 203</b>	<b>37 868</b>	<b>37 868</b>	<b>13 791</b>	<b>13 791</b>	<b>19 573</b>	(5 782)	-30%	<b>34 585</b>
Executive and council		905	-	-	-	-	-	-	-	2 521
Finance and administration		38 298	37 868	37 868	13 791	13 791	19 573	(5 782)	-30%	32 065
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		<b>34 965</b>	<b>34 764</b>	<b>34 764</b>	<b>5 723</b>	<b>5 723</b>	<b>9 040</b>	(3 317)	-37%	<b>34 140</b>
Community and social services		1 274	1 412	1 412	240	240	702	(462)	-66%	1 265
Sport and recreation		4	4	4	-	-	1	(1)	-100%	24
Public safety		33 670	33 335	33 335	5 481	5 481	8 334	(2 854)	-34%	32 839
Housing		16	12	12	3	3	3	0	2%	11
Health		2	0	0	-	-	-	-	-	1
<i><b>Economic and environmental services</b></i>		<b>1 013</b>	<b>1 319</b>	<b>1 319</b>	<b>217</b>	<b>217</b>	<b>317</b>	(101)	-32%	<b>1 304</b>
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 013	1 319	1 319	217	217	317	(101)	-32%	1 304
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		<b>22 429</b>	<b>29 616</b>	<b>29 616</b>	<b>6 416</b>	<b>6 416</b>	<b>7 349</b>	(933)	-13%	<b>24 600</b>
Energy sources		14 443	16 847	16 847	4 060	4 060	4 233	(172)	-4%	15 414
Water management		2 922	7 033	7 033	886	886	1 682	(796)	-47%	4 009
Waste water management		2 818	2 891	2 891	772	772	723	49	7%	2 793
Waste management		2 247	2 845	2 845	698	698	711	(14)	-2%	2 385
<i><b>Other</b></i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	<b>97 610</b>	<b>103 567</b>	<b>103 567</b>	<b>26 147</b>	<b>26 147</b>	<b>36 279</b>	(10 132)	-28%	<b>94 630</b>
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		<b>28 723</b>	<b>33 711</b>	<b>33 711</b>	<b>6 914</b>	<b>6 914</b>	<b>8 445</b>	(1 531)	-18%	<b>28 259</b>
Executive and council		8 078	8 903	8 903	2 887	2 887	2 225	662	30%	9 682
Finance and administration		20 645	24 808	24 808	4 027	4 027	6 220	(2 193)	-35%	18 577
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		<b>32 769</b>	<b>34 547</b>	<b>34 547</b>	<b>5 576</b>	<b>5 576</b>	<b>8 636</b>	(3 061)	-35%	<b>36 208</b>
Community and social services		1 340	1 934	1 934	387	387	483	(96)	-20%	2 188
Sport and recreation		9	53	53	13	13	13	1	4%	26
Public safety		31 207	32 046	32 046	5 072	5 072	8 012	(2 940)	-37%	33 784
Housing		209	500	500	45	45	125	(80)	-64%	207
Health		4	14	14	59	59	4	55	1536%	4
<i><b>Economic and environmental services</b></i>		<b>1 583</b>	<b>3 885</b>	<b>3 885</b>	<b>727</b>	<b>727</b>	<b>973</b>	(246)	-25%	<b>3 556</b>
Planning and development		329	1 394	1 394	149	149	349	(199)	-57%	1 324
Road transport		1 254	2 491	2 491	577	577	624	(47)	-7%	2 231
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		<b>25 187</b>	<b>26 753</b>	<b>26 753</b>	<b>5 541</b>	<b>5 541</b>	<b>6 688</b>	(1 146)	-17%	<b>26 022</b>
Energy sources		8 511	10 388	10 388	1 953	1 953	2 597	(644)	-25%	9 270
Water management		4 535	3 910	3 910	661	661	978	(317)	-32%	2 933
Waste water management		10 453	10 421	10 421	2 645	2 645	2 605	41	2%	12 195
Waste management		1 688	2 034	2 034	282	282	508	(226)	-44%	1 625
<i><b>Other</b></i>		-	<b>12</b>	<b>12</b>	<b>2</b>	<b>2</b>	<b>3</b>	<b>(1)</b>	<b>-32%</b>	<b>7</b>
<b>Total Expenditure - Functional</b>	3	<b>88 261</b>	<b>98 908</b>	<b>98 908</b>	<b>18 760</b>	<b>18 760</b>	<b>24 745</b>	(5 985)	-24%	<b>94 052</b>
<b>Surplus/ (Deficit) for the year</b>		<b>9 349</b>	<b>4 659</b>	<b>4 659</b>	<b>7 387</b>	<b>7 387</b>	<b>11 534</b>	(4 147)	-36%	<b>578</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) - Q1 First Quarter**

