

# LAINGSBURG MUNICIPALITY



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

**Table of Contents**

1. Mayors Report ..... 3

2. Executive Summary..... 3

3. In year Budget Statement Tables..... 8

4. Supporting Documentation ..... 16

5. Other Information or Documentation ..... 16

6. Recommendation..... 18

## 1. Mayors Report

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

<b>Total Expenditure</b>	128 510 608	97 462 484	97 205 414	99.74
<b>Surplus (Deficit) (Incl Capital transfers)</b>	<b>-7 858 000</b>	<b>14 408 132</b>	<b>10 927 314</b>	<b>75.84</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>25 421 515</b>	<b>16 517 505</b>	<b>64.97</b>
<b>Sources of Finance</b>				
<i>National Government - MIG</i>	6 278 550	6 198 550	12 135 094	<b>195.77</b>
<i>National Government - WSIG</i>	-	7 496 000	155 238	<b>2.07</b>
<i>Provincial Government - SMME Booster Funds</i>	1 110 000	1 288 730	1 890 080	<b>146.66</b>
<i>Provincial Government - Cultural Affairs and Sport</i>	717 000	717 000	402 266	<b>56.10</b>
<i>Provincial Government - Municipal Drought Relief</i>	1 900 000	9 721 235	1 934 826	<b>19.90</b>
<b>Total Funding Sources of Capital</b>	<b>10 005 550</b>	<b>25 421 515</b>	<b>16 517 505</b>	<b>64.97</b>

### Operating Revenue

The Municipality have generated 73.36% or R 94,172 million of the Budgeted Revenue to date which is lower than the budgeted amount. Year-to-date operating revenue is 1,13% lower than the year-to-date budget. The projected budgeted revenue for the full financial year amounts to R 95,342 million (default recoveries excluded). The actual revenue as at the end of May 2021 is therefore R 1,171 million under the budget.

### Operating Expenditure

Operating expenditure of R 83,244 million for the period up to May 2021 and does not include part of the annual calculation for provisions. The total amount for the year-to-date portion of provisions is R5,424 million. That will bring the total expenditure effectively at R 88,668 million to date. The expenditure to date is lower than the budgeted year-to-date amount and stands on 77,71%.

### Capital Expenditure

Year-to-date capital expenditure is lower than the year-to-date adjustment budget and stands on 79,37%. The increase in additional grants for capital projects increase the total capital amount to R20,809 million.

The actual year-to-date capital expenditure amounted to R 16,517 million and the actual expenditure for the month of May 2021 amounted to R 0,939 million.

### Cash Flow

The Municipality started off with a cash flow balance of R 12,092 million at the beginning of the year, and increased with R 4,004 million. The closing balance for the month ended May 2021 is R 16,096 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. The growth in cash available is mainly due to the additional capitals grants that were paid out to the municipality before the end of the national and provincial financial year.

During the budget process assumptions were made that the payment ratio for all debtors will be at 95%. Currently the ratio is 96.07% and is higher than the target. That means that the inflow of cash is just above the level of the assumptions.

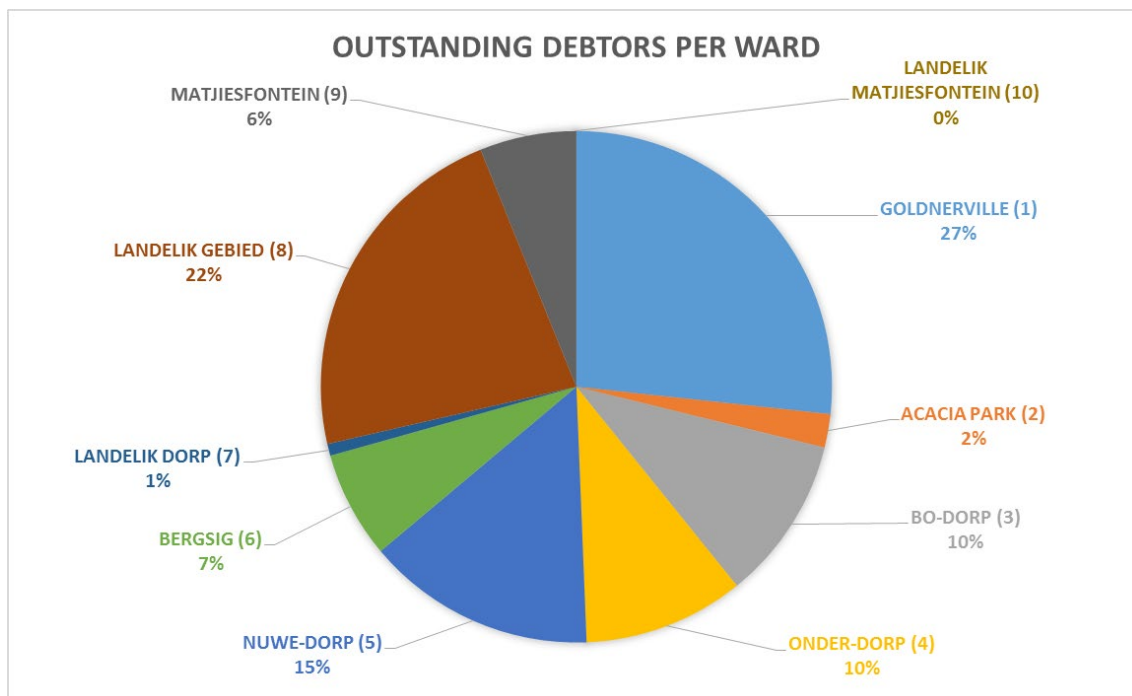
The following table gives an overview of the cash available against short- and long-term cash liabilities:

<b>Commitments against Cash and Cash Equivalents</b>	
<b>May 2021</b>	
<b>Item</b>	<b>Amount</b>
Balance as per CFA	<b>16 096 421</b>
<b>Total commitments against cash</b>	<b>22 932 989</b>
Unspent Conditional Grants	19 297 706
Capital Replacement Reserves	R 0
Self Insurance Reserve	R 0
Consumer & Sundry Deposits	714 381
Creditors	1 034 951
Performance Bonus Provision	R 0
Provision for Environmental Rehabilitation	R 0
Provision for Leave Payments	1 885 951
Retentions	R 0
	<b>-6 836 568</b>

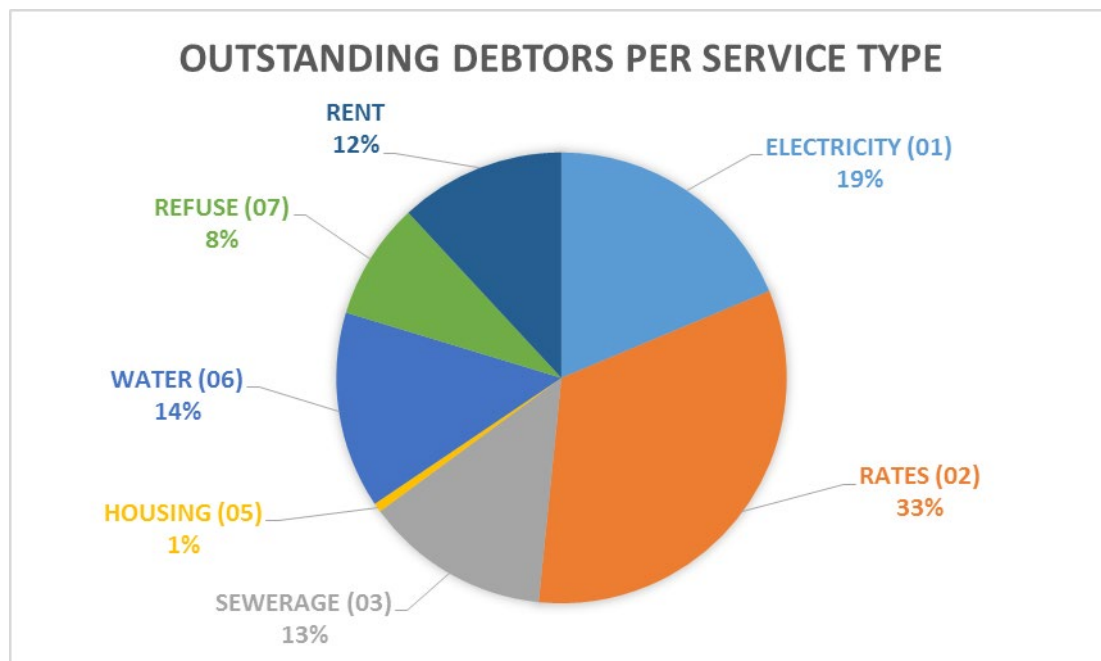
### Debtors

The Outstanding Debtors of the Municipality amounts to R 10,123 million for the month ended May 2021, (R 10,200 million previous month). There was an decrease of R 0.077 million in the total outstanding amount since the previous month (decrease of R 0.814 million previous month). The payment rate for 2019/2020 financial year was 89,56%. At the end of May 2021 the payment rate was 96.07%. The total amount outstanding for longer than 12 months is R 7,602 million and this amounts to 75,10% of all the debtors outstanding. The total cash trapped in outstanding debtors older than 90 Days amount to R 8,081 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 99,74%, water at 91,37%, refuse at 96,94% and sewerage at 97,25%. 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 84,35%.

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



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



### Creditors

Total outstanding creditors amount to R 0 for the month ending May 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	15 135 053	1 261 254	13 873 799	609 529	6 925 866	(651 726)	(6 947 932)
Vehicles used for political office bearers	-	-	-	-	-	-	-
Travel and subsistence	358 488	29 874	328 614	45 335	422 391	15 461	93 777
Domestic accommodation	147 876	12 323	135 553	15 008	77 620	2 685	(57 933)
Sponsorships, events and catering	181 616	15 135	166 481	4 932	40 460	(10 203)	(126 021)
Communication	-	-	-	23 820	427 123	23 820	427 123
Overtime	-	-	-	110 622	1 098 809	110 622	1 098 809
<b>Total</b>	<b>R 15 823 033</b>	<b>R 1 318 586</b>	<b>R 14 504 447</b>	<b>R 809 245</b>	<b>R 8 992 268</b>	<b>(509 341)</b>	<b>(5 512 179)</b>

Overtime is still a serious and difficult to control expenditure item on the budget..

### 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 - M11 May

Description	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>Financial Performance</b>									
Property rates	3 990	4 933	5 004	26	4 479	8 622	(4 143)	-48%	5 004
Service charges	17 178	25 063	21 006	2 160	23 317	23 445	(129)	-1%	21 006
Investment revenue	146	673	485	68	460	617	(157)	-25%	485
Transfers and subsidies	21 464	27 228	26 610	55	22 153	25 990	(3 836)	-15%	26 610
Other own revenue	35 451	35 664	29 754	402	27 384	32 567	(5 182)	-16%	29 754
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>78 229</b>	<b>93 561</b>	<b>82 859</b>	<b>2 711</b>	<b>77 794</b>	<b>91 241</b>	<b>(13 448)</b>	<b>-15%</b>	<b>82 859</b>
Employee costs	20 912	27 474	28 544	2 043	24 204	25 181	(978)	-4%	28 544
Remuneration of Councillors	2 770	2 973	2 973	236	2 335	2 725	(390)	-14%	2 973
Depreciation & asset impairment	8 667	7 930	7 829	476	5 233	7 274	(2 041)	-28%	7 829
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	7 899	9 150	8 735	744	7 787	8 388	(600)	-7%	8 735
Transfers and subsidies	4 113	2 051	1 395	384	4 387	1 879	2 508	134%	1 395
Other expenditure	43 900	49 330	47 986	1 542	38 884	45 228	(6 344)	-14%	47 986
<b>Total Expenditure</b>	<b>88 261</b>	<b>98 908</b>	<b>97 462</b>	<b>5 424</b>	<b>82 829</b>	<b>90 674</b>	<b>(7 845)</b>	<b>-9%</b>	<b>97 462</b>
<b>Surplus/(Deficit)</b>	<b>(10 033)</b>	<b>(5 347)</b>	<b>(14 603)</b>	<b>(2 713)</b>	<b>(5 036)</b>	<b>567</b>	<b>(5 603)</b>	<b>-988%</b>	<b>(14 603)</b>
Transfers and subsidies - capital (monetary alloc	19 268	10 006	29 012	3 651	16 518	10 006	6 512	65%	29 012
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>9 235</b>	<b>4 659</b>	<b>14 408</b>	<b>938</b>	<b>11 482</b>	<b>10 573</b>	<b>909</b>	<b>9%</b>	<b>14 408</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>9 235</b>	<b>4 659</b>	<b>14 408</b>	<b>938</b>	<b>11 482</b>	<b>10 573</b>	<b>909</b>	<b>9%</b>	<b>14 408</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>28 105</b>	<b>14 181</b>	<b>25 422</b>	<b>940</b>	<b>16 518</b>	<b>9 172</b>	<b>7 346</b>	<b>80%</b>	<b>25 422</b>
Capital transfers recognised	28 052	14 181	25 422	940	16 518	9 172	7 346	80%	25 422
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	52	-	-	-	-	-	-	-	-
<b>Total sources of capital funds</b>	<b>28 105</b>	<b>14 181</b>	<b>25 422</b>	<b>940</b>	<b>16 518</b>	<b>9 172</b>	<b>7 346</b>	<b>80%</b>	<b>25 422</b>
<b>Financial position</b>									
Total current assets	27 008	27 008	27 008		33 709				27 008
Total non current assets	186 958	186 958	186 958		198 244				186 958
Total current liabilities	43 195	43 195	43 195		49 839				43 195
Total non current liabilities	4 354	4 354	4 354		4 354				4 354
Community wealth/Equity	<b>166 417</b>	<b>166 417</b>	<b>166 417</b>		<b>177 761</b>				<b>166 417</b>
<b>Cash flows</b>									
Net cash from (used) operating	11 012	11 537	11 537	(2 078)	20 411	10 635	(9 777)	-92%	11 537
Net cash from (used) investing	(5 469)	(9 754)	(9 754)	(940)	(16 518)	(9 172)	7 346	-80%	(9 754)
Net cash from (used) financing	60	43	43	2	111	40	(71)	-180%	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>16 096</b>	<b>13 594</b>	<b>(2 502)</b>	<b>-18%</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	1 530	236	277	184	167	127	7 602	-	10 123
<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) - M11 May**

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>										
<b>Governance and administration</b>		39 203	37 868	54 465	3 796	42 148	40 741	1 407	3%	54 465
Executive and council		905	-	-	-	-	-	-	-	-
Finance and administration		38 298	37 868	54 465	3 796	42 148	40 741	1 407	3%	54 465
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		34 965	34 764	28 648	347	26 174	31 985	(5 811)	-18%	28 650
Community and social services		1 274	1 412	1 415	2	602	1 412	(809)	-57%	1 415
Sport and recreation		4	4	1	264	403	3	399	12099%	1
Public safety		33 670	33 335	27 213	79	25 149	30 559	(5 410)	-18%	27 213
Housing		16	12	17	2	16	11	5	47%	17
Health		2	0	2	0	4	-	4	#DIV/0!	5
<b>Economic and environmental services</b>		1 013	1 319	1 320	54	599	1 004	(405)	-40%	1 320
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 013	1 319	1 320	54	599	1 004	(405)	-40%	1 320
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		22 429	29 616	27 438	2 166	25 390	27 516	(2 126)	-8%	27 438
Energy sources		14 443	16 847	14 934	1 344	14 517	15 862	(1 346)	-8%	14 934
Water management		2 922	7 033	7 538	326	5 408	6 395	(987)	-15%	7 538
Waste water management		2 818	2 891	3 239	265	2 934	2 651	283	11%	3 239
Waste management		2 247	2 845	1 726	229	2 532	2 608	(77)	-3%	1 726
<b>Other</b>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Functional</b>	2	97 610	103 567	111 871	6 362	94 311	101 247	(6 936)	-7%	111 873
<b>Expenditure - Functional</b>										
<b>Governance and administration</b>		28 723	33 711	35 803	2 509	29 177	30 908	(1 731)	-6%	35 803
Executive and council		8 078	8 903	8 356	976	11 126	8 160	2 966	36%	8 356
Finance and administration		20 645	24 808	27 447	1 533	18 051	22 748	(4 697)	-21%	27 447
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		32 769	34 547	29 792	479	26 856	31 667	(4 811)	-15%	29 792
Community and social services		1 340	1 934	1 766	131	1 586	1 771	(185)	-10%	1 766
Sport and recreation		9	53	60	0	45	47	(3)	-6%	60
Public safety		31 207	32 046	27 375	326	24 921	29 378	(4 456)	-15%	27 375
Housing		209	500	490	22	244	458	(214)	-47%	490
Health		4	14	101	-	59	13	46	348%	101
<b>Economic and environmental services</b>		1 583	3 885	5 587	234	2 739	3 566	(827)	-23%	5 587
Planning and development		329	1 394	3 255	48	533	1 279	(747)	-58%	3 255
Road transport		1 254	2 491	2 332	187	2 207	2 287	(80)	-4%	2 332
Environmental protection		-	-	-	-	-	-	-	-	-
<b>Trading services</b>		25 187	26 753	26 251	2 201	24 046	24 522	(476)	-2%	26 251
Energy sources		8 511	10 388	10 273	859	8 969	9 524	(555)	-6%	10 273
Water management		4 535	3 910	3 839	358	3 331	3 585	(254)	-7%	3 839
Waste water management		10 453	10 421	9 987	862	10 162	9 550	611	6%	9 987
Waste management		1 688	2 034	2 152	121	1 585	1 863	(278)	-15%	2 152
<b>Other</b>		-	12	30	1	11	11	0	2%	30
<b>Total Expenditure - Functional</b>	3	88 261	98 908	97 462	5 424	82 829	90 674	(7 845)	-9%	97 462
<b>Surplus/ (Deficit) for the year</b>		9 349	4 659	14 408	938	11 482	10 573	909	9%	14 411

**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) - M11 May**

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	2 350	228	2 160	2 304	(144)	-6.2%	2 350
Vote 4 - BUDGET & TREASURY		36 529	35 340	52 115	3 568	39 988	38 437	1 551	4.0%	52 115
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY AND SOCIAL SERV		1 276	1 413	1 417	2	606	1 412	(806)	-57.1%	1 417
Vote 7 - SPORTS AND RECREATION		4	4	1	264	403	3	399	12099.3%	1
Vote 8 - HOUSING		16	12	17	2	16	11	5	47.1%	17
Vote 9 - PUBLIC SAFETY		33 670	33 335	27 213	79	25 149	30 559	(5 410)	-17.7%	27 213
Vote 10 - ROAD TRANSPORT		1 100	1 337	1 470	54	684	1 021	(337)	-33.0%	1 470
Vote 11 - WASTE MANAGEMENT		2 247	2 845	1 726	229	2 532	2 608	(77)	-2.9%	1 726
Vote 12 - WASTE WATER MANAGEMENT		2 731	2 873	3 089	265	2 849	2 635	215	8.2%	3 089
Vote 13 - WATER		2 922	7 033	7 538	326	5 408	6 395	(987)	-15.4%	7 538
Vote 14 - ELECTRICITY		14 443	16 847	14 934	1 344	14 517	15 862	(1 346)	-8.5%	14 934
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	<b>97 610</b>	<b>103 567</b>	<b>111 871</b>	<b>6 362</b>	<b>94 311</b>	<b>101 247</b>	<b>(6 936)</b>	<b>-6.9%</b>	<b>111 871</b>
<b>Expenditure by Vote</b>										
Vote 1 - MAYORAL & COUNCIL	1	5 043	5 206	4 949	712	8 007	4 770	3 238	67.9%	4 949
Vote 2 - MUNICIPAL MANAGER		3 035	3 697	3 407	264	3 119	3 390	(271)	-8.0%	3 407
Vote 3 - CORPORATE SERVICES		7 705	7 572	8 633	464	6 939	6 945	(6)	-0.1%	8 633
Vote 4 - BUDGET & TREASURY		12 940	17 236	18 814	1 069	11 112	15 803	(4 691)	-29.7%	18 814
Vote 5 - PLANNING AND DEVELOPMENT		329	1 394	3 255	48	533	1 279	(747)	-58.4%	3 255
Vote 6 - COMMUNITY AND SOCIAL SERV		1 184	1 745	1 655	116	1 463	1 599	(137)	-8.6%	1 655
Vote 7 - SPORTS AND RECREATION		169	268	302	16	239	243	(4)	-1.8%	302
Vote 8 - HOUSING		209	500	490	22	244	458	(214)	-46.7%	490
Vote 9 - PUBLIC SAFETY		31 207	32 046	27 375	326	24 921	29 378	(4 456)	-15.2%	27 375
Vote 10 - ROAD TRANSPORT		9 673	10 949	10 397	924	10 910	10 041	869	8.7%	10 397
Vote 11 - WASTE MANAGEMENT		1 688	2 034	2 152	121	1 585	1 863	(278)	-14.9%	2 152
Vote 12 - WASTE WATER MANAGEMENT		2 034	1 962	1 921	125	1 458	1 796	(338)	-18.8%	1 921
Vote 13 - WATER		4 535	3 910	3 839	358	3 331	3 585	(254)	-7.1%	3 839
Vote 14 - ELECTRICITY		8 511	10 388	10 273	859	8 969	9 524	(555)	-5.8%	10 273
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	<b>88 261</b>	<b>98 908</b>	<b>97 462</b>	<b>5 424</b>	<b>82 829</b>	<b>90 674</b>	<b>(7 845)</b>	<b>-8.7%</b>	<b>97 462</b>
<b>Surplus/ (Deficit) for the year</b>	2	<b>9 349</b>	<b>4 659</b>	<b>14 408</b>	<b>938</b>	<b>11 482</b>	<b>10 573</b>	<b>909</b>	<b>8.6%</b>	<b>14 408</b>

Table C4: Financial Performance (Revenue and Expenditure)

## WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

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 Source</b>										
Property rates		3 990	4 933	5 004	26	4 479	8 622	(4 143)	-48%	5 004
Service charges - electricity revenue		11 861	15 788	14 934	1 344	14 517	14 866	(349)	-2%	14 934
Service charges - water revenue		1 096	4 576	1 305	326	3 473	4 142	(669)	-16%	1 305
Service charges - sanitation revenue		2 731	2 873	3 089	265	2 849	2 635	215	8%	3 089
Service charges - refuse revenue		1 490	1 826	1 658	224	2 463	1 674	789	47%	1 658
Service charges - other		-	-	20	-	14	129	(114)	-89%	20
Rental of facilities and equipment		1 354	1 139	1 670	132	1 488	1 044	444	43%	1 670
Interest earned - external investments		146	673	485	68	460	617	(157)	-25%	485
Interest earned - outstanding debtors		282	544	-	24	34	499	(465)	-93%	-
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		33 342	32 410	26 936	34	24 836	29 710	(4 874)	-16%	26 936
Licences and permits		228	935	288	48	325	858	(533)	-62%	288
Agency services		151	166	212	5	168	153	15	10%	212
Transfers and subsidies		21 464	27 228	26 610	55	22 153	25 990	(3 836)	-15%	26 610
Other revenue		94	470	649	159	533	303	231	76%	649
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>78 229</b>	<b>93 561</b>	<b>82 859</b>	<b>2 711</b>	<b>77 794</b>	<b>91 241</b>	<b>(13 448)</b>	<b>-15%</b>	<b>82 859</b>
<b>Expenditure By Type</b>										
Employee related costs		20 912	27 474	28 544	2 043	24 204	25 181	(978)	-4%	28 544
Remuneration of councillors		2 770	2 973	2 973	236	2 335	2 725	(390)	-14%	2 973
Debt impairment		25 618	27 277	24 246	-	20 987	25 005	(4 018)	-16%	24 246
Depreciation & asset impairment		8 667	7 930	7 829	476	5 233	7 274	(2 041)	-28%	7 829
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 899	9 150	8 735	744	7 787	8 388	(600)	-7%	8 735
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		2 445	2 215	902	104	917	2 031	(1 114)	-55%	902
Transfers and subsidies		4 113	2 051	1 395	384	4 387	1 879	2 508	134%	1 395
Other expenditure		15 837	19 838	22 838	1 438	16 980	18 192	(1 212)	-7%	22 838
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>88 261</b>	<b>98 908</b>	<b>97 462</b>	<b>5 424</b>	<b>82 829</b>	<b>90 674</b>	<b>(7 845)</b>	<b>-9%</b>	<b>97 462</b>
<b>Surplus/(Deficit)</b>		<b>(10 033)</b>	<b>(5 347)</b>	<b>(14 603)</b>	<b>(2 713)</b>	<b>(5 036)</b>	<b>567</b>	<b>(5 603)</b>	<b>(0)</b>	<b>(14 603)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		19 268	10 006	29 012	3 651	16 518	10 006	6 512	0	29 012
(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>14 408</b>	<b>938</b>	<b>11 482</b>	<b>10 573</b>			<b>14 408</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>9 235</b>	<b>4 659</b>	<b>14 408</b>	<b>938</b>	<b>11 482</b>	<b>10 573</b>			<b>14 408</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>9 235</b>	<b>4 659</b>	<b>14 408</b>	<b>938</b>	<b>11 482</b>	<b>10 573</b>			<b>14 408</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>9 235</b>	<b>4 659</b>	<b>14 408</b>	<b>938</b>	<b>11 482</b>	<b>10 573</b>			<b>14 408</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) - M11 May

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	1 289	-	1 890	1 018	873	86%	1 289
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		35	1 110	1 289	-	1 890	1 018	873	86%	1 289
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		25	717	717	152	402	658	(256)	-39%	717
Community and social services		11	-	-	-	-	-	-	-	-
Sport and recreation		-	717	717	152	402	658	(256)	-39%	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	12 354	23 416	787	14 225	7 497	6 729	90%	23 416
Energy sources		8 424	4 576	-	-	-	-	-	-	-
Water management		19 383	7 779	18 420	787	14 225	7 497	6 729	90%	18 420
Waste water management		-	-	4 996	-	-	-	-	-	4 996
Waste management		-	-	-	-	-	-	-	-	-
<b>Other</b>		-	-	-	-	-	-	-	-	-
<b>Total Capital Expenditure - Functional Classification</b>	3	28 105	14 181	25 422	940	16 518	9 172	7 346	80%	25 422
<b>Funded by:</b>										
National Government		10 584	12 354	20 482	787	12 479	7 497	4 983	66%	20 482
Provincial Government		17 468	1 827	4 939	152	4 038	1 675	2 363	141%	4 939
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>		28 052	14 181	25 422	940	16 518	9 172	7 346	80%	25 422
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		52	-	-	-	-	-	-	-	-
<b>Total Capital Funding</b>		28 105	14 181	25 422	940	16 518	9 172	7 346	80%	25 422

**Table C6: Financial Position****WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - M11 May**

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		12 092	12 092	12 092	16 096	12 092
Call investment deposits		-	-	-	-	-
Consumer debtors		11 785	11 785	11 785	(8 543)	11 785
Other debtors		2 489	2 489	2 489	25 562	2 489
Current portion of long-term receivables		1	1	1	1	1
Inventory		641	641	641	593	641
<b>Total current assets</b>		<b>27 008</b>	<b>27 008</b>	<b>27 008</b>	<b>33 709</b>	<b>27 008</b>
<b>Non current assets</b>						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		23 544	23 544	23 544	23 495	23 544
Investments in Associate		-	-	-	-	-
Property, plant and equipment		163 084	163 084	163 084	174 418	163 084
Agricultural		-	-	-	-	-
Biological		-	-	-	-	-
Intangible		286	286	286	286	286
Other non-current assets		43	43	43	45	43
<b>Total non current assets</b>		<b>186 958</b>	<b>186 958</b>	<b>186 958</b>	<b>198 244</b>	<b>186 958</b>
<b>TOTAL ASSETS</b>		<b>213 966</b>	<b>213 966</b>	<b>213 966</b>	<b>231 954</b>	<b>213 966</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Borrowing		6	6	6	6	6
Consumer deposits		715	715	715	788	715
Trade and other payables		18 631	18 631	18 631	25 432	18 631
Provisions		23 843	23 843	23 843	23 612	23 843
<b>Total current liabilities</b>		<b>43 195</b>	<b>43 195</b>	<b>43 195</b>	<b>49 839</b>	<b>43 195</b>
<b>Non current liabilities</b>						
Borrowing		-	-	-	-	-
Provisions		4 354	4 354	4 354	4 354	4 354
<b>Total non current liabilities</b>		<b>4 354</b>	<b>4 354</b>	<b>4 354</b>	<b>4 354</b>	<b>4 354</b>
<b>TOTAL LIABILITIES</b>		<b>47 549</b>	<b>47 549</b>	<b>47 549</b>	<b>54 193</b>	<b>47 549</b>
<b>NET ASSETS</b>	2	<b>166 417</b>	<b>166 417</b>	<b>166 417</b>	<b>177 761</b>	<b>166 417</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		166 417	166 417	166 417	177 761	166 417
Reserves		-	-	-	-	-
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>166 417</b>	<b>166 417</b>	<b>166 417</b>	<b>177 761</b>	<b>166 417</b>

Table C7: Cash Flow

## WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - M11 May

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	45	3 577	4 323	(746)	-17%	4 480
Service charges		18 023	24 030	24 030	2 166	23 598	22 972	626	3%	24 030
Other revenue		27 260	8 809	8 809	641	22 066	8 127	13 938	172%	8 809
Government - operating		17 756	27 558	27 558	-	27 000	25 262	1 738	7%	27 558
Government - capital		3 725	10 006	10 006	-	2 799	9 172	(6 373)	-69%	10 006
Interest		748	1 314	1 314	-	192	1 205	(1 013)	-84%	1 314
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(59 599)	(63 261)	(63 261)	(4 905)	(58 614)	(59 142)	(528)	1%	(63 261)
Finance charges		-	(795)	(795)	-	-	(729)	(729)	100%	(795)
Transfers and Grants		(356)	(605)	(605)	(25)	(206)	(555)	(349)	63%	(605)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>11 012</b>	<b>11 537</b>	<b>11 537</b>	<b>(2 078)</b>	<b>20 411</b>	<b>10 635</b>	<b>(9 777)</b>	<b>-92%</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)	(940)	(16 518)	(9 172)	7 346	-80%	(9 754)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(5 469)</b>	<b>(9 754)</b>	<b>(9 754)</b>	<b>(940)</b>	<b>(16 518)</b>	<b>(9 172)</b>	<b>7 346</b>	<b>-80%</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	2	111	40	71	180%	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>2</b>	<b>111</b>	<b>40</b>	<b>(71)</b>	<b>-180%</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>(3 016)</b>	<b>4 005</b>	<b>1 503</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		16 096	13 594			13 918

## 4. Supporting Documentation

### Variance explanations

### Debtors Analysis

WC051 Laingsburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M11 May

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			
<b>R thousands</b>														
<b>Debtors Age Analysis By Income Source</b>														
Trade and Other Receivables from Exchange Transactions - Water	1200	179	48	48	29	44	30	1 051		1 429	1 154			
Trade and Other Receivables from Exchange Transactions - Electricity	1300	899	39	93	56	49	21	736		1 894	863			
Receivables from Non-exchange Transactions - Property Rates	1400	117	61	32	18	17	22	3 066		3 332	3 122			
Receivables from Exchange Transactions - Waste Water Management	1500	132	39	36	25	24	22	1 069		1 346	1 139			
Receivables from Exchange Transactions - Waste Management	1600	140	31	26	20	20	17	598		851	655			
Receivables from Exchange Transactions - Property Rental Debtors	1700	58	17	42	35	13	15	977		1 158	1 041			
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-		-	-			
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-		-	-			
Other	1900	6	1	0	1	0	1	105		114	106			
<b>Total By Income Source</b>	<b>2000</b>	<b>1 530</b>	<b>236</b>	<b>277</b>	<b>184</b>	<b>167</b>	<b>127</b>	<b>7 602</b>		<b>10 123</b>	<b>8 081</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	67	25	24	23	5	16	978		1 137	1 021			
Commercial	2300	857	60	109	63	53	20	2 454		3 617	2 591			
Households	2400	606	151	143	98	109	91	4 171		5 369	4 468			
Other	2500	-	-	-	-	-	-	-		-	-			
<b>Total By Customer Group</b>	<b>2600</b>	<b>1 530</b>	<b>236</b>	<b>277</b>	<b>184</b>	<b>167</b>	<b>127</b>	<b>7 602</b>		<b>10 123</b>	<b>8 081</b>			

### Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M11 May

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>R thousands</b>											
<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>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</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

### OFFICE OF THE MUNICIPAL MANAGER

VERWYSINGSNOMMER:  
REFERENCE NUMBER:  
NAVRAE:  
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 May 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 ..... 14/6/2021

## 6. Recommendation

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