

LAINGSBURG MUNICIPALITY



**MONTHLY BUDGET STATEMENTS FOR THE MONTH ENDING
JANUARY 2021**

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1. Mayors Report

The monthly budget statement for January 2021 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The January 2021 Monthly budget statement is the seventh 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 January 2021.

Operating Budget				
R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Revenue (Incl. Capital transfers and contributions)	120 208 516	120 208 516	75 747 286	63.01
Total Expenditure	115 549 488	115 549 488	64 130 078	55.50
Surplus (Deficit) (Incl Capital transfers)	4 659 028	4 659 028	11 617 209	249.35
Capital Budget				
R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Capital expenditure	10 005 550	10 005 550	11 977 866	119.71
Sources of Finance				
<i>National Government - MIG</i>	1 110 000	1 110 000	1 890 080	170.28
<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	9 082 405	144.66
<i>Provincial Government - Municipal Drought Relief</i>	1 900 000	1 900 000	1 005 381	52.91
Total Funding Sources of Capital	10 005 550	10 005 550	11 977 866	119.71

Operating Revenue

The Municipality have generated 64.56% or R 66,863 million of the Budgeted Revenue to date which is lower than the budgeted amount. Year-to-date operating revenue is 4,87% lower than the year-to-date budget. The projected budgeted revenue for the full financial year amounts to R 103,566 million (default recoveries excluded). The actual revenue as at the end of January 2021 is therefore R 3,259 million under the budget. The reason for this is that the equitable share grants was received during December 2021.

Operating Expenditure

Operating expenditure of R 66,349 million for the period of January 2021 does not include part of the annual calculation for provisions. The total amount for the year-to-date portion of provisions is R11,104 million. That will bring the total expenditure effectively at R 77,453 million to date. The expenditure to date is higher than the budgeted year-to-date amount and stands on 114,91%.

Capital Expenditure

Year-to-date capital expenditure is lower than the year-to-date budget and stands on 119,71%.

The actual year-to-date capital expenditure amounted to R 11,978 million and the actual expenditure for the month of January 2021 amounted to R 2,493 million.

Cash Flow

The Municipality started off with a cash flow balance of R 12,092 million at the beginning of the year, and decreased with R 3,081 million. The closing balance for the month ended January 2021 is R 9,010 million. The Municipal Cash flow is mainly from Operating Activities and Grants as no Borrowing or Investments are budgeted for the 2020/2021 financial year.

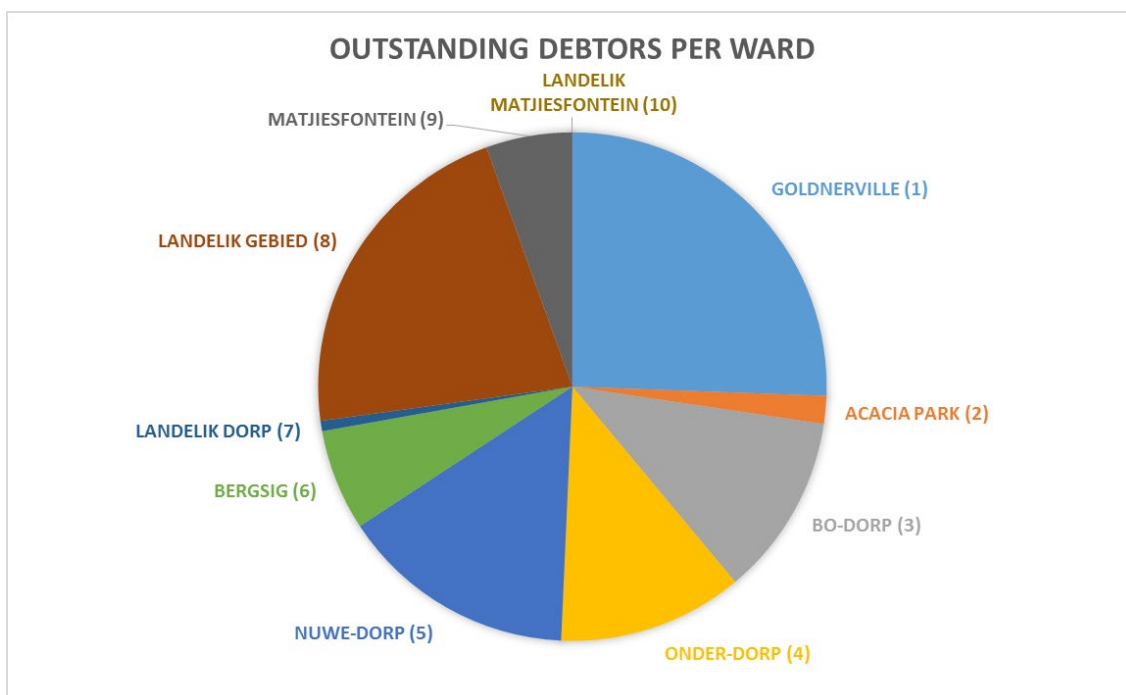
During the budget process assumptions were made that the payment ratio for all debtors will be at 95%. Currently the ratio is 87.2% and way below the target. That means that the inflow of cash is much lower than the assumptions.