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	571	571	633	(61)	-9.7%	2 528
Vote 4 - BUDGET & TREASURY		36 529	35 340	35 340	13 220	13 220	18 941	(5 721)	-30.2%	35 340
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY AND SOCIAL SERV		1 276	1 413	1 413	240	240	702	(462)	-65.9%	1 413
Vote 7 - SPORTS AND RECREATION		4	4	4	-	-	1	(1)	-100.0%	4
Vote 8 - HOUSING		16	12	12	3	3	3	0	1.6%	12
Vote 9 - PUBLIC SAFETY		33 670	33 335	33 335	5 481	5 481	8 334	(2 854)	-34.2%	33 335
Vote 10 - ROAD TRANSPORT		1 100	1 337	1 337	217	217	322	(105)	-32.7%	1 337
Vote 11 - WASTE MANAGEMENT		2 247	2 845	2 845	698	698	711	(14)	-1.9%	2 845
Vote 12 - WASTE WATER MANAGEMENT		2 731	2 873	2 873	772	772	719	54	7.4%	2 873
Vote 13 - WATER		2 922	7 033	7 033	886	886	1 682	(796)	-47.3%	7 033
Vote 14 - ELECTRICITY		14 443	16 847	16 847	4 060	4 060	4 233	(172)	-4.1%	16 847
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>97 610</b>	<b>103 567</b>	<b>103 567</b>	<b>26 147</b>	<b>26 147</b>	<b>36 279</b>	<b>(10 132)</b>	<b>-27.9%</b>	<b>103 567</b>
<b>Expenditure by Vote</b>										
Vote 1 - MAYORAL & COUNCIL	1	5 043	5 206	5 206	2 102	2 102	1 301	802	61.6%	5 206
Vote 2 - MUNICIPAL MANAGER		3 035	3 697	3 697	785	785	925	(140)	-15.1%	3 697
Vote 3 - CORPORATE SERVICES		7 705	7 572	7 572	2 052	2 052	1 910	142	7.4%	7 572
Vote 4 - BUDGET & TREASURY		12 940	17 236	17 236	1 975	1 975	4 310	(2 335)	-54.2%	17 236
Vote 5 - PLANNING AND DEVELOPMENT		329	1 394	1 394	149	149	349	(199)	-57.2%	1 394
Vote 6 - COMMUNITY AND SOCIAL SERV		1 184	1 745	1 745	406	406	436	(30)	-6.9%	1 745
Vote 7 - SPORTS AND RECREATION		169	268	268	55	55	66	(11)	-17.2%	268
Vote 8 - HOUSING		209	500	500	45	45	125	(80)	-64.3%	500
Vote 9 - PUBLIC SAFETY		31 207	32 046	32 046	5 072	5 072	8 012	(2 940)	-36.7%	32 046
Vote 10 - ROAD TRANSPORT		9 673	11 049	11 049	2 761	2 761	2 751	10	0.4%	11 049
Vote 11 - WASTE MANAGEMENT		1 688	2 034	2 034	282	282	508	(226)	-44.5%	2 034
Vote 12 - WASTE WATER MANAGEMENT		2 034	1 962	1 962	461	461	490	(29)	-5.8%	1 962
Vote 13 - WATER		4 535	3 910	3 910	661	661	978	(317)	-32.4%	3 910
Vote 14 - ELECTRICITY		8 511	10 388	10 388	1 953	1 953	2 597	(644)	-24.8%	10 388
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>88 261</b>	<b>99 008</b>	<b>99 008</b>	<b>18 760</b>	<b>18 760</b>	<b>24 758</b>	<b>(5 998)</b>	<b>-24.2%</b>	<b>99 008</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>9 349</b>	<b>4 559</b>	<b>4 559</b>	<b>7 387</b>	<b>7 387</b>	<b>11 521</b>	<b>(4 134)</b>	<b>-35.9%</b>	<b>4 559</b>

Table C4: Financial Performance (Revenue and Expenditure)

## WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q1 First Quarter

Description	Ref	Budget Year 2020/21								Full Year Forecast
		2019/20 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		3 990	4 933	4 933	4 400	4 400	4 412	(12)	0%	4 933
Service charges - electricity revenue		11 861	15 788	15 788	4 060	4 060	3 967	94	2%	15 788
Service charges - water revenue		1 096	4 576	4 576	886	886	1 067	(181)	-17%	4 576
Service charges - sanitation revenue		2 731	2 873	2 873	772	772	719	54	7%	2 873
Service charges - refuse revenue		1 490	1 826	1 826	682	682	457	225	49%	1 826
Service charges - other		-	-	-	-	-	35	(35)	-100%	-
Rental of facilities and equipment		1 354	1 139	1 139	364	364	285	80	28%	1 139
Interest earned - external investments		146	673	673	99	99	168	(70)	-41%	673
Interest earned - outstanding debtors		282	544	544	60	60	136	(76)	-56%	544
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		33 342	32 410	32 410	5 417	5 417	8 103	(2 686)	-33%	32 410
Licences and permits		228	935	935	66	66	234	(168)	-72%	935
Agency services		151	166	166	65	65	42	23	55%	166
Transfers and subsidies		21 464	27 228	27 228	8 431	8 431	11 570	(3 139)	-27%	27 228
Other revenue		94	470	470	69	69	83	(14)	-17%	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>25 370</b>	<b>25 370</b>	<b>31 276</b>	<b>(5 907)</b>	<b>-19%</b>	<b>93 561</b>
<b>Expenditure By Type</b>										
Employee related costs		20 912	27 474	27 474	6 127	6 127	6 868	(740)	-11%	27 474
Remuneration of councillors		2 770	2 973	2 973	474	474	743	(269)	-36%	2 973
Debt impairment		25 618	27 277	27 277	4 321	4 321	6 820	(2 499)	-37%	27 277
Depreciation & asset impairment		8 667	7 930	7 930	951	951	1 984	(1 032)	-52%	7 930
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 899	9 150	9 150	1 626	1 626	2 288	(661)	-29%	9 150
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		2 445	2 215	2 215	64	64	554	(490)	-89%	2 215
Transfers and subsidies		4 113	2 051	2 051	1 164	1 164	512	652	127%	2 051
Other expenditure		15 837	19 838	19 838	4 033	4 033	4 977	(945)	-19%	19 838
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>88 261</b>	<b>98 908</b>	<b>98 908</b>	<b>18 760</b>	<b>18 760</b>	<b>24 745</b>	<b>(5 985)</b>	<b>-24%</b>	<b>98 908</b>
<b>Surplus/(Deficit)</b>		<b>(10 033)</b>	<b>(5 347)</b>	<b>(5 347)</b>	<b>6 610</b>	<b>6 610</b>	<b>6 531</b>	<b>79</b>	<b>0</b>	<b>(5 347)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		19 268	10 006	10 006	777	777	5 003	(4 225)	(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>7 387</b>	<b>7 387</b>	<b>11 534</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>7 387</b>	<b>7 387</b>	<b>11 534</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>7 387</b>	<b>7 387</b>	<b>11 534</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>7 387</b>	<b>7 387</b>	<b>11 534</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) - Q1 First Quarter**

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	1 110	53	53	278	(225)	-81%	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		35	-	-	-	-	-	-	-	-
Internal audit		-	1 110	1 110	53	53	278	(225)	-81%	-
<b>Community and public safety</b>		25	717	717	-	-	179	(179)	-100%	-
Community and social services		11	-	-	-	-	-	-	-	-
Sport and recreation		-	717	717	-	-	179	(179)	-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	8 179	2 086	2 086	2 045	41	2%	8 064
Energy sources		8 424	-	-	-	-	-	-	-	-
Water management		19 383	8 179	8 179	2 086	2 086	2 045	41	2%	6 064
Waste water management		-	-	-	-	-	-	-	-	2 000
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	28 105	10 006	10 006	2 139	2 139	2 501	(363)	-15%	8 064
<b>Funded by:</b>										
National Government		10 415	9 289	9 289	2 139	2 139	2 322	(183)	-8%	8 064
Provincial Government		17 468	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		27 883	9 289	9 289	2 139	2 139	2 322	(183)	-8%	8 064
<b>Public contributions &amp; donations</b>	5	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		18	717	717	-	-	179	(179)	-100%	-
<b>Total Capital Funding</b>		27 900	10 006	10 006	2 139	2 139	2 501	(363)	-15%	8 064

**Table C6: Financial Position****WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - Q1 First Quarter**

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	14 637	6 552
Call investment deposits		-	-	-	-	-
Consumer debtors		10 509	10 509	10 509	10 605	10 509
Other debtors		3 915	3 915	3 915	8 933	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>35 064</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	167 401	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>192 566</b>	<b>192 687</b>
<b>TOTAL ASSETS</b>		<b>214 551</b>	<b>214 551</b>	<b>214 551</b>	<b>227 630</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	14 713	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>16 574</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>31 064</b>	<b>28 601</b>
<b>NET ASSETS</b>	2	<b>185 950</b>	<b>185 950</b>	<b>185 950</b>	<b>196 566</b>	<b>185 950</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		185 950	185 950	185 950	196 566	185 950
Reserves		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>185 950</b>	<b>185 950</b>	<b>185 950</b>	<b>196 566</b>	<b>185 950</b>

