

LAINGSBURG MUNICIPALITY



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

Table of Contents

1. Mayors Report 3

2. Executive Summary..... 3

3. In year Budget Statement Tables..... 6

4. Supporting Documentation 15

5. Other Information or Documentation 16

6. Recommendation..... 18

1. Mayors Report

The quarterly budget statement for December 2020 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. This Quarterly budget statement is the second quarterly report for the 2020/21 financial year.

2. Executive Summary

Section 71 of the MFMA states that the Accounting Officer of a Municipality must by no later than 10 working days after the end of each month submit to the Mayor of the Municipality and the relevant Provincial Treasury a statement in the prescribed format on the state of the Municipality's budget.

This report presents the current state of the budget implementation and reasons for variances and possible action to be taken. Section 54 of the MFMA states that the Mayor of the Municipality must consider and check whether the approved budget is implemented in accordance with the Service Delivery and Budget Implementation Plan (SDBIP), and consider revisions.

The Table below illustrates an overview of the Budget implementation of Laingsburg Municipality for the month ended December 2020.

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

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% under the year-to-date budget. The projected budgeted revenue for the full financial year amounts to R 103,566 million. The actual revenue as at the end of December 2020 is thus R 1,631 million over the budget. The reason for this is that the equitable share grant was received during December 2020.

Operating Expenditure

Operating expenditure of R 28,461 million for the second quarter till 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 in 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 second quarter amounts to R 7,346 million.

Cash Flow

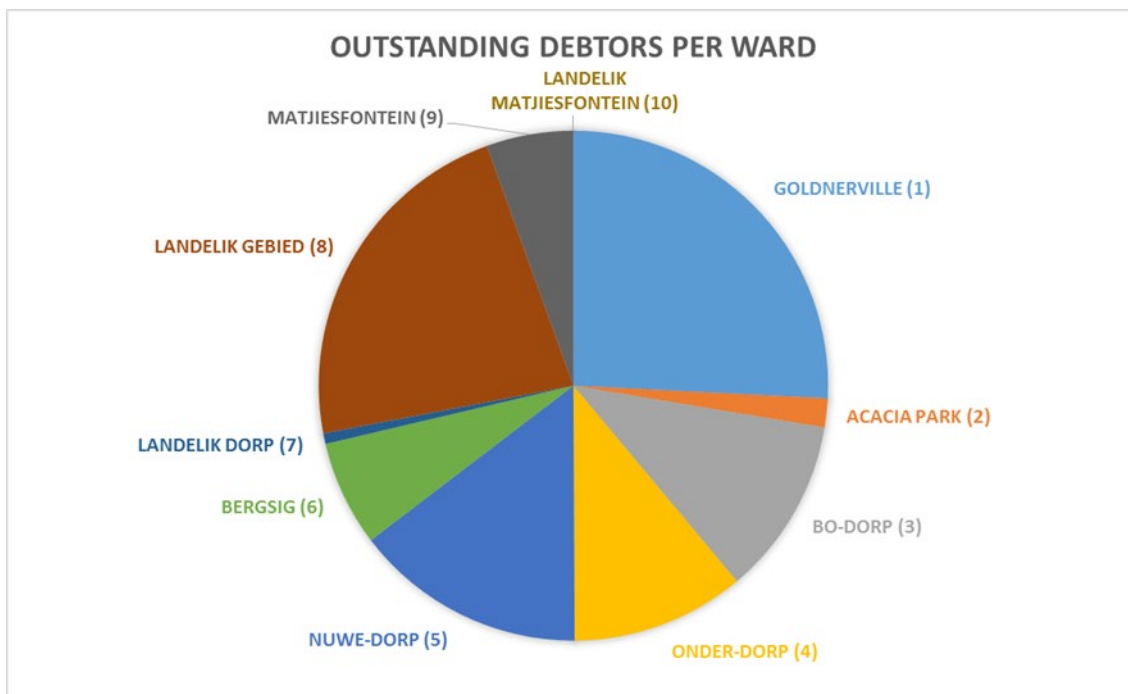
The Municipality started off with a cash flow balance of R 12,092 million at the beginning of the year after corrections and increased with R 0,214 million. The closing balance for the quarter ended December 2020 is R12,306 million. The Municipal Cash flow is mainly from Operating Activities and Grants 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 is way below the target. That means that the inflow of cash is much lower as the assumptions.