Debtors

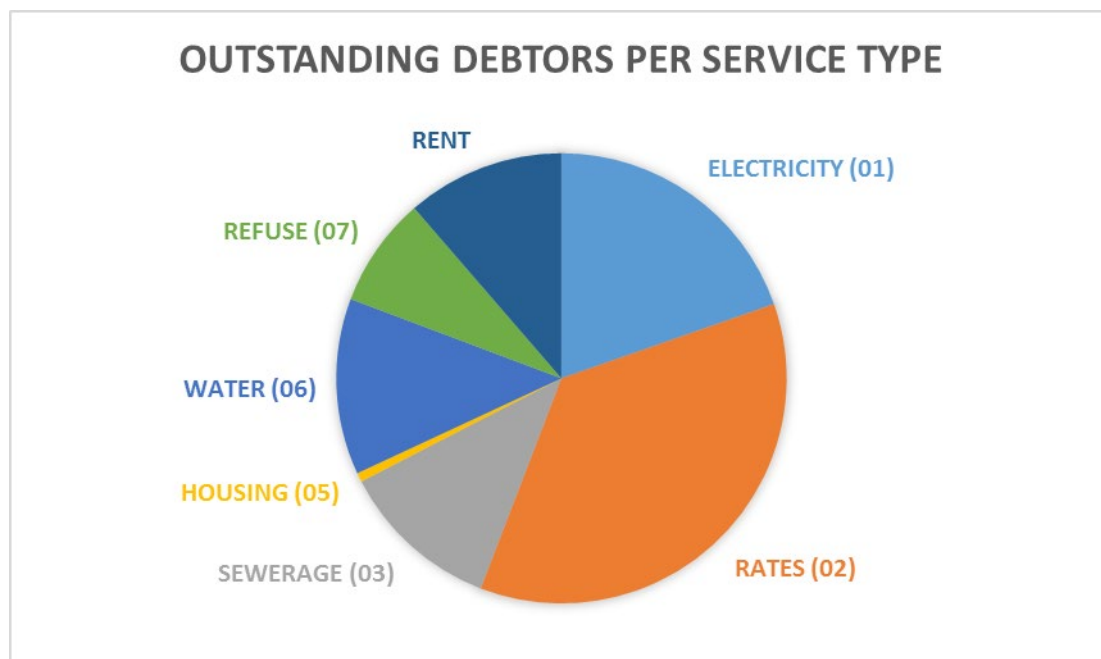
The Outstanding Debtors of the Municipality amounts to R 11,370 million for the month ended January 2021, (R 11,127 million previous month). There was an increase of R 0.242 million in the total outstanding amount since the previous month (decrease of R 0.248 million previous month). The payment rate for 2019/2020 financial year was 89,56%. At the end of January 2021 the payment rate was 87.22%. The total amount outstanding for longer than 12 months is R 6,812 million and this amounts to 59,92% of all the debtors outstanding. The total cash trapped in outstanding debtors older than 90 Days amount to R 8,397 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 lower than the budgeted level, electricity stands at only 95,46%, water at 85,86%, refuse at 90,95% and sewerage at 98,01%. Rates are levied in the first month of the financial year and payable in eleven instalments during the financial year. The effective payment ratio

of the rates amounts to 104,12% due to Government departments that paid the annual levy during September and October.