Table C7: Cash Flow

## WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - Q1 First Quarter

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	1 759	1 759	1 179	580	49%	4 480
Service charges		18 023	24 030	24 030	4 635	4 635	6 265	(1 630)	-26%	24 030
Other revenue		27 260	8 809	8 809	7 236	7 236	2 217	5 019	226%	8 809
Government - operating		17 756	27 558	27 558	10 597	10 597	6 890	3 707	54%	27 558
Government - capital		3 725	10 006	10 006	-	-	2 501	(2 501)	-100%	10 006
Interest		748	1 314	1 314	133	133	329	(196)	-60%	1 314
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(59 599)	(63 261)	(63 261)	(16 122)	(16 122)	(16 130)	(8)	0%	(63 261)
Finance charges		-	(795)	(795)	-	-	(199)	(199)	100%	(795)
Transfers and Grants		(356)	(605)	(605)	(46)	(46)	(151)	(105)	69%	(605)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>11 012</b>	<b>11 537</b>	<b>11 537</b>	<b>8 191</b>	<b>8 191</b>	<b>2 900</b>	<b>(5 291)</b>	<b>-182%</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)	(2 139)	(2 139)	(2 501)	(363)	15%	(11 976)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(5 469)</b>	<b>(9 754)</b>	<b>(9 754)</b>	<b>(2 139)</b>	<b>(2 139)</b>	<b>(2 501)</b>	<b>(363)</b>	<b>15%</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		60	43	43	21	21	11	11	98%	34
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>60</b>	<b>43</b>	<b>43</b>	<b>21</b>	<b>21</b>	<b>11</b>	<b>(11)</b>	<b>-98%</b>	<b>34</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>5 603</b>	<b>1 826</b>	<b>1 826</b>	<b>6 074</b>	<b>6 074</b>	<b>410</b>			<b>(405)</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		18 166	12 502			11 687

## 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
1	<b>Revenue By Source</b>			
2	<b>Expenditure By Type</b>			
3	<b>Capital Expenditure</b>			
4	<b>Financial Position</b>	0	0	0
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 - Q1 First Quarter

Description	NT Code	Budget Year 2020/21										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 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	199	73	59	48	45	38	670	-	1 133	802	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1 004	114	131	135	91	83	535	-	2 093	844	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	2 629	35	47	1	35	27	2 406	-	5 180	2 469	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	162	44	51	43	43	35	694	-	1 072	815	-	-	
Receivables from Exchange Transactions - Waste Management	1600	155	40	53	39	33	25	347	-	693	445	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	69	35	63	48	40	37	951	-	1 242	1 074	-	-	
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	2	0	0	2	0	0	121	-	126	123	-	-	
<b>Total By Income Source</b>	<b>2000</b>	<b>4 220</b>	<b>342</b>	<b>405</b>	<b>317</b>	<b>287</b>	<b>245</b>	<b>5 724</b>	<b>-</b>	<b>11 539</b>	<b>6 573</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>Debtors Age Analysis By Customer Group</b>														
Organs of State	2200	474	19	83	76	63	68	893	-	1 676	1 100	-	-	
Commercial	2300	2 352	116	120	100	86	49	1 936	-	4 759	2 171	-	-	
Households	2400	1 394	208	201	141	138	128	2 895	-	5 104	3 302	-	-	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Total By Customer Group</b>	<b>2600</b>	<b>4 220</b>	<b>342</b>	<b>405</b>	<b>317</b>	<b>287</b>	<b>245</b>	<b>5 724</b>	<b>-</b>	<b>11 539</b>	<b>6 573</b>	<b>-</b>	<b>-</b>	

## Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q1 First Quarter

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

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### OFFICE OF THE MUNICIPAL MANAGER

---

VERWYSINGSNUMMER :  
REFERENCE NUMBER :  
NAVRAE :  
ENQUIRIES :

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

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### QUALITY CERTIFICATE

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I, Jafta Booysen, 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 first Quarter of 2020 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: Mr. Jafta Booysen

Municipal Manager of Laingsburg Municipality (WC051)

Signature *J. Booysen* .....

Date *2020-10-21* .....



## 6. Recommendation

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