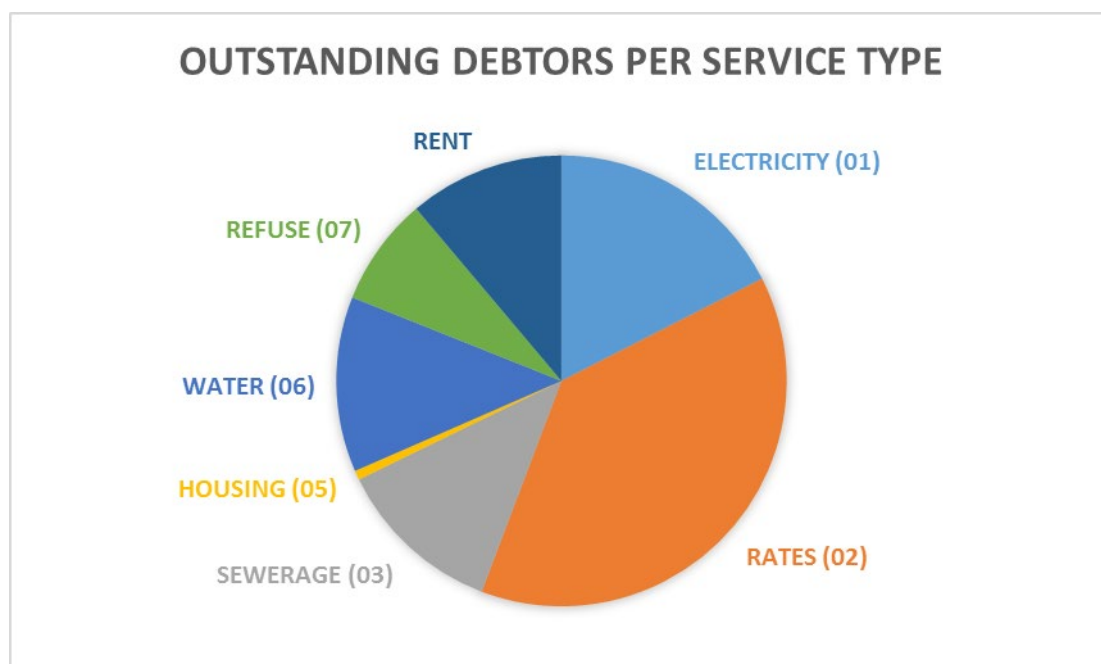
Debtors

The Outstanding Debtors of the Municipality amounts to R 11,127 million for the quarter ended December 2020, (R 11,539 million previous quarter). There was a decrease of R 0.412 million in the total outstanding amount since the previous quarter (decrease 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 (R5,724 at the end of the previous quarter) 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 (R6,573 at the end of the previous quarter). The Municipality is implementing the Debt Collection and Credit Control Policy. Outstanding amounts in the areas where the Municipality is not the supplier of electricity are increasing rapidly. The payment ratio is lower due to the accrual of the annual rates levies but other services are still at a very alarmingly low level, electricity stands at only 98,73%, water at 86,53%, refuse at 92,82% and sewerage at 95,64.