The following graph shows the the outstanding debtors per ward as at the end of January 2021:



The following graph shows the the outstanding debtors per service type as at the end of January 2021:



Creditors

Total outstanding creditors amount to R 0 for the month ending January 2021. 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	5 782 259	464 556	4 530 600	(361 481)	(1 251 659)
Vehicles used for political office bearers	-	-	-	-	-	-	-
Travel and subsistence	791 424	65 952	461 664	19 787	242 502	(46 165)	(219 162)
Domestic accommodation	531 432	44 286	310 002	2 085	45 564	(42 201)	(264 438)
Sponsorships, events and catering	120 000	10 000	70 000	11 975	29 769	1 975	(40 231)
Communication	570 072	47 506	332 542	40 005	286 866	(7 501)	(45 676)
Other related expenditure items		-	-			-	-
Total	R 11 925 372	R 993 781	R 6 956 467	R 538 408	R 5 135 302	(455 373)	(1 821 165)

No problem areas for January 2021.

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 - M07 January

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
R thousands									
Financial Performance									
Property rates	3 990	4 933	4 933	7	4 413	8 457	(4 044)	-48%	4 933
Service charges	17 178	25 063	25 063	2 245	14 887	14 770	116	1%	25 063
Investment revenue	146	673	673	44	283	393	(110)	-28%	673
Transfers and subsidies	21 464	27 228	27 228	8	17 489	18 765	(1 276)	-7%	27 228
Other own revenue	35 451	35 664	35 664	2 931	20 553	20 724	(171)	-1%	35 664
Total Revenue (excluding capital transfers and contributions)	78 229	93 561	93 561	5 235	57 625	63 109	(5 484)	-9%	93 561
Employee costs	20 912	27 474	27 474	2 779	16 081	16 024	56	0%	27 474
Remuneration of Councillors	2 770	2 973	2 973	215	1 392	1 734	(342)	-20%	2 973
Depreciation & asset impairment	8 667	7 930	7 930	476	3 330	4 629	(1 299)	-28%	7 930
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	7 899	9 150	9 150	728	4 853	5 338	(485)	-9%	9 150
Transfers and subsidies	4 113	2 051	2 051	390	2 746	1 196	1 551	130%	2 051
Other expenditure	43 900	49 330	49 330	2 966	26 373	28 789	(2 416)	-8%	49 330
Total Expenditure	88 261	98 908	98 908	7 554	54 775	57 710	(2 935)	-5%	98 908
Surplus/(Deficit)	(10 033)	(5 347)	(5 347)	(2 319)	2 850	5 400	(2 549)	-47%	(5 347)
Transfers and subsidies - capital (monetary alloc	19 268	10 006	10 006	(107)	9 378	7 504	1 874	25%	10 006
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	9 235	4 659	4 659	(2 426)	12 228	12 904	(676)	-5%	4 659
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	9 235	4 659	4 659	(2 426)	12 228	12 904	(676)	-5%	4 659
Capital expenditure & funds sources									
Capital expenditure	28 105	12 209	12 209	2 493	11 978	5 837	6 141	105%	12 209
Capital transfers recognised	28 052	12 209	12 209	2 493	11 978	5 837	6 141	105%	12 209
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	52	-	-	-	-	-	-	-	-
Total sources of capital funds	28 105	12 209	12 209	2 493	11 978	5 837	6 141	105%	12 209
Financial position									
Total current assets	21 864	21 864	21 864		26 626				21 864
Total non current assets	192 687	192 687	192 687		195 645				192 687
Total current liabilities	14 112	14 112	14 112		14 920				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		192 862				185 950
Cash flows									
Net cash from (used) operating	11 012	11 537	11 537	(805)	8 828	6 767	(2 060)	-30%	11 537
Net cash from (used) investing	(5 469)	(9 754)	(9 754)	(2 493)	(11 978)	(5 837)	6 141	-105%	(9 754)
Net cash from (used) financing	60	43	43	4	69	25	(43)	-172%	43
Cash/cash equivalents at the month/year end	17 695	13 918	13 918	-	9 010	13 048	4 038	31%	13 918
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	2 519	263	191	262	1 131	191	6 813	-	11 370
Creditors Age Analysis									
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) - M07 January

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									
Revenue - Functional										
Governance and administration		39 203	37 868	37 868	2 702	30 718	32 097	(1 379)	-4%	37 868
Executive and council		905	-	-	-	-	-	-	-	-
Finance and administration		38 298	37 868	37 868	2 702	30 718	32 097	(1 379)	-4%	37 868
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		34 965	34 764	34 764	2 733	19 746	20 513	(767)	-4%	34 764
Community and social services		1 274	1 412	1 412	2	593	1 057	(464)	-44%	1 412
Sport and recreation		4	4	4	-	0	2	(2)	-85%	4
Public safety		33 670	33 335	33 335	2 730	19 141	19 447	(306)	-2%	33 335
Housing		16	12	12	2	10	7	3	44%	12
Health		2	0	0	1	1	-	1	#DIV/0!	1
Economic and environmental services		1 013	1 319	1 319	3	539	636	(97)	-15%	1 319
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 013	1 319	1 319	3	539	636	(97)	-15%	1 319
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		22 429	29 616	29 616	(311)	16 001	17 368	(1 368)	-8%	29 616
Energy sources		14 443	16 847	16 847	1 430	9 317	10 214	(897)	-9%	16 847
Water management		2 922	7 033	7 033	(2 216)	3 200	3 808	(608)	-16%	7 033
Waste water management		2 818	2 891	2 891	259	1 883	1 687	196	12%	2 891
Waste management		2 247	2 845	2 845	216	1 601	1 660	(58)	-4%	2 845
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	97 610	103 567	103 567	5 128	67 003	70 614	(3 611)	-5%	103 567
Expenditure - Functional										
Governance and administration		28 723	33 711	33 711	2 407	19 019	19 677	(657)	-3%	33 711
Executive and council		8 078	8 903	8 903	1 000	7 101	5 193	1 908	37%	8 903
Finance and administration		20 645	24 808	24 808	1 407	11 919	14 484	(2 565)	-18%	24 808
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		32 769	34 547	34 547	3 043	18 928	20 152	(1 224)	-6%	34 547
Community and social services		1 340	1 934	1 934	131	1 042	1 127	(85)	-8%	1 934
Sport and recreation		9	53	53	8	34	30	4	12%	53
Public safety		31 207	32 046	32 046	2 881	17 638	18 695	(1 057)	-6%	32 046
Housing		209	500	500	22	155	291	(136)	-47%	500
Health		4	14	14	-	59	8	51	603%	14
Economic and environmental services		1 583	3 885	3 885	259	1 733	2 269	(537)	-24%	3 885
Planning and development		329	1 394	1 394	49	335	814	(479)	-59%	1 394
Road transport		1 254	2 491	2 491	210	1 397	1 455	(58)	-4%	2 491
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		25 187	26 753	26 753	1 844	15 088	15 605	(517)	-3%	26 753
Energy sources		8 511	10 388	10 388	834	5 665	6 061	(395)	-7%	10 388
Water management		4 535	3 910	3 910	274	2 000	2 281	(281)	-12%	3 910
Waste water management		10 453	10 421	10 421	510	6 424	6 077	347	6%	10 421
Waste management		1 688	2 034	2 034	226	998	1 186	(188)	-16%	2 034
Other		-	12	12	1	7	7	0	2%	12
Total Expenditure - Functional	3	88 261	98 908	98 908	7 554	54 775	57 710	(2 935)	-5%	98 908
Surplus/ (Deficit) for the year		9 349	4 659	4 659	(2 426)	12 228	12 904	(676)	-5%	4 659

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) - M07 January

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										
Revenue by Vote										
Vote 1 - MAYORAL & COUNCIL	1	905	-	-	-	-	-	-	-	-
Vote 2 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		1 770	2 528	2 528	193	1 294	1 468	(174)	-11.9%	2 528
Vote 4 - BUDGET & TREASURY		36 529	35 340	35 340	2 509	29 424	30 629	(1 205)	-3.9%	35 340
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY AND SOCIAL SERV		1 276	1 413	1 413	2	594	1 057	(462)	-43.8%	1 413
Vote 7 - SPORTS AND RECREATION		4	4	4	-	0	2	(2)	-85.3%	4
Vote 8 - HOUSING		16	12	12	2	10	7	3	44.5%	12
Vote 9 - PUBLIC SAFETY		33 670	33 335	33 335	2 730	19 141	19 447	(306)	-1.6%	33 335
Vote 10 - ROAD TRANSPORT		1 100	1 337	1 337	3	620	646	(27)	-4.1%	1 337
Vote 11 - WASTE MANAGEMENT		2 247	2 845	2 845	216	1 601	1 660	(58)	-3.5%	2 845
Vote 12 - WASTE WATER MANAGEMENT		2 731	2 873	2 873	259	1 802	1 677	126	7.5%	2 873
Vote 13 - WATER		2 922	7 033	7 033	(2 216)	3 200	3 808	(608)	-16.0%	7 033
Vote 14 - ELECTRICITY		14 443	16 847	16 847	1 430	9 317	10 214	(897)	-8.8%	16 847
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	97 610	103 567	103 567	5 128	67 003	70 614	(3 611)	-5.1%	103 567
Expenditure by Vote										
Vote 1 - MAYORAL & COUNCIL	1	5 043	5 206	5 206	704	5 044	3 035	2 009	66.2%	5 206
Vote 2 - MUNICIPAL MANAGER		3 035	3 697	3 697	295	2 057	2 157	(101)	-4.7%	3 697
Vote 3 - CORPORATE SERVICES		7 705	7 572	7 572	515	4 852	4 428	424	9.6%	7 572
Vote 4 - BUDGET & TREASURY		12 940	17 236	17 236	893	7 067	10 056	(2 989)	-29.7%	17 236
Vote 5 - PLANNING AND DEVELOPMENT		329	1 394	1 394	49	335	814	(479)	-58.8%	1 394
Vote 6 - COMMUNITY AND SOCIAL SERV		1 184	1 745	1 745	118	980	1 018	(38)	-3.8%	1 745
Vote 7 - SPORTS AND RECREATION		169	268	268	23	162	155	7	4.6%	268
Vote 8 - HOUSING		209	500	500	22	155	291	(136)	-46.6%	500
Vote 9 - PUBLIC SAFETY		31 207	32 046	32 046	2 881	17 638	18 695	(1 057)	-5.7%	32 046
Vote 10 - ROAD TRANSPORT		9 673	10 949	10 949	610	6 836	6 390	447	7.0%	10 949
Vote 11 - WASTE MANAGEMENT		1 688	2 034	2 034	226	998	1 186	(188)	-15.8%	2 034
Vote 12 - WASTE WATER MANAGEMENT		2 034	1 962	1 962	110	985	1 143	(158)	-13.8%	1 962
Vote 13 - WATER		4 535	3 910	3 910	274	2 000	2 281	(281)	-12.3%	3 910
Vote 14 - ELECTRICITY		8 511	10 388	10 388	834	5 665	6 061	(395)	-6.5%	10 388
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	88 261	98 908	98 908	7 554	54 775	57 710	(2 935)	-5.1%	98 908
Surplus/ (Deficit) for the year	2	9 349	4 659	4 659	(2 426)	12 228	12 904	(676)	-5.2%	4 659

Table C4: Financial Performance (Revenue and Expenditure)

WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

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										
Revenue By Source										
Property rates		3 990	4 933	4 933	7	4 413	8 457	(4 044)	-48%	4 933
Service charges - electricity revenue		11 861	15 788	15 788	1 430	9 317	9 572	(256)	-3%	15 788
Service charges - water revenue		1 096	4 576	4 576	342	2 195	2 374	(180)	-8%	4 576
Service charges - sanitation revenue		2 731	2 873	2 873	259	1 802	1 677	126	7%	2 873
Service charges - refuse revenue		1 490	1 826	1 826	212	1 562	1 065	496	47%	1 826
Service charges - other		-	-	-	2	12	82	(70)	-86%	-
Rental of facilities and equipment		1 354	1 139	1 139	150	974	664	310	47%	1 139
Interest earned - external investments		146	673	673	44	283	393	(110)	-28%	673
Interest earned - outstanding debtors		282	544	544	(1)	(14)	318	(331)	-104%	544
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		33 342	32 410	32 410	2 714	18 979	18 906	73	0%	32 410
Licences and permits		228	935	935	17	168	546	(378)	-69%	935
Agency services		151	166	166	12	124	97	26	27%	166
Transfers and subsidies		21 464	27 228	27 228	8	17 489	18 765	(1 276)	-7%	27 228
Other revenue		94	470	470	39	322	193	130	67%	470
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		78 229	93 561	93 561	5 235	57 625	63 109	(5 484)	-9%	93 561
Expenditure By Type										
Employee related costs		20 912	27 474	27 474	2 779	16 081	16 024	56	0%	27 474
Remuneration of councillors		2 770	2 973	2 973	215	1 392	1 734	(342)	-20%	2 973
Debt impairment		25 618	27 277	27 277	2 161	15 124	15 912	(789)	-5%	27 277
Depreciation & asset impairment		8 667	7 930	7 930	476	3 330	4 629	(1 299)	-28%	7 930
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 899	9 150	9 150	728	4 853	5 338	(485)	-9%	9 150
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		2 445	2 215	2 215	103	340	1 292	(952)	-74%	2 215
Transfers and subsidies		4 113	2 051	2 051	390	2 746	1 196	1 551	130%	2 051
Other expenditure		15 837	19 838	19 838	703	10 910	11 585	(675)	-6%	19 838
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		88 261	98 908	98 908	7 554	54 775	57 710	(2 935)	-5%	98 908
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations)		(10 033)	(5 347)	(5 347)	(2 319)	2 850	5 400	(2 549)	(0)	(5 347)
(National / Provincial and District)		19 268	10 006	10 006	(107)	9 378	7 504	1 874	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)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		9 235	4 659	4 659	(2 426)	12 228	12 904			4 659
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		9 235	4 659	4 659	(2 426)	12 228	12 904			4 659
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		9 235	4 659	4 659	(2 426)	12 228	12 904			4 659
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		9 235	4 659	4 659	(2 426)	12 228	12 904			4 659

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) - M07 January

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									

Capital Expenditure - Functional Classification										
Governance and administration		35	1 110	1 110	505	1 890	648	1 243	192%	1 110
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		35	1 110	1 110	505	1 890	648	1 243	192%	1 110
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		25	717	717	-	-	419	(419)	-100%	717
Community and social services		11	-	-	-	-	-	-	-	-
Sport and recreation		-	717	717	-	-	419	(419)	-100%	717
Public safety		14	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		238	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		238	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		27 806	10 382	10 382	1 988	10 088	4 771	5 317	111%	10 382
Energy sources		8 424	2 204	2 204	-	-	-	-	-	2 204
Water management		19 383	8 179	8 179	1 988	10 088	4 771	5 317	111%	8 179
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	28 105	12 209	12 209	2 493	11 978	5 837	6 141	105%	12 209
Funded by:										
National Government		10 584	10 382	10 382	1 946	9 279	4 771	4 508	95%	10 382
Provincial Government		17 468	1 827	1 827	547	2 699	1 066	1 633	153%	1 827
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		28 052	12 209	12 209	2 493	11 978	5 837	6 141	105%	12 209
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		52	-	-	-	-	-	-	-	-
Total Capital Funding		28 105	12 209	12 209	2 493	11 978	5 837	6 141	105%	12 209

Table C6: Financial Position**WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - M07 January**

Description	Ref	2019/20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		6 552	6 552	6 552	6 756	6 552
Call investment deposits		-	-	-	-	-
Consumer debtors		10 509	10 509	10 509	4 504	10 509
Other debtors		3 915	3 915	3 915	14 477	3 915
Current portion of long-term receivables		0	0	0	0	0
Inventory		889	889	889	889	889
Total current assets		21 864	21 864	21 864	26 626	21 864
Non current assets						
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	170 480	167 473
Agricultural		-	-	-	-	-
Biological		-	-	-	-	-
Intangible		370	370	370	370	370
Other non-current assets		43	43	43	44	43
Total non current assets		192 687	192 687	192 687	195 645	192 687
TOTAL ASSETS		214 551	214 551	214 551	222 272	214 551
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		17	17	17	17	17
Consumer deposits		674	674	674	704	674
Trade and other payables		12 262	12 262	12 262	13 040	12 262
Provisions		1 159	1 159	1 159	1 159	1 159
Total current liabilities		14 112	14 112	14 112	14 920	14 112
Non current liabilities						
Borrowing		6	6	6	6	6
Provisions		14 483	14 483	14 483	14 483	14 483
Total non current liabilities		14 490	14 490	14 490	14 490	14 490
TOTAL LIABILITIES		28 601	28 601	28 601	29 409	28 601
NET ASSETS	2	185 950	185 950	185 950	192 862	185 950
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		185 950	185 950	185 950	192 862	185 950
Reserves		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	185 950	185 950	185 950	192 862	185 950

Table C7: Cash Flow

WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - M07 January

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									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		3 456	4 480	4 480	143	2 897	2 751	146	5%	4 480
Service charges		18 023	24 030	24 030	1 879	14 654	14 619	36	0%	24 030
Other revenue		27 260	8 809	8 809	165	6 421	5 172	1 250	24%	8 809
Government - operating		17 756	27 558	27 558	-	20 655	16 076	4 579	28%	27 558
Government - capital		3 725	10 006	10 006	-	2 799	5 837	(3 038)	-52%	10 006
Interest		748	1 314	1 314	16	138	767	(629)	-82%	1 314
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(59 599)	(63 261)	(63 261)	(3 006)	(38 596)	(37 636)	960	-3%	(63 261)
Finance charges		-	(795)	(795)	-	-	(464)	(464)	100%	(795)
Transfers and Grants		(356)	(605)	(605)	(3)	(140)	(353)	(213)	60%	(605)
NET CASH FROM/(USED) OPERATING ACTIVITIES		11 012	11 537	11 537	(805)	8 828	6 767	(2 060)	-30%	11 537
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		(5 469)	(9 754)	(9 754)	(2 493)	(11 978)	(5 837)	6 141	-105%	(9 754)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(5 469)	(9 754)	(9 754)	(2 493)	(11 978)	(5 837)	6 141	-105%	(9 754)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		60	43	43	4	69	25	43	172%	43
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		60	43	43	4	69	25	(43)	-172%	43
NET INCREASE/ (DECREASE) IN CASH HELD		5 603	1 826	1 826	(3 295)	(3 081)	956			1 826
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		9 010	13 048			13 918

4. Supporting Documentation

Variance explanations

WC051 Laingsburg - Supporting Table SC1 Material variance explanations - M07 January

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Service charges - water revenue	-8%	Water restrictions have been announced and introduced	
	Service charges - sanitation revenue	7%	Journal for revenue foregone will be processed after all new applications are on the system	
	Service charges - refuse revenue	47%	Journal for revenue foregone will be processed after all new applications are on the system	
	Interest earned - outstanding debtors	(0)	No interest was levied on outstanding accounts during all levels of lockdown	
2	Expenditure By Type			
	Depreciation & asset impairment		Final calculation will be done on year end	
3	Capital Expenditure			
	All capital projects		All projects started and is before the planned schedule at this stage	
4	Financial Position	0		0
5	Cash Flow			
	Government - operating	0	Equitable share for the next quarter was received during December 2020	
	Government - capital		No capital grants were received during December 2020	
6	Measureable performance			
7	Municipal Entities			

Debtors Analysis

WC051 Laingsburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January

Description	NT Code	Budget Year 2020/21										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.Lo Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	221	58	46	55	56	58	947	-	1 440	1 116	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1 214	59	43	72	52	47	748	-	2 234	919	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	683	39	22	37	937	16	2 381	-	4 115	3 371	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	158	43	35	38	39	30	973	-	1 316	1 080	-	-
Receivables from Exchange Transactions - Waste Management	1600	159	35	30	34	34	29	581	-	901	678	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	78	29	15	25	13	11	1 077	-	1 247	1 125	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	7	1	1	1	1	0	106	-	117	108	-	-
Total By Income Source	2000	2 519	263	191	262	1 131	191	6 813	-	11 370	8 397	-	-
2019/20 - totals only		934762	399801	445737	396926	321119	268103	6366770	0	9 133	7 353	-	-
Debtors Age Analysis By Customer Group													
Organs of State	2200	201	31	10	27	315	17	934	-	1 534	1 293	-	-
Commercial	2300	1 312	57	21	70	645	43	2 016	-	4 165	2 775	-	-
Households	2400	1 006	175	160	164	172	130	3 863	-	5 671	4 329	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	2 519	263	191	262	1 131	191	6 813	-	11 370	8 397	-	-

Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January

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		
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	-	-	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	-	-	-	-	-	-	-	-	-	-	-

5. Other Information or Documentation

Municipal Manager’s Quality Certificate

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

Munisipaliteit • LAINGSBURG • Municipality

Munisipale-geboue, Van Riebeeckstraat

PRIVAATSAK X4
LAINGSBURG
6900



Municipal Buildings, Van Riebeeck Street

PRIVATE BAG X4
LAINGSBURG
6900

OFFICE OF THE MUNICIPAL MANAGER

VERWYSINGSNOMMER :
REFERENCE NUMBER :
NAURAE :
ENQUIRIES :

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

QUALITY CERTIFICATE

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 month of January 2021 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

Date

6. Recommendation

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