

LAINGSBURG MUNICIPALITY



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

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1. Mayors Report

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

Operating Budget				
R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Revenue (Incl. Capital transfers and contributions)	120 208 516	111 870 616	83 873 075	74.97
Total Expenditure	115 549 488	97 462 484	73 891 556	75.82
Surplus (Deficit) (Incl Capital transfers)	4 659 028	14 408 132	9 981 519	69.28
Capital Budget				
R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Capital expenditure	10 005 550	25 421 515	13 652 049	53.70
Sources of Finance				
<i>National Government - MIG</i>	1 110 000	1 288 730	1 890 080	146.66
<i>National Government - WSIG</i>	-	7 496 000	-	-
<i>Provincial Government - SMME Booster Funds</i>	717 000	717 000	-	-
<i>Provincial Government - Cultural Affairs and Sport</i>	6 278 550	6 198 550	9 845 254	158.83
<i>Provincial Government - Municipal Drought Relief</i>	1 900 000	9 721 235	1 916 715	19.72
Total Funding Sources of Capital	10 005 550	25 421 515	13 652 049	53.70

Operating Revenue

The Municipality have generated 79.45% or R 73,876 million of the Budgeted Revenue to date which is lower than the budgeted amount. Year-to-date operating revenue is 8,71% 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 February 2021 is therefore R 6,420 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 63,283 million for the period of February 2021 does not include part of the annual calculation for provisions. The total amount for the year-to-date portion of provisions is R12,690 million. That will bring the total expenditure effectively at R 77,428 million to date. The expenditure to date is higher than the budgeted year-to-date amount and stands on 115,69%.

Capital Expenditure

Year-to-date capital expenditure is higher than the year-to-date budget and stands on 136,44%.

The actual year-to-date capital expenditure amounted to R 13,652 million and the actual expenditure for the month of February 2021 amounted to R 1,674 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 6,785 million. The closing balance for the month ended February 2021 is R 5,306 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 89.4% and way below the target. That means that the inflow of cash is much lower than the assumptions.

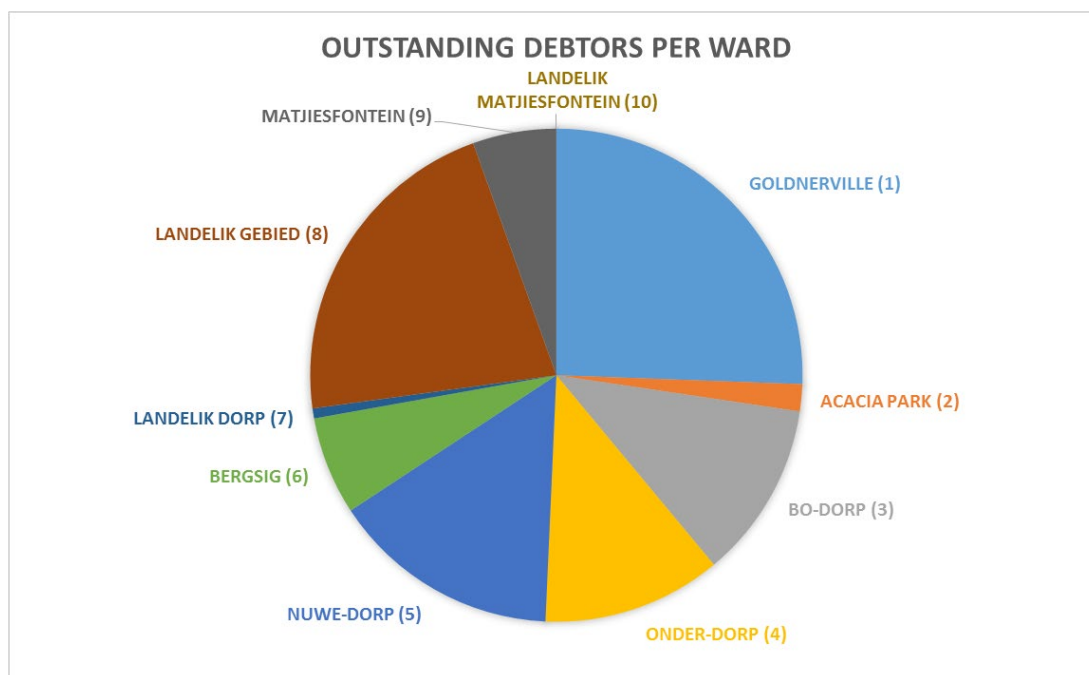
The following table gives an overview of the cash available against short- and long-term cash liabilities:

Commitments against Cash and Cash Equivalents	
February 2021	
Item	Amount
Balance as per CFA	5 306 260
Total commitments against cash	13 043 755
Unspent Conditional Grants	9 988 804
Capital Replacement Reserves	R 0
Self Insurance Reserve	R 0
Consumer & Sundry Deposits	714 929
Creditors	990 571
Performance Bonus Provision	R 0
Provision for Environmental Rehabilitation	R 0
Provision for Leave Payments	1 349 451
Retentions	R 0
	-7 737 495

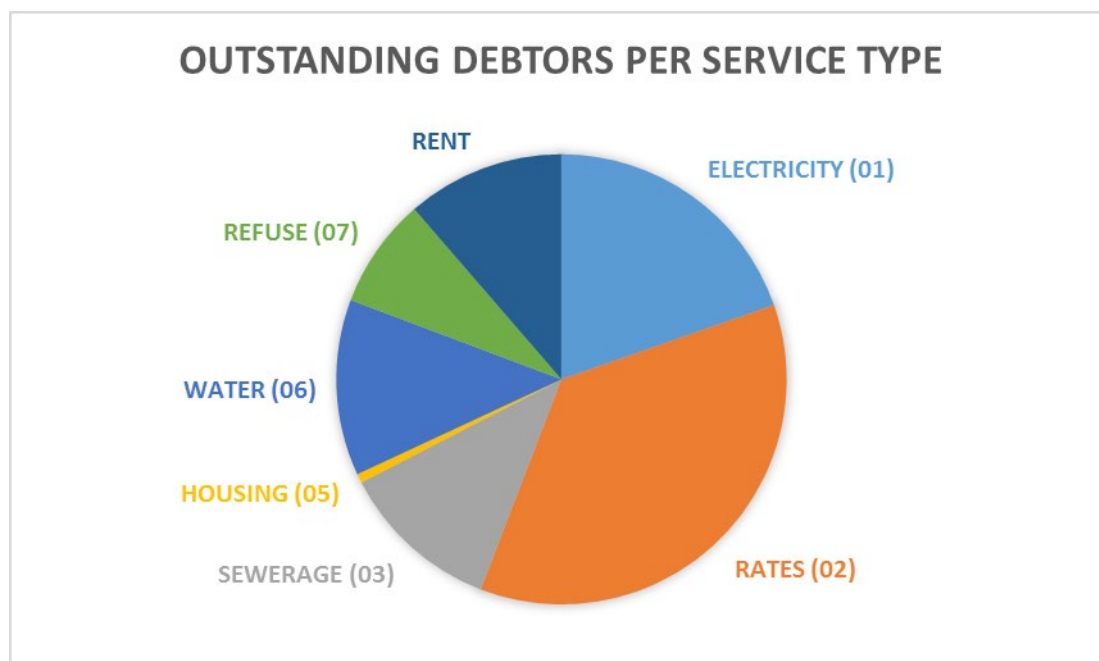
Debtors

The Outstanding Debtors of the Municipality amounts to R 11,174 million for the month ended February 2021, (R 11,370 million previous month). There was an decrease of R 0.196 million in the total outstanding amount since the previous month (decrease of R 0.2482 million previous month). The payment rate for 2019/2020 financial year was 89,56%. At the end of February 2021 the payment rate was 89.46%. The total amount outstanding for longer than 12 months is R 6,872 million and this amounts to 61,51% of all the debtors outstanding. The total cash trapped in outstanding debtors older than 90 Days amount to R 8,362 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 96,74%, water at 86,09%, refuse at 90,64% and sewerage at 96,72%. 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 98,00%.

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



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



Creditors

Total outstanding creditors amount to R 0 for the month ending February 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	9 956 744	829 729	6 637 829	552 426	5 083 026	(277 302)	(1 554 803)
Vehicles used for political office bearers	-	-	-	-	-	-	-
Travel and subsistence	1 555 728	129 644	1 037 152	44 345	286 847	(85 299)	(750 305)
Domestic accommodation	114 900	9 575	76 600	820	46 384	(8 755)	(30 216)
Sponsorships, events and catering	108 144	9 012	72 096	1 828	31 597	(7 184)	(40 499)
Communication	645 816	53 818	430 544	40 493	327 360	(13 325)	(103 184)
Other related expenditure items		-	-			-	-
Total	R 12 381 332	R 1 031 778	R 8 254 221	R 639 913	R 5 775 215	(391 865)	(2 479 007)

No problem areas for February 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 - M08 February

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
R thousands									
Financial Performance									
Property rates	3 990	4 933	5 004	7	4 420	8 522	(4 101)	-48%	5 004
Service charges	17 178	25 063	21 006	2 107	16 993	17 140	(146)	-1%	21 006
Investment revenue	146	673	485	38	321	449	(128)	-28%	485
Transfers and subsidies	21 464	27 228	26 610	139	17 628	19 146	(1 518)	-8%	26 610
Other own revenue	35 451	35 664	29 754	2 908	23 461	23 685	(224)	-1%	29 754
Total Revenue (excluding capital transfers and contributions)	78 229	93 561	82 859	5 199	62 824	68 941	(6 117)	-9%	82 859
Employee costs	20 912	27 474	28 544	2 051	18 132	18 314	(182)	-1%	28 544
Remuneration of Councillors	2 770	2 973	2 973	206	1 598	1 982	(384)	-19%	2 973
Depreciation & asset impairment	8 667	7 930	7 829	476	3 806	5 290	(1 484)	-28%	7 829
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	7 899	9 150	8 735	1 521	6 374	6 100	274	4%	8 735
Transfers and subsidies	4 113	2 051	1 395	414	3 161	1 366	1 794	131%	1 395
Other expenditure	43 900	49 330	47 986	3 840	30 213	32 899	(2 686)	-8%	47 986
Total Expenditure	88 261	98 908	97 462	8 508	63 283	65 951	(2 668)	-4%	97 462
Surplus/(Deficit)	(10 033)	(5 347)	(14 603)	(3 309)	(459)	2 990	(3 449)	-115%	(14 603)
Transfers and subsidies - capital (monetary alloc	19 268	10 006	29 012	1 674	11 052	7 504	3 548	47%	29 012
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	9 235	4 659	14 408	(1 635)	10 593	10 494	99	1%	14 408
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	9 235	4 659	14 408	(1 635)	10 593	10 494	99	1%	14 408
Capital expenditure & funds sources									
Capital expenditure	28 105	14 581	25 422	1 674	13 652	6 670	6 982	105%	25 422
Capital transfers recognised	28 052	14 581	25 422	1 674	13 652	6 670	6 982	105%	25 422
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	52	-	-	-	-	-	-	-	-
Total sources of capital funds	28 105	14 581	25 422	1 674	13 652	6 670	6 982	105%	25 422
Financial position									
Total current assets	21 864	21 864	21 864		20 008				21 864
Total non current assets	192 687	192 687	192 687		202 534				192 687
Total current liabilities	14 112	14 112	14 112		11 543				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		196 509				185 950
Cash flows									
Net cash from (used) operating	11 012	11 537	11 537	(2 043)	6 784	7 734	950	12%	11 537
Net cash from (used) investing	(5 469)	(9 754)	(9 754)	(1 674)	(13 652)	(6 670)	6 982	-105%	(9 754)
Net cash from (used) financing	60	43	43	13	82	29	(53)	-185%	43
Cash/cash equivalents at the month/year end	17 695	13 918	13 918	-	5 306	13 185	7 878	60%	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	2 171	411	230	171	238	1 081	6 873	-	11 174
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) - M08 February

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	54 465	1 096	31 814	32 406	(592)	-2%	54 465
Executive and council		905	-	-	-	-	-	-	-	-
Finance and administration		38 298	37 868	54 465	1 096	31 814	32 406	(592)	-2%	54 465
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		34 965	34 764	28 648	2 749	22 494	23 294	(800)	-3%	28 650
Community and social services		1 274	1 412	1 415	0	593	1 059	(465)	-44%	1 415
Sport and recreation		4	4	1	-	0	2	(2)	-87%	1
Public safety		33 670	33 335	27 213	2 746	21 886	22 225	(339)	-2%	27 213
Housing		16	12	17	2	12	8	4	45%	17
Health		2	0	2	1	3	-	3	#DIV/0!	5
Economic and environmental services		1 013	1 319	1 320	2	541	637	(96)	-15%	1 320
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 013	1 319	1 320	2	541	637	(96)	-15%	1 320
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		22 429	29 616	27 438	3 027	19 027	20 108	(1 081)	-5%	27 438
Energy sources		14 443	16 847	14 934	1 298	10 615	11 665	(1 050)	-9%	14 934
Water management		2 922	7 033	7 538	1 228	4 428	4 618	(190)	-4%	7 538
Waste water management		2 818	2 891	3 239	263	2 145	1 928	217	11%	3 239
Waste management		2 247	2 845	1 726	237	1 839	1 897	(58)	-3%	1 726
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	97 610	103 567	111 871	6 873	73 876	76 445	(2 569)	-3%	111 873
Expenditure - Functional										
Governance and administration		28 723	33 711	35 803	2 492	21 511	22 484	(973)	-4%	35 803
Executive and council		8 078	8 903	8 356	982	8 082	5 934	2 148	36%	8 356
Finance and administration		20 645	24 808	27 447	1 510	13 429	16 550	(3 121)	-19%	27 447
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		32 769	34 547	29 792	2 730	21 658	23 030	(1 372)	-6%	29 792
Community and social services		1 340	1 934	1 766	143	1 184	1 288	(104)	-8%	1 766
Sport and recreation		9	53	60	0	34	34	(1)	-2%	60
Public safety		31 207	32 046	27 375	2 565	20 203	21 366	(1 162)	-5%	27 375
Housing		209	500	490	22	178	333	(155)	-47%	490
Health		4	14	101	-	59	10	49	515%	101
Economic and environmental services		1 583	3 885	5 587	230	1 962	2 594	(631)	-24%	5 587
Planning and development		329	1 394	3 255	47	383	930	(548)	-59%	3 255
Road transport		1 254	2 491	2 332	182	1 580	1 663	(84)	-5%	2 332
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		25 187	26 753	26 251	3 056	18 143	17 834	309	2%	26 251
Energy sources		8 511	10 388	10 273	1 607	7 272	6 926	345	5%	10 273
Water management		4 535	3 910	3 839	355	2 356	2 607	(252)	-10%	3 839
Waste water management		10 453	10 421	9 987	940	7 364	6 946	418	6%	9 987
Waste management		1 688	2 034	2 152	154	1 152	1 355	(203)	-15%	2 152
Other		-	12	30	1	8	8	0	2%	30
Total Expenditure - Functional	3	88 261	98 908	97 462	8 508	63 283	65 951	(2 668)	-4%	97 462
Surplus/ (Deficit) for the year		9 349	4 659	14 408	(1 635)	10 593	10 494	99	1%	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) - M08 February

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	2 350	282	1 576	1 671	(95)	-5.7%	2 350
Vote 4 - BUDGET & TREASURY		36 529	35 340	52 115	814	30 238	30 735	(497)	-1.6%	52 115
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY AND SOCIAL SERV		1 276	1 413	1 417	1	596	1 059	(463)	-43.7%	1 417
Vote 7 - SPORTS AND RECREATION		4	4	1	-	0	2	(2)	-87.1%	1
Vote 8 - HOUSING		16	12	17	2	12	8	4	45.4%	17
Vote 9 - PUBLIC SAFETY		33 670	33 335	27 213	2 746	21 886	22 225	(339)	-1.5%	27 213
Vote 10 - ROAD TRANSPORT		1 100	1 337	1 470	2	621	649	(28)	-4.3%	1 470
Vote 11 - WASTE MANAGEMENT		2 247	2 845	1 726	237	1 839	1 897	(58)	-3.1%	1 726
Vote 12 - WASTE WATER MANAGEMENT		2 731	2 873	3 089	263	2 065	1 916	149	7.8%	3 089
Vote 13 - WATER		2 922	7 033	7 538	1 228	4 428	4 618	(190)	-4.1%	7 538
Vote 14 - ELECTRICITY		14 443	16 847	14 934	1 298	10 615	11 665	(1 050)	-9.0%	14 934
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	97 610	103 567	111 871	6 873	73 876	76 445	(2 569)	-3.4%	111 871
Expenditure by Vote										
Vote 1 - MAYORAL & COUNCIL	1	5 043	5 206	4 949	714	5 758	3 469	2 289	66.0%	4 949
Vote 2 - MUNICIPAL MANAGER		3 035	3 697	3 407	267	2 324	2 466	(141)	-5.7%	3 407
Vote 3 - CORPORATE SERVICES		7 705	7 572	8 633	629	5 481	5 057	424	8.4%	8 633
Vote 4 - BUDGET & TREASURY		12 940	17 236	18 814	881	7 948	11 493	(3 545)	-30.8%	18 814
Vote 5 - PLANNING AND DEVELOPMENT		329	1 394	3 255	47	383	930	(548)	-58.9%	3 255
Vote 6 - COMMUNITY AND SOCIAL SERV		1 184	1 745	1 655	130	1 110	1 163	(54)	-4.6%	1 655
Vote 7 - SPORTS AND RECREATION		169	268	302	14	176	177	(1)	-0.5%	302
Vote 8 - HOUSING		209	500	490	22	178	333	(155)	-46.7%	490
Vote 9 - PUBLIC SAFETY		31 207	32 046	27 375	2 565	20 203	21 366	(1 162)	-5.4%	27 375
Vote 10 - ROAD TRANSPORT		9 673	10 949	10 397	982	7 818	7 302	516	7.1%	10 397
Vote 11 - WASTE MANAGEMENT		1 688	2 034	2 152	154	1 152	1 355	(203)	-15.0%	2 152
Vote 12 - WASTE WATER MANAGEMENT		2 034	1 962	1 921	140	1 125	1 306	(181)	-13.9%	1 921
Vote 13 - WATER		4 535	3 910	3 839	355	2 356	2 607	(252)	-9.7%	3 839
Vote 14 - ELECTRICITY		8 511	10 388	10 273	1 607	7 272	6 926	345	5.0%	10 273
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	88 261	98 908	97 462	8 508	63 283	65 951	(2 668)	-4.0%	97 462
Surplus/ (Deficit) for the year	2	9 349	4 659	14 408	(1 635)	10 593	10 494	99	0.9%	14 408

Table C4: Financial Performance (Revenue and Expenditure)

WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 February

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 %	
R thousands										
Revenue By Source										
Property rates		3 990	4 933	5 004	7	4 420	8 522	(4 101)	-48%	5 004
Service charges - electricity revenue		11 861	15 788	14 934	1 298	10 615	10 933	(317)	-3%	14 934
Service charges - water revenue		1 096	4 576	1 305	317	2 512	2 980	(468)	-16%	1 305
Service charges - sanitation revenue		2 731	2 873	3 089	263	2 065	1 916	149	8%	3 089
Service charges - refuse revenue		1 490	1 826	1 658	229	1 791	1 218	573	47%	1 658
Service charges - other		-	-	20	-	12	94	(82)	-88%	20
Rental of facilities and equipment		1 354	1 139	1 670	136	1 110	759	351	46%	1 670
Interest earned - external investments		146	673	485	38	321	449	(128)	-28%	485
Interest earned - outstanding debtors		282	544	-	(1)	(15)	363	(378)	-104%	-
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		33 342	32 410	26 936	2 713	21 692	21 607	85	0%	26 936
Licences and permits		228	935	288	33	201	624	(423)	-68%	288
Agency services		151	166	212	12	136	111	25	22%	212
Transfers and subsidies		21 464	27 228	26 610	139	17 628	19 146	(1 518)	-8%	26 610
Other revenue		94	470	649	15	337	220	117	53%	649
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		78 229	93 561	82 859	5 199	62 824	68 941	(6 117)	-9%	82 859
Expenditure By Type										
Employee related costs		20 912	27 474	28 544	2 051	18 132	18 314	(182)	-1%	28 544
Remuneration of councillors		2 770	2 973	2 973	206	1 598	1 982	(384)	-19%	2 973
Debt impairment		25 618	27 277	24 246	2 161	17 284	18 186	(902)	-5%	24 246
Depreciation & asset impairment		8 667	7 930	7 829	476	3 806	5 290	(1 484)	-28%	7 829
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 899	9 150	8 735	1 521	6 374	6 100	274	4%	8 735
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		2 445	2 215	902	210	550	1 477	(927)	-63%	902
Transfers and subsidies		4 113	2 051	1 395	414	3 161	1 366	1 794	131%	1 395
Other expenditure		15 837	19 838	22 838	1 469	12 379	13 236	(857)	-6%	22 838
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		88 261	98 908	97 462	8 508	63 283	65 951	(2 668)	-4%	97 462
Surplus/(Deficit)		(10 033)	(5 347)	(14 603)	(3 309)	(459)	2 990	(3 449)	(0)	(14 603)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		19 268	10 006	29 012	1 674	11 052	7 504	3 548	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)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		9 235	4 659	14 408	(1 635)	10 593	10 494			14 408
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		9 235	4 659	14 408	(1 635)	10 593	10 494			14 408
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		9 235	4 659	14 408	(1 635)	10 593	10 494			14 408
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		9 235	4 659	14 408	(1 635)	10 593	10 494			14 408

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) - M08
February

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	1 289	-	1 890	740	1 150	155%	1 289
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		35	1 110	1 289	-	1 890	740	1 150	155%	1 289
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		25	717	717	-	-	478	(478)	-100%	717
Community and social services		11	-	-	-	-	-	-	-	-
Sport and recreation		-	717	717	-	-	478	(478)	-100%	717
Public safety		14	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		238	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		238	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		27 806	12 754	23 416	1 674	11 762	5 452	6 310	116%	23 416
Energy sources		8 424	4 576	-	-	-	-	-	-	-
Water management		19 383	8 179	18 420	1 674	11 762	5 452	6 310	116%	18 420
Waste water management		-	-	4 996	-	-	-	-	-	4 996
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	28 105	14 581	25 422	1 674	13 652	6 670	6 982	105%	25 422
Funded by:										
National Government		10 584	12 754	20 482	755	10 034	5 452	4 582	84%	20 482
Provincial Government		17 468	1 827	4 939	919	3 618	1 218	2 400	197%	4 939
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		28 052	14 581	25 422	1 674	13 652	6 670	6 982	105%	25 422
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		52	-	-	-	-	-	-	-	-
Total Capital Funding		28 105	14 581	25 422	1 674	13 652	6 670	6 982	105%	25 422

Table C6: Financial Position**WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - M08 February**

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	(234)	6 552
Call investment deposits		-	-	-	-	-
Consumer debtors		10 509	10 509	10 509	(5 064)	10 509
Other debtors		3 915	3 915	3 915	24 464	3 915
Current portion of long-term receivables		0	0	0	0	0
Inventory		889	889	889	841	889
Total current assets		21 864	21 864	21 864	20 008	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	177 369	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	202 534	192 687
TOTAL ASSETS		214 551	214 551	214 551	222 541	214 551
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		17	17	17	17	17
Consumer deposits		674	674	674	723	674
Trade and other payables		12 262	12 262	12 262	9 875	12 262
Provisions		1 159	1 159	1 159	928	1 159
Total current liabilities		14 112	14 112	14 112	11 543	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	26 032	28 601
NET ASSETS	2	185 950	185 950	185 950	196 509	185 950
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		185 950	185 950	185 950	196 509	185 950
Reserves		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	185 950	185 950	185 950	196 509	185 950

Table C7: Cash Flow

WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - M08 February

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
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		3 456	4 480	4 480	219	3 115	3 144	(28)	-1%	4 480
Service charges		18 023	24 030	24 030	2 187	16 842	16 707	135	1%	24 030
Other revenue		27 260	8 809	8 809	882	7 303	5 911	1 393	24%	8 809
Government - operating		17 756	27 558	27 558	603	21 258	18 372	2 886	16%	27 558
Government - capital		3 725	10 006	10 006	-	2 799	6 670	(3 871)	-58%	10 006
Interest		748	1 314	1 314	11	149	876	(728)	-83%	1 314
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(59 599)	(63 261)	(63 261)	(5 929)	(44 525)	(43 013)	1 513	-4%	(63 261)
Finance charges		-	(795)	(795)	-	-	(530)	(530)	100%	(795)
Transfers and Grants		(356)	(605)	(605)	(17)	(157)	(403)	(246)	61%	(605)
NET CASH FROM/(USED) OPERATING ACTIVITIES		11 012	11 537	11 537	(2 043)	6 784	7 734	950	12%	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)	(1 674)	(13 652)	(6 670)	6 982	-105%	(9 754)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(5 469)	(9 754)	(9 754)	(1 674)	(13 652)	(6 670)	6 982	-105%	(9 754)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		60	43	43	13	82	29	53	185%	43
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		60	43	43	13	82	29	(53)	-185%	43
NET INCREASE/ (DECREASE) IN CASH HELD		5 603	1 826	1 826	(3 704)	(6 786)	1 093			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		5 306	13 185			13 918

4. Supporting Documentation

Variance explanations

WC051 Laingsburg - Supporting Table SC1 Material variance explanations - M08 February

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Service charges - water revenue	-16%	Water restrictions have been announced and introduced	
	Service charges - sanitation revenue	8%	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 - M08 February

Description	NT Code	Budget Year 2020/21									Total over 90 days	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			
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	192	87	49	41	48	53	996	-	1 465	1 138	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	1 022	154	51	39	67	48	786	-	2 167	940	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	550	42	34	20	36	899	2 317	-	3 896	3 270	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	152	53	38	32	33	36	994	-	1 337	1 094	-	-
Receivables from Exchange Transactions - Waste Management	1600	157	45	30	27	30	32	598	-	920	687	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	90	28	27	12	25	13	1 076	-	1 270	1 125	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	7	2	1	1	1	1	106	-	119	108	-	-
Total By Income Source	2000	2 171	411	230	171	238	1 081	6 873	-	11 174	8 363	-	-
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	164	22	30	9	27	308	904	-	1 464	1 248	-	-
Commercial	2300	1 154	165	53	20	64	618	2 012	-	4 087	2 714	-	-
Households	2400	852	224	147	142	146	155	3 957	-	5 623	4 400	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	2 171	411	230	171	238	1 081	6 873	-	11 174	8 363	-	-

Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 February

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 :
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 February 2021 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

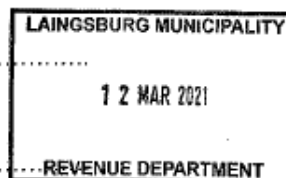
Print name: Mr. Jafta Booysen

Municipal Manager of Laingsburg Municipality (WC051)

Signature

Date

12/03/2021



6. Recommendation

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