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		-	-			-	-
Total	R 11 925 372	R 993 781	R 5 962 686	R 710 707	R 4 596 894	(283 074)	(1 365 792)

Red flagged amounts are items that exceed the budgeted amount. 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)

(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 - Q1 First Quarter**

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	3 990	4 933	4 933	4 400	4 400	4 412	(12)	-0%	4 933
Service charges	17 178	25 063	25 063	6 400	6 400	6 244	156	2%	25 063
Investment revenue	146	673	673	99	99	168	(70)	-41%	673
Transfers and subsidies	21 464	27 228	27 228	8 431	8 431	11 570	(3 139)	-27%	27 228
Other own revenue	35 451	35 664	35 664	6 040	6 040	8 882	(2 841)	-32%	35 664
Total Revenue (excluding capital transfers and contributions)	78 229	93 561	93 561	25 370	25 370	31 276	(5 907)	-19%	93 561
Employee costs	20 912	27 474	27 474	6 127	6 127	6 868	(740)	-11%	27 474
Remuneration of Councillors	2 770	2 973	2 973	474	474	743	(269)	-36%	2 973
Depreciation & asset impairment	8 667	7 930	7 930	951	951	1 984	(1 032)	-52%	7 930
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	7 899	9 150	9 150	1 626	1 626	2 288	(661)	-29%	9 150
Transfers and subsidies	4 113	2 051	2 051	1 164	1 164	512	652	127%	2 051
Other expenditure	43 900	49 330	49 330	8 417	8 417	12 351	(3 934)	-32%	49 330
Total Expenditure	88 261	98 908	98 908	18 760	18 760	24 745	(5 985)	-24%	98 908
Surplus/(Deficit)	(10 033)	(5 347)	(5 347)	6 610	6 610	6 531	79	1%	(5 347)
Transfers and subsidies - capital (monetary alloc	19 268	10 006	10 006	777	777	5 003	(4 225)	-84%	10 006
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	9 235	4 659	4 659	7 387	7 387	11 534	(4 147)	-36%	4 659
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	9 235	4 659	4 659	7 387	7 387	11 534	(4 147)	-36%	4 659
Capital expenditure & funds sources									
Capital expenditure	28 105	10 006	10 006	2 139	2 139	2 501	(363)	-15%	10 006
Capital transfers recognised	27 883	9 289	9 289	2 139	2 139	2 322	(183)	-8%	8 064
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	18	717	717	-	-	179	(179)	-100%	-
Total sources of capital funds	27 900	10 006	10 006	2 139	2 139	2 501	(363)	-15%	8 064
Financial position									
Total current assets	21 864	21 864	21 864		35 064				21 864
Total non current assets	192 687	192 687	192 687		192 566				192 687
Total current liabilities	14 112	14 112	14 112		16 574				14 112
Total non current liabilities	14 490	14 490	14 490		14 490				14 490
Community wealth/Equity	185 950	185 950	185 950		196 566				185 950
Cash flows									
Net cash from (used) operating	11 012	11 537	11 537	8 191	8 191	2 900	(5 291)	-182%	11 537
Net cash from (used) investing	(5 469)	(9 754)	(9 754)	(2 139)	(2 139)	(2 501)	(363)	15%	(11 976)
Net cash from (used) financing	60	43	43	21	21	11	(11)	-98%	34
Cash/cash equivalents at the month/year end	17 695	13 918	13 918	-	18 166	12 502	(5 664)	-45%	11 687
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	4 220	342	405	317	287	245	5 724	-	11 539
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) - Q2 Second Quarter

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		39 203	37 868	37 868	14 225	28 016	31 743	(3 727)	-12%	34 585
Executive and council		905	-	-	-	-	-	-	-	2 521
Finance and administration		38 298	37 868	37 868	14 225	28 016	31 743	(3 727)	-12%	32 065
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		34 965	34 764	34 764	11 289	17 012	17 732	(719)	-4%	34 140
Community and social services		1 274	1 412	1 412	352	592	1 055	(464)	-44%	1 265
Sport and recreation		4	4	4	0	0	2	(1)	-83%	24
Public safety		33 670	33 335	33 335	10 930	16 411	16 669	(258)	-2%	32 839
Housing		16	12	12	6	9	6	3	43%	11
Health		2	0	0	1	1	-	1	#DIV/0!	1
<i>Economic and environmental services</i>		1 013	1 319	1 319	319	536	634	(99)	-16%	1 304
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 013	1 319	1 319	319	536	634	(99)	-16%	1 304
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		22 429	29 616	29 616	9 895	16 311	15 007	1 304	9%	24 600
Energy sources		14 443	16 847	16 847	3 827	7 887	8 789	(901)	-10%	15 414
Water management		2 922	7 033	7 033	4 530	5 415	3 350	2 065	62%	4 009
Waste water management		2 818	2 891	2 891	851	1 623	1 446	177	12%	2 793
Waste management		2 247	2 845	2 845	687	1 385	1 423	(38)	-3%	2 385
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	97 610	103 567	103 567	35 728	61 875	65 116	(3 241)	-5%	94 630
Expenditure - Functional										
<i>Governance and administration</i>		28 723	33 711	33 711	9 698	16 612	16 869	(256)	-2%	28 259
Executive and council		8 078	8 903	8 903	3 214	6 101	4 451	1 650	37%	9 682
Finance and administration		20 645	24 808	24 808	6 484	10 511	12 418	(1 907)	-15%	18 577
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		32 769	34 547	34 547	10 309	15 885	17 273	(1 388)	-8%	36 208
Community and social services		1 340	1 934	1 934	523	910	966	(56)	-6%	2 188
Sport and recreation		9	53	53	12	26	26	(0)	-1%	26
Public safety		31 207	32 046	32 046	9 685	14 757	16 024	(1 267)	-8%	33 784
Housing		209	500	500	89	133	250	(116)	-47%	207
Health		4	14	14	0	59	7	52	721%	4
<i>Economic and environmental services</i>		1 583	3 885	3 885	747	1 474	1 945	(472)	-24%	3 556
Planning and development		329	1 394	1 394	137	286	698	(411)	-59%	1 324
Road transport		1 254	2 491	2 491	610	1 187	1 247	(60)	-5%	2 231
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		25 187	26 753	26 753	7 703	13 244	13 376	(132)	-1%	26 022
Energy sources		8 511	10 388	10 388	2 878	4 831	5 195	(363)	-7%	9 270
Water management		4 535	3 910	3 910	1 066	1 726	1 955	(229)	-12%	2 933
Waste water management		10 453	10 421	10 421	3 269	5 914	5 209	705	14%	12 195
Waste management		1 688	2 034	2 034	490	772	1 016	(244)	-24%	1 625
<i>Other</i>		-	12	12	4	6	6	0	2%	7
Total Expenditure - Functional	3	88 261	98 908	98 908	28 461	47 221	49 469	(2 247)	-5%	94 052
Surplus/ (Deficit) for the year		9 349	4 659	4 659	7 267	14 654	15 648	(994)	-6%	578

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) - Q2 Second Quarter

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - MAYORAL & COUNCIL	1	905	-	-	-	-	-	-	-	-
Vote 2 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		1 770	2 528	2 528	535	1 101	1 265	(164)	-13.0%	2 528
Vote 4 - BUDGET & TREASURY		36 529	35 340	35 340	13 689	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	353	592	1 055	(463)	-43.9%	1 413
Vote 7 - SPORTS AND RECREATION		4	4	4	0	0	2	(1)	-82.8%	4
Vote 8 - HOUSING		16	12	12	6	9	6	3	43.3%	12
Vote 9 - PUBLIC SAFETY		33 670	33 335	33 335	10 930	16 411	16 669	(258)	-1.5%	33 335
Vote 10 - ROAD TRANSPORT		1 100	1 337	1 337	400	616	643	(27)	-4.2%	1 337
Vote 11 - WASTE MANAGEMENT		2 247	2 845	2 845	687	1 385	1 423	(38)	-2.6%	2 845
Vote 12 - WASTE WATER MANAGEMENT		2 731	2 873	2 873	771	1 543	1 437	106	7.4%	2 873
Vote 13 - WATER		2 922	7 033	7 033	4 530	5 415	3 350	2 065	61.7%	7 033
Vote 14 - ELECTRICITY		14 443	16 847	16 847	3 827	7 887	8 789	(901)	-10.3%	16 847
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	97 610	103 567	103 567	35 728	61 875	65 116	(3 241)	-5.0%	103 567
Expenditure by Vote										
Vote 1 - MAYORAL & COUNCIL	1	5 043	5 206	5 206	2 237	4 339	2 602	1 738	66.8%	5 206
Vote 2 - MUNICIPAL MANAGER		3 035	3 697	3 697	977	1 762	1 849	(88)	-4.7%	3 697
Vote 3 - CORPORATE SERVICES		7 705	7 572	7 572	2 285	4 337	3 798	539	14.2%	7 572
Vote 4 - BUDGET & TREASURY		12 940	17 236	17 236	4 199	6 174	8 620	(2 445)	-28.4%	17 236
Vote 5 - PLANNING AND DEVELOPMENT		329	1 394	1 394	137	286	698	(411)	-58.9%	1 394
Vote 6 - COMMUNITY AND SOCIAL SERV		1 184	1 745	1 745	456	862	872	(10)	-1.2%	1 745
Vote 7 - SPORTS AND RECREATION		169	268	268	84	139	133	6	4.6%	268
Vote 8 - HOUSING		209	500	500	89	133	250	(116)	-46.6%	500
Vote 9 - PUBLIC SAFETY		31 207	32 046	32 046	9 685	14 757	16 024	(1 267)	-7.9%	32 046
Vote 10 - ROAD TRANSPORT		9 673	11 049	11 049	3 465	6 226	5 515	712	12.9%	11 049
Vote 11 - WASTE MANAGEMENT		1 688	2 034	2 034	490	772	1 016	(244)	-24.0%	2 034
Vote 12 - WASTE WATER MANAGEMENT		2 034	1 962	1 962	414	875	980	(105)	-10.7%	1 962
Vote 13 - WATER		4 535	3 910	3 910	1 066	1 726	1 955	(229)	-11.7%	3 910
Vote 14 - ELECTRICITY		8 511	10 388	10 388	2 878	4 831	5 195	(363)	-7.0%	10 388
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	88 261	99 008	99 008	28 461	47 221	49 506	(2 285)	-4.6%	99 008
Surplus/ (Deficit) for the year	2	9 349	4 559	4 559	7 267	14 654	15 610	(956)	-6.1%	4 559

Table C4: Financial Performance (Revenue and Expenditure)

WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q2 Second Quarter

Description	Ref	Budget Year 2020/21								Full Year Forecast
		2019/20 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands										
Revenue By Source										
Property rates		3 990	4 933	4 933	6	4 406	8 347	(3 941)	-47%	4 933
Service charges - electricity revenue		11 861	15 788	15 788	3 827	7 887	8 237	(349)	-4%	15 788
Service charges - water revenue		1 096	4 576	4 576	966	1 852	2 121	(269)	-13%	4 576
Service charges - sanitation revenue		2 731	2 873	2 873	771	1 543	1 437	106	7%	2 873
Service charges - refuse revenue		1 490	1 826	1 826	668	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	460	824	569	254	45%	1 139
Interest earned - external investments		146	673	673	141	239	337	(97)	-29%	673
Interest earned - outstanding debtors		282	544	544	(72)	(12)	272	(285)	-105%	544
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		33 342	32 410	32 410	10 849	16 266	16 205	60	0%	32 410
Licences and permits		228	935	935	85	151	468	(317)	-68%	935
Agency services		151	166	166	47	112	83	28	34%	166
Transfers and subsidies		21 464	27 228	27 228	9 051	17 481	18 386	(905)	-5%	27 228
Other revenue		94	470	470	220	283	165	118	71%	470
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		78 229	93 561	93 561	27 017	52 390	57 612	(5 222)	-9%	93 561
Expenditure By Type										
Employee related costs		20 912	27 474	27 474	7 175	13 302	13 735	(433)	-3%	27 474
Remuneration of councillors		2 770	2 973	2 973	703	1 176	1 486	(310)	-21%	2 973
Debt impairment		25 618	27 277	27 277	8 642	12 963	13 639	(676)	-5%	27 277
Depreciation & asset impairment		8 667	7 930	7 930	1 903	2 854	3 968	(1 113)	-28%	7 930
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 899	9 150	9 150	2 498	4 124	4 575	(451)	-10%	9 150
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		2 445	2 215	2 215	174	237	1 108	(870)	-79%	2 215
Transfers and subsidies		4 113	2 051	2 051	1 192	2 357	1 025	1 332	130%	2 051
Other expenditure		15 837	19 838	19 838	6 175	10 207	9 933	274	3%	19 838
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		88 261	98 908	98 908	28 461	47 221	49 469	(2 247)	-5%	98 908
Surplus/(Deficit)		(10 033)	(5 347)	(5 347)	(1 444)	5 169	8 143	(2 974)	(0)	(5 347)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		19 268	10 006	10 006	8 707	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)		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		9 235	4 659	4 659	7 263	14 654	15 648			4 659
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		9 235	4 659	4 659	7 263	14 654	15 648			4 659
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		9 235	4 659	4 659	7 263	14 654	15 648			4 659
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		9 235	4 659	4 659	7 263	14 654	15 648			4 659

Table C5: Capital Expenditure (Municipal Vote, Standard Classification and Funding)

WC051 Laingsburg - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q2 Second Quarter

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									

Capital Expenditure - Functional Classification										
Governance and administration		35	1 110	1 110	1 332	1 385	555	830	150%	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		35	1 110	1 110	1 332	1 385	555	830	150%	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		25	717	717	-	-	359	(359)	-100%	-
Community and social services		11	-	-	-	-	-	-	-	-
Sport and recreation		-	717	717	-	-	359	(359)	-100%	-
Public safety		14	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		238	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		238	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		27 806	12 754	12 754	6 014	8 099	4 089	4 010	98%	8 064
Energy sources		8 424	4 576	4 576	-	-	-	-	-	-
Water management		19 383	8 179	8 179	6 014	8 099	4 089	4 010	98%	6 064
Waste water management		-	-	-	-	-	-	-	-	2 000
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	28 105	14 581	14 581	7 346	9 484	5 003	4 482	90%	8 064
Funded by:										
National Government		10 584	12 754	12 754	6 215	7 332	4 089	3 243	79%	8 064
Provincial Government		17 468	1 827	1 827	1 131	2 152	914	1 238	136%	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		28 052	14 581	14 581	7 346	9 484	5 003	4 482	90%	8 064
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		52	-	-	-	-	-	-	-	-
Total Capital Funding		28 105	14 581	14 581	7 346	9 484	5 003	4 482	90%	8 064

Table C6: Financial Position**WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - Q2 Second Quarter**

Description	Ref	2019/20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		6 552	6 552	6 552	6 756	6 552
Call investment deposits		-	-	-	-	-
Consumer debtors		10 509	10 509	10 509	4 504	10 509
Other debtors		3 915	3 915	3 915	14 477	3 915
Current portion of long-term receivables		0	0	0	0	0
Inventory		889	889	889	889	889
Total current assets		21 864	21 864	21 864	26 626	21 864
Non current assets						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		24 801	24 801	24 801	24 751	24 801
Investments in Associate		-	-	-	-	-
Property, plant and equipment		167 473	167 473	167 473	170 480	167 473
Agricultural		-	-	-	-	-
Biological		-	-	-	-	-
Intangible		370	370	370	370	370
Other non-current assets		43	43	43	44	43
Total non current assets		192 687	192 687	192 687	195 645	192 687
TOTAL ASSETS		214 551	214 551	214 551	222 272	214 551
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		17	17	17	17	17
Consumer deposits		674	674	674	704	674
Trade and other payables		12 262	12 262	12 262	13 040	12 262
Provisions		1 159	1 159	1 159	1 159	1 159
Total current liabilities		14 112	14 112	14 112	14 920	14 112
Non current liabilities						
Borrowing		6	6	6	6	6
Provisions		14 483	14 483	14 483	14 483	14 483
Total non current liabilities		14 490	14 490	14 490	14 490	14 490
TOTAL LIABILITIES		28 601	28 601	28 601	29 409	28 601
NET ASSETS	2	185 950	185 950	185 950	192 862	185 950
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		185 950	185 950	185 950	192 862	185 950
Reserves		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	185 950	185 950	185 950	192 862	185 950

Table C7: Cash Flow

WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - Q2 Second Quarter

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	994	2 754	2 358	396	17%	4 480
Service charges		18 023	24 030	24 030	8 141	12 775	12 530	245	2%	24 030
Other revenue		27 260	8 809	8 809	1 819	6 256	4 433	1 823	41%	8 809
Government - operating		17 756	27 558	27 558	10 058	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	(11)	122	657	(535)	-81%	1 314
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(59 599)	(63 261)	(63 261)	(19 469)	(35 591)	(32 259)	3 331	-10%	(63 261)
Finance charges		-	(795)	(795)	-	-	(398)	(398)	100%	(795)
Transfers and Grants		(356)	(605)	(605)	(90)	(137)	(303)	(166)	55%	(605)
NET CASH FROM/(USED) OPERATING ACTIVITIES		11 012	11 537	11 537	1 442	9 633	5 801	(3 832)	-66%	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)	(7 346)	(9 484)	(5 003)	4 482	-90%	(11 976)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(5 469)	(9 754)	(9 754)	(7 346)	(9 484)	(5 003)	4 482	-90%	(11 976)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		60	43	43	43	65	22	43	200%	34
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		60	43	43	43	65	22	(43)	-200%	34
NET INCREASE/ (DECREASE) IN CASH HELD		5 603	1 826	1 826	(5 861)	214	820			(405)
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			11 687

4. Supporting Documentation

Variance explanations

WC051 Laingsburg - Supporting Table SC1 Material variance explanations - Q2 Second Quarter

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Service charges - water revenue	-0.13	Water restrictions have been announced and introduced	0
	Service charges - sanitation revenue	0	Journal for revenue foregone will be processed after all new	0
	Service charges - refuse revenue	0	Journal for revenue foregone will be processed after all new	0
2	Expenditure By Type			
	Depreciation & asset impairment	-	Final calculation will be done on year end	0
		0		0
		0		0
3	Capital Expenditure			
	All capital projects	-	All projects started and is before the planned schedule at this	0
		0		0
4	Financial Position			
		0		0
5	Cash Flow			
	Property rates	0	Government dept paid during Sept and Oct and not in month	0
6	Measureable performance			
		0		0
7	Municipal Entities			

Debtors Analysis

WC051 Laingsburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q2 Second Quarter

Description	NT Code	Budget Year 2020/21										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.To Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	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	-	-
Total By Income Source	2000	2 254	233	316	1 196	202	286	2 342	4 297	11 127	8 324	-	-
2019/20 - totals only		934762	399601	445737	396926	321119	268103	6366770	0	9 133	7 353		
Debtors Age Analysis By Customer Group													
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	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	2 254	233	316	1 196	202	286	2 342	4 297	11 127	8 324	-	-

Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q2 Second Quarter

Description