

# LAINGSBURG MUNICIPALITY



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

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## 1. Mayors Report

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

## 2. Executive Summary

Section 71 of the MFMA states the 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 December 2020.

<b>Operating Budget</b>				
<b>R thousands</b>	<b>Original Budget</b>	<b>Adjusted Budget</b>	<b>YTD Actual</b>	<b>YTD %</b>
<b>Total Revenue (Incl. Capital transfers and contributions)</b>	120 208 516	120 208 516	69 350 739	<b>57.69</b>
<b>Total Expenditure</b>	115 549 488	115 549 488	54 898 979	47.51
<b>Surplus (Deficit) (Incl Capital transfers)</b>	<b>4 659 028</b>	<b>4 659 028</b>	<b>14 451 760</b>	<b>310.19</b>
<b>Capital Budget</b>				
<b>R thousands</b>	<b>Original Budget</b>	<b>Adjusted Budget</b>	<b>YTD Actual</b>	<b>YTD %</b>
<b>Total Capital expenditure</b>	<b>10 005 550</b>	<b>10 005 550</b>	<b>9 484 487</b>	<b>94.79</b>
<b>Sources of Finance</b>				
<i>National Government - MIG</i>	1 110 000	1 110 000	1 385 116	<b>124.79</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	7 136 012	<b>113.66</b>
<i>Provincial Government - Municipal Drought Relief</i>	1 900 000	1 900 000	963 359	<b>50.70</b>
<b>Total Funding Sources of Capital</b>	<b>10 005 550</b>	<b>10 005 550</b>	<b>9 484 487</b>	<b>94.79</b>

## Operating Revenue

The Municipality have generated 59.61% or R 61,736 million of the Budgeted Revenue to date which is higher than the budgeted amount. Year-to-date operating revenue is 9,61% over 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 December 2020 is therefore R 1,631 million over the budget. The reason for this is that the equitable share grants was received during December 2020.

## Operating Expenditure

Operating expenditure of R 56,801 million for the period of December 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 66,318 million to date. The expenditure to date is higher than the budgeted year-to-date amount and stands on 114,79%.

## Capital Expenditure

Year-to-date capital expenditure is lower than the year-to-date budget and stands on 94,79%.

The actual year-to-date capital expenditure amounted to R 9,484 million and the actual expenditure for the month of December 2020 amounted to R 3,571 million.

## Cash Flow

The Municipality started off with a cash flow balance of R 12,092 million at the beginning of the year after corrections and decreased with R 0,214 million. The closing balance for the month ended December 2020 is R 12,306 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.

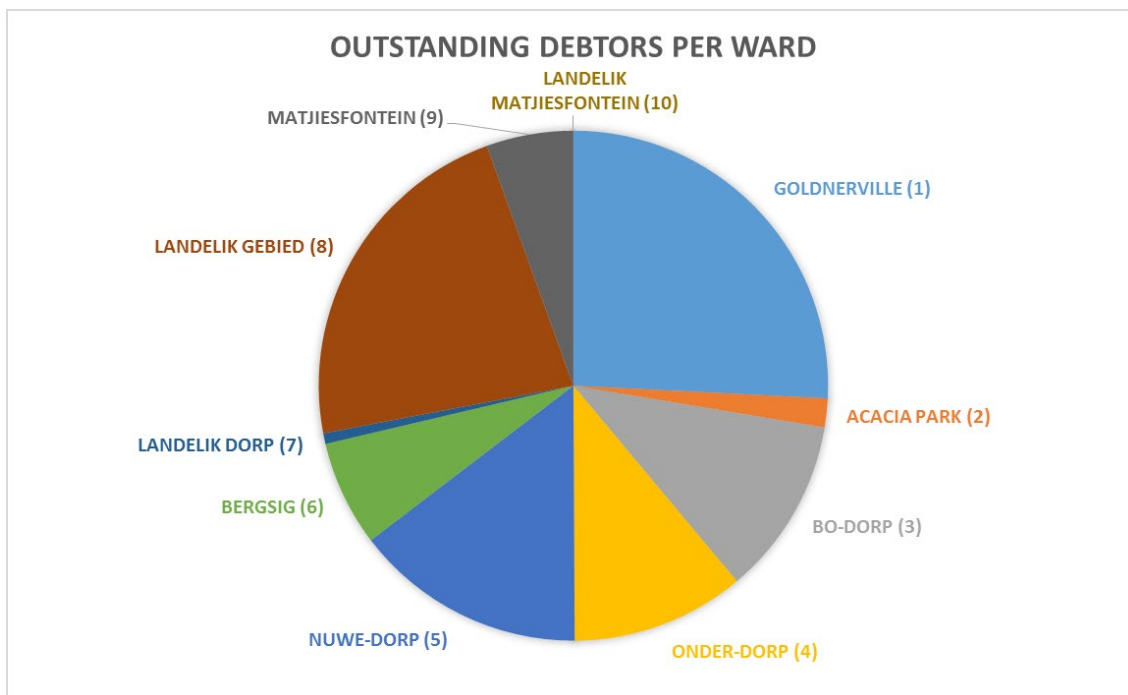
During the budget process assumptions were made that the payment ratio for all debtors will be at 95%. Currently the ratio is 83.6% and way below the target. That means that the inflow of cash is much lower as the assumptions.

## Debtors

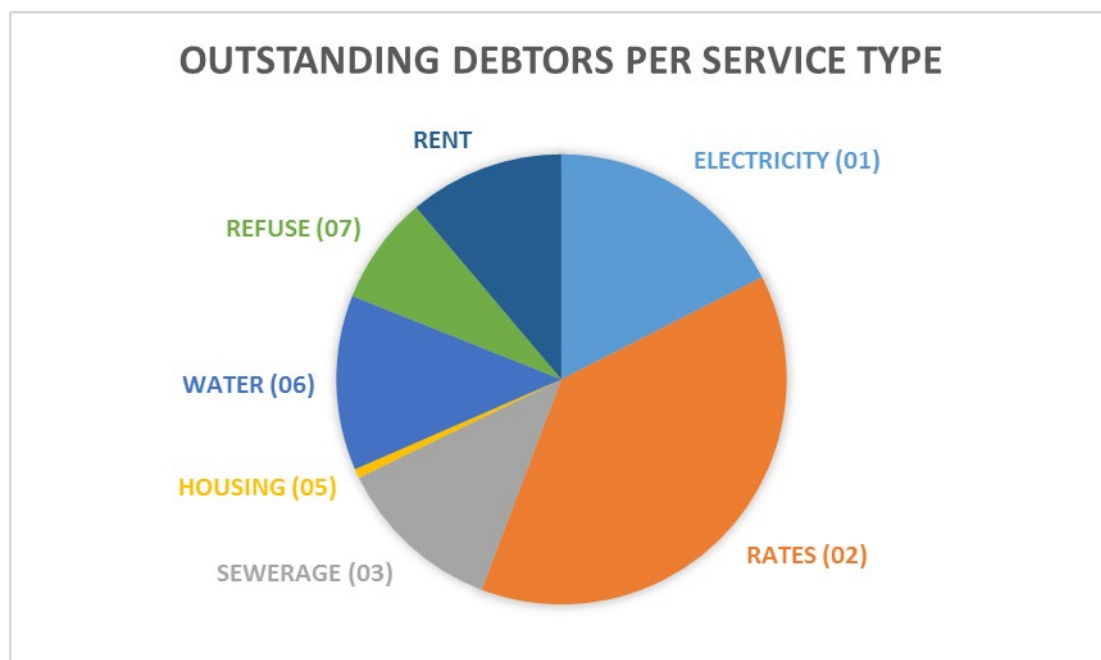
The Outstanding Debtors of the Municipality amounts to R 11,127 million for the month ended December 2020, (R 11,376 million previous month). There was a decrease of R 0.248 million in the total outstanding amount since the previous month (increase of R 1.207 million previous month). The payment rate for 2019/2020 financial year was 89,56%. At the end of December 2020 the payment rate was 87.16%. The total amount outstanding for longer than 12 months is R 6,640 million and this amounts to 59,67% of all the debtors outstanding. The total cash trapped in outstanding debtors older than 90 Days amount to R 8,324 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 98,73%, water at 86,53%, refuse at 92,82% and sewerage at 95,64%. 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 115,46% 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 December 2020:



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



## Creditors

Total outstanding creditors amount to R 0 for the month ending December 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	4 956 222	631 889	4 066 043	(194 148)	(890 179)
Vehicles used for political office bearers	-	-	-	-	-	-	-
Travel and subsistence	791 424	65 952	395 712	35 030	222 715	(30 922)	(172 997)
Domestic accommodation	531 432	44 286	265 716	4 250	43 479	(40 036)	(222 237)
Sponsorships, events and catering	120 000	10 000	60 000	1 439	17 794	(8 561)	(42 206)
Communication	570 072	47 506	285 036	38 098	246 861	(9 408)	(38 175)
Other related expenditure items		-	-			-	-
<b>Total</b>	<b>R 11 925 372</b>	<b>R 993 781</b>	<b>R 5 962 686</b>	<b>R 710 707</b>	<b>R 4 596 894</b>	<b>(283 074)</b>	<b>(1 365 792)</b>

No problem areas for December 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 - M06 December**

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	7	4 406	8 347	(3 941)	-47%	4 933
Service charges	17 178	25 063	25 063	2 083	12 641	12 778	(137)	-1%	25 063
Investment revenue	146	673	673	40	239	337	(97)	-29%	673
Transfers and subsidies	21 464	27 228	27 228	7 271	17 481	18 386	(905)	-5%	27 228
Other own revenue	35 451	35 664	35 664	2 955	17 622	17 764	(141)	-1%	35 664
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>78 229</b>	<b>93 561</b>	<b>93 561</b>	<b>12 356</b>	<b>52 390</b>	<b>57 612</b>	<b>(5 222)</b>	<b>-9%</b>	<b>93 561</b>
Employee costs	20 912	27 474	27 474	1 899	13 302	13 735	(433)	-3%	27 474
Remuneration of Councillors	2 770	2 973	2 973	231	1 176	1 486	(310)	-21%	2 973
Depreciation & asset impairment	8 667	7 930	7 930	476	2 854	3 968	(1 113)	-28%	7 930
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	7 899	9 150	9 150	750	4 124	4 575	(451)	-10%	9 150
Transfers and subsidies	4 113	2 051	2 051	432	2 357	1 025	1 332	130%	2 051
Other expenditure	43 900	49 330	49 330	3 835	23 408	24 680	(1 272)	-5%	49 330
<b>Total Expenditure</b>	<b>88 261</b>	<b>98 908</b>	<b>98 908</b>	<b>7 623</b>	<b>47 221</b>	<b>49 469</b>	<b>(2 247)</b>	<b>-5%</b>	<b>98 908</b>
<b>Surplus/(Deficit)</b>	<b>(10 033)</b>	<b>(5 347)</b>	<b>(5 347)</b>	<b>4 733</b>	<b>5 169</b>	<b>8 143</b>	<b>(2 974)</b>	<b>-37%</b>	<b>(5 347)</b>
Transfers and subsidies - capital (monetary alloc	19 268	10 006	10 006	3 599	9 484	7 504	1 980	26%	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>8 332</b>	<b>14 654</b>	<b>15 648</b>	<b>(994)</b>	<b>-6%</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>8 332</b>	<b>14 654</b>	<b>15 648</b>	<b>(994)</b>	<b>-6%</b>	<b>4 659</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>28 105</b>	<b>14 581</b>	<b>14 581</b>	<b>3 571</b>	<b>9 484</b>	<b>5 003</b>	<b>4 482</b>	<b>90%</b>	<b>14 581</b>
Capital transfers recognised	28 052	14 581	14 581	3 571	9 484	5 003	4 482	90%	14 581
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	52	-	-	-	-	-	-	-	-
<b>Total sources of capital funds</b>	<b>28 105</b>	<b>14 581</b>	<b>14 581</b>	<b>3 571</b>	<b>9 484</b>	<b>5 003</b>	<b>4 482</b>	<b>90%</b>	<b>14 581</b>
<b>Financial position</b>									
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	<b>185 950</b>	<b>185 950</b>	<b>185 950</b>		<b>192 862</b>				<b>185 950</b>
<b>Cash flows</b>									
Net cash from (used) operating	11 012	11 537	11 537	7 366	9 633	5 801	(3 832)	-66%	11 537
Net cash from (used) investing	(5 469)	(9 754)	(9 754)	(3 571)	(9 484)	(5 003)	4 482	-90%	(9 754)
Net cash from (used) financing	60	43	43	14	65	22	(43)	-200%	43
<b>Cash/cash equivalents at the month/year end</b>	<b>17 695</b>	<b>13 918</b>	<b>13 918</b>	<b>-</b>	<b>12 306</b>	<b>12 911</b>	<b>606</b>	<b>5%</b>	<b>13 918</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Income Source	2 254	233	316	1 196	202	286	2 342	4 297	11 127
<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) - M06 December

Description	Ref	Budget Year 2020/21								
		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>37 868</b>	<b>37 868</b>	<b>8 252</b>	<b>28 016</b>	<b>31 743</b>	(3 727)	-12%	<b>37 868</b>
Executive and council		905	-	-	-	-	-	-	-	-
Finance and administration		38 298	37 868	37 868	8 252	28 016	31 743	(3 727)	-12%	37 868
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		<b>34 965</b>	<b>34 764</b>	<b>34 764</b>	<b>2 734</b>	<b>17 012</b>	<b>17 732</b>	(719)	-4%	<b>34 764</b>
Community and social services		1 274	1 412	1 412	3	592	1 055	(464)	-44%	1 412
Sport and recreation		4	4	4	-	0	2	(1)	-83%	4
Public safety		33 670	33 335	33 335	2 728	16 411	16 669	(258)	-2%	33 335
Housing		16	12	12	4	9	6	3	43%	12
Health		2	0	0	0	1	-	1	#DIV/0!	1
<i><b>Economic and environmental services</b></i>		<b>1 013</b>	<b>1 319</b>	<b>1 319</b>	<b>1</b>	<b>536</b>	<b>634</b>	(99)	-16%	<b>1 319</b>
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 013	1 319	1 319	1	536	634	(99)	-16%	1 319
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		<b>22 429</b>	<b>29 616</b>	<b>29 616</b>	<b>4 968</b>	<b>16 311</b>	<b>15 007</b>	1 304	9%	<b>29 616</b>
Energy sources		14 443	16 847	16 847	1 265	7 887	8 789	(901)	-10%	16 847
Water management		2 922	7 033	7 033	3 125	5 415	3 350	2 065	62%	7 033
Waste water management		2 818	2 891	2 891	340	1 623	1 446	177	12%	2 891
Waste management		2 247	2 845	2 845	238	1 385	1 423	(38)	-3%	2 845
<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>15 955</b>	<b>61 875</b>	<b>65 116</b>	<b>(3 241)</b>	<b>-5%</b>	<b>103 567</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>2 656</b>	<b>16 612</b>	<b>16 869</b>	(256)	-2%	<b>33 711</b>
Executive and council		8 078	8 903	8 903	1 044	6 101	4 451	1 650	37%	8 903
Finance and administration		20 645	24 808	24 808	1 612	10 511	12 418	(1 907)	-15%	24 808
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		<b>32 769</b>	<b>34 547</b>	<b>34 547</b>	<b>2 598</b>	<b>15 885</b>	<b>17 273</b>	(1 388)	-8%	<b>34 547</b>
Community and social services		1 340	1 934	1 934	139	910	966	(56)	-6%	1 934
Sport and recreation		9	53	53	0	26	26	(0)	-1%	53
Public safety		31 207	32 046	32 046	2 437	14 757	16 024	(1 267)	-8%	32 046
Housing		209	500	500	22	133	250	(116)	-47%	500
Health		4	14	14	0	59	7	52	721%	14
<i><b>Economic and environmental services</b></i>		<b>1 583</b>	<b>3 885</b>	<b>3 885</b>	<b>181</b>	<b>1 474</b>	<b>1 945</b>	(472)	-24%	<b>3 885</b>
Planning and development		329	1 394	1 394	44	286	698	(411)	-59%	1 394
Road transport		1 254	2 491	2 491	138	1 187	1 247	(60)	-5%	2 491
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		<b>25 187</b>	<b>26 753</b>	<b>26 753</b>	<b>2 187</b>	<b>13 244</b>	<b>13 376</b>	(132)	-1%	<b>26 753</b>
Energy sources		8 511	10 388	10 388	819	4 831	5 195	(363)	-7%	10 388
Water management		4 535	3 910	3 910	357	1 726	1 955	(229)	-12%	3 910
Waste water management		10 453	10 421	10 421	869	5 914	5 209	705	14%	10 421
Waste management		1 688	2 034	2 034	141	772	1 016	(244)	-24%	2 034
<i><b>Other</b></i>		-	<b>12</b>	<b>12</b>	<b>1</b>	<b>6</b>	<b>6</b>	<b>0</b>	<b>2%</b>	<b>12</b>
<b>Total Expenditure - Functional</b>	3	<b>88 261</b>	<b>98 908</b>	<b>98 908</b>	<b>7 623</b>	<b>47 221</b>	<b>49 469</b>	<b>(2 247)</b>	<b>-5%</b>	<b>98 908</b>
<b>Surplus/ (Deficit) for the year</b>		<b>9 349</b>	<b>4 659</b>	<b>4 659</b>	<b>8 332</b>	<b>14 654</b>	<b>15 648</b>	<b>(994)</b>	<b>-6%</b>	<b>4 659</b>



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

**WC051 Laingsburg - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December**

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	160	1 101	1 265	(164)	-13.0%	2 528
Vote 4 - BUDGET & TREASURY		36 529	35 340	35 340	8 092	26 915	30 478	(3 563)	-11.7%	35 340
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY AND SOCIAL SERV		1 276	1 413	1 413	3	592	1 055	(463)	-43.9%	1 413
Vote 7 - SPORTS AND RECREATION		4	4	4	-	0	2	(1)	-82.8%	4
Vote 8 - HOUSING		16	12	12	4	9	6	3	43.3%	12
Vote 9 - PUBLIC SAFETY		33 670	33 335	33 335	2 728	16 411	16 669	(258)	-1.5%	33 335
Vote 10 - ROAD TRANSPORT		1 100	1 337	1 337	82	616	643	(27)	-4.2%	1 337
Vote 11 - WASTE MANAGEMENT		2 247	2 845	2 845	238	1 385	1 423	(38)	-2.6%	2 845
Vote 12 - WASTE WATER MANAGEMENT		2 731	2 873	2 873	259	1 543	1 437	106	7.4%	2 873
Vote 13 - WATER		2 922	7 033	7 033	3 125	5 415	3 350	2 065	61.7%	7 033
Vote 14 - ELECTRICITY		14 443	16 847	16 847	1 265	7 887	8 789	(901)	-10.3%	16 847
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>97 610</b>	<b>103 567</b>	<b>103 567</b>	<b>15 955</b>	<b>61 875</b>	<b>65 116</b>	<b>(3 241)</b>	<b>-5.0%</b>	<b>103 567</b>
<b>Expenditure by Vote</b>										
Vote 1 - MAYORAL & COUNCIL	1	5 043	5 206	5 206	748	4 339	2 602	1 738	66.8%	5 206
Vote 2 - MUNICIPAL MANAGER		3 035	3 697	3 697	296	1 762	1 849	(88)	-4.7%	3 697
Vote 3 - CORPORATE SERVICES		7 705	7 572	7 572	511	4 337	3 798	539	14.2%	7 572
Vote 4 - BUDGET & TREASURY		12 940	17 236	17 236	1 101	6 174	8 620	(2 445)	-28.4%	17 236
Vote 5 - PLANNING AND DEVELOPMENT		329	1 394	1 394	44	286	698	(411)	-58.9%	1 394
Vote 6 - COMMUNITY AND SOCIAL SERV		1 184	1 745	1 745	116	862	872	(10)	-1.2%	1 745
Vote 7 - SPORTS AND RECREATION		169	268	268	24	139	133	6	4.6%	268
Vote 8 - HOUSING		209	500	500	22	133	250	(116)	-46.6%	500
Vote 9 - PUBLIC SAFETY		31 207	32 046	32 046	2 437	14 757	16 024	(1 267)	-7.9%	32 046
Vote 10 - ROAD TRANSPORT		9 673	10 949	10 949	904	6 226	5 477	750	13.7%	10 949
Vote 11 - WASTE MANAGEMENT		1 688	2 034	2 034	141	772	1 016	(244)	-24.0%	2 034
Vote 12 - WASTE WATER MANAGEMENT		2 034	1 962	1 962	103	875	980	(105)	-10.7%	1 962
Vote 13 - WATER		4 535	3 910	3 910	357	1 726	1 955	(229)	-11.7%	3 910
Vote 14 - ELECTRICITY		8 511	10 388	10 388	819	4 831	5 195	(363)	-7.0%	10 388
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>88 261</b>	<b>98 908</b>	<b>98 908</b>	<b>7 623</b>	<b>47 221</b>	<b>49 469</b>	<b>(2 247)</b>	<b>-4.5%</b>	<b>98 908</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>9 349</b>	<b>4 659</b>	<b>4 659</b>	<b>8 332</b>	<b>14 654</b>	<b>15 648</b>	<b>(994)</b>	<b>-6.4%</b>	<b>4 659</b>

Table C4: Financial Performance (Revenue and Expenditure)

## WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	Budget Year 2020/21								
		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 Source</b>										
Property rates		3 990	4 933	4 933	7	4 406	8 347	(3 941)	-47%	4 933
Service charges - electricity revenue		11 861	15 788	15 788	1 265	7 887	8 237	(349)	-4%	15 788
Service charges - water revenue		1 096	4 576	4 576	324	1 852	2 121	(269)	-13%	4 576
Service charges - sanitation revenue		2 731	2 873	2 873	259	1 543	1 437	106	7%	2 873
Service charges - refuse revenue		1 490	1 826	1 826	234	1 349	913	436	48%	1 826
Service charges - other		-	-	-	0	10	70	(60)	-86%	-
Rental of facilities and equipment		1 354	1 139	1 139	213	824	569	254	45%	1 139
Interest earned - external investments		146	673	673	40	239	337	(97)	-29%	673
Interest earned - outstanding debtors		282	544	544	(11)	(12)	272	(285)	-105%	544
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		33 342	32 410	32 410	2 711	16 266	16 205	60	0%	32 410
Licences and permits		228	935	935	17	151	468	(317)	-68%	935
Agency services		151	166	166	11	112	83	28	34%	166
Transfers and subsidies		21 464	27 228	27 228	7 271	17 481	18 386	(905)	-5%	27 228
Other revenue		94	470	470	15	283	165	118	71%	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>12 356</b>	<b>52 390</b>	<b>57 612</b>	<b>(5 222)</b>	<b>-9%</b>	<b>93 561</b>
<b>Expenditure By Type</b>										
Employee related costs		20 912	27 474	27 474	1 899	13 302	13 735	(433)	-3%	27 474
Remuneration of councillors		2 770	2 973	2 973	231	1 176	1 486	(310)	-21%	2 973
Debt impairment		25 618	27 277	27 277	2 161	12 963	13 639	(676)	-5%	27 277
Depreciation & asset impairment		8 667	7 930	7 930	476	2 854	3 968	(1 113)	-28%	7 930
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 899	9 150	9 150	750	4 124	4 575	(451)	-10%	9 150
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		2 445	2 215	2 215	1	237	1 108	(870)	-79%	2 215
Transfers and subsidies		4 113	2 051	2 051	432	2 357	1 025	1 332	130%	2 051
Other expenditure		15 837	19 838	19 838	1 674	10 207	9 933	274	3%	19 838
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>88 261</b>	<b>98 908</b>	<b>98 908</b>	<b>7 623</b>	<b>47 221</b>	<b>49 469</b>	<b>(2 247)</b>	<b>-5%</b>	<b>98 908</b>
<b>Surplus/(Deficit)</b>		<b>(10 033)</b>	<b>(5 347)</b>	<b>(5 347)</b>	<b>4 733</b>	<b>5 169</b>	<b>8 143</b>	<b>(2 974)</b>	<b>(0)</b>	<b>(5 347)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		19 268	10 006	10 006	3 599	9 484	7 504	1 980	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>8 332</b>	<b>14 654</b>	<b>15 648</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>8 332</b>	<b>14 654</b>	<b>15 648</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>8 332</b>	<b>14 654</b>	<b>15 648</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>8 332</b>	<b>14 654</b>	<b>15 648</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) - M06  
December

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	546	1 385	555	830	150%	1 110
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		35	1 110	1 110	546	1 385	555	830	150%	1 110
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		25	717	717	-	-	359	(359)	-100%	717
Community and social services		11	-	-	-	-	-	-	-	-
Sport and recreation		-	717	717	-	-	359	(359)	-100%	717
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	12 754	12 754	3 025	8 099	4 089	4 010	98%	12 754
Energy sources		8 424	4 576	4 576	-	-	-	-	-	4 576
Water management		19 383	8 179	8 179	3 025	8 099	4 089	4 010	98%	8 179
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	28 105	14 581	14 581	3 571	9 484	5 003	4 482	90%	14 581
<b>Funded by:</b>										
National Government		10 584	12 754	12 754	3 021	7 332	4 089	3 243	79%	12 754
Provincial Government		17 468	1 827	1 827	550	2 152	914	1 238	136%	1 827
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		28 052	14 581	14 581	3 571	9 484	5 003	4 482	90%	14 581
<b>Public contributions &amp; donations</b>	5	-	-	-	-	-	-	-	-	-
<b>Borrowing</b>	6	-	-	-	-	-	-	-	-	-
<b>Internally generated funds</b>		52	-	-	-	-	-	-	-	-
<b>Total Capital Funding</b>		28 105	14 581	14 581	3 571	9 484	5 003	4 482	90%	14 581

**Table C6: Financial Position****WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - M06 December**

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	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
Inv entory		889	889	889	889	889
<b>Total current assets</b>		<b>21 864</b>	<b>21 864</b>	<b>21 864</b>	<b>26 626</b>	<b>21 864</b>
<b>Non current assets</b>						
Long-term receivables		-	-	-	-	-
Inv estments		-	-	-	-	-
Inv estment property		24 801	24 801	24 801	24 751	24 801
Inv estments 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
<b>Total non current assets</b>		<b>192 687</b>	<b>192 687</b>	<b>192 687</b>	<b>195 645</b>	<b>192 687</b>
<b>TOTAL ASSETS</b>		<b>214 551</b>	<b>214 551</b>	<b>214 551</b>	<b>222 272</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	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
<b>Total current liabilities</b>		<b>14 112</b>	<b>14 112</b>	<b>14 112</b>	<b>14 920</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>29 409</b>	<b>28 601</b>
<b>NET ASSETS</b>	2	<b>185 950</b>	<b>185 950</b>	<b>185 950</b>	<b>192 862</b>	<b>185 950</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		185 950	185 950	185 950	192 862	185 950
Reserves		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>185 950</b>	<b>185 950</b>	<b>185 950</b>	<b>192 862</b>	<b>185 950</b>

Table C7: Cash Flow

## WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - M06 December

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>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		3 456	4 480	4 480	239	2 754	2 358	396	17%	4 480
Service charges		18 023	24 030	24 030	2 127	12 775	12 530	245	2%	24 030
Other revenue		27 260	8 809	8 809	2 510	6 256	4 433	1 823	41%	8 809
Government - operating		17 756	27 558	27 558	7 976	20 655	13 779	6 876	50%	27 558
Government - capital		3 725	10 006	10 006	-	2 799	5 003	(2 204)	-44%	10 006
Interest		748	1 314	1 314	4	122	657	(535)	-81%	1 314
Dividends		-	-	-	-	-	-	-		-
<b>Payments</b>										
Suppliers and employees		(59 599)	(63 261)	(63 261)	(5 439)	(35 591)	(32 259)	3 331	-10%	(63 261)
Finance charges		-	(795)	(795)	-	-	(398)	(398)	100%	(795)
Transfers and Grants		(356)	(605)	(605)	(51)	(137)	(303)	(166)	55%	(605)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>11 012</b>	<b>11 537</b>	<b>11 537</b>	<b>7 366</b>	<b>9 633</b>	<b>5 801</b>	<b>(3 832)</b>	<b>-66%</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)	(3 571)	(9 484)	(5 003)	4 482	-90%	(9 754)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(5 469)</b>	<b>(9 754)</b>	<b>(9 754)</b>	<b>(3 571)</b>	<b>(9 484)</b>	<b>(5 003)</b>	<b>4 482</b>	<b>-90%</b>	<b>(9 754)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		60	43	43	14	65	22	43	200%	43
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>60</b>	<b>43</b>	<b>43</b>	<b>14</b>	<b>65</b>	<b>22</b>	<b>(43)</b>	<b>-200%</b>	<b>43</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>5 603</b>	<b>1 826</b>	<b>1 826</b>	<b>3 809</b>	<b>214</b>	<b>820</b>			<b>1 826</b>
Cash/cash equivalents at beginning:		12 092	12 092	12 092		12 092	12 092			12 092
Cash/cash equivalents at month/year end:		17 695	13 918	13 918		12 306	12 911			13 918

## 4. Supporting Documentation

### Variance explanations

WC051 Laingsburg - Supporting Table SC1 Material variance explanations - M05 November

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	<b>R thousands</b>			
1	<b>Revenue By Source</b>			
	Service charges - water revenue	-19%	Journal for revenue foregone will be processed after all new applications are on the system	
	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	<b>Expenditure By Type</b>			
	Depreciation & asset impairment		Final calculation will be done on year end	
	Remuneration of councillors	(0)	Budgeted for an increase in councillor remuneration but will only be paid after announcement of new upper limits	
	Contracted services	(0)	No final payments for the compilation of AFS were made	
	Transfers and subsidies	0	Journal for revenue foregone will be processed after all new applications are on the system	
3	<b>Capital Expenditure</b>			
	All capital projects		All projects started and is before the planned schedule at this stage	
4	<b>Financial Position</b>			
		0		0
5	<b>Cash Flow</b>			
	Property rates	30%	Government dept paid during Sept and Oct and not in monthly installments	
	Service charges	(0)	Due to the lockdown levels Council took a decision not to levy interest and park the cut of services	
	Other revenue	0	VAT refunds	
6	<b>Measureable performance</b>			
7	<b>Municipal Entities</b>			

### Debtors Analysis

WC051 Laingsburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2020/21										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	Total over 90 days		
<b>R thousands</b>													
<b>Debtors Age Analysis By Income Source</b>													
Trade and Other Receivables from Exchange Transactions - Water	1200	194	52	62	66	59	48	277	642	1 400	1 093	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	914	51	98	58	51	98	331	347	1 948	885	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	811	31	40	977	16	23	1 028	1 331	4 258	3 376	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	136	41	44	41	32	40	227	776	1 338	1 116	-	-
Receivables from Exchange Transactions - Waste Management	1600	135	34	38	36	31	44	193	356	868	660	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	58	23	32	18	13	32	275	732	1 184	1 070	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	6	1	1	1	0	0	10	113	133	124	-	-
<b>Total By Income Source</b>	<b>2000</b>	<b>2 254</b>	<b>233</b>	<b>316</b>	<b>1 196</b>	<b>202</b>	<b>286</b>	<b>2 342</b>	<b>4 297</b>	<b>11 127</b>	<b>8 334</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	126	17	28	319	17	59	282	587	1 436	1 265	-	-
Commercial	2300	1 117	37	91	688	44	67	1 193	820	4 058	2 813	-	-
Households	2400	1 011	179	197	189	140	160	867	2 890	5 634	4 246	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Group</b>	<b>2600</b>	<b>2 254</b>	<b>233</b>	<b>316</b>	<b>1 196</b>	<b>202</b>	<b>286</b>	<b>2 342</b>	<b>4 297</b>	<b>11 127</b>	<b>8 334</b>	<b>-</b>	<b>-</b>

## Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

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  
8900



Municipal Buildings, Van Riebeeck Street

PRIVATE BAG X4  
LAINGSBURG  
8900

OFFICE OF THE MUNICIPAL MANAGER

VERWYSINGSNOMMER :  
REFERENCE NUMBER :  
NAVRAE :  
INQUIRIES :

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 December 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 ..... 

Date ..... 21.01.14

## 6. Recommendation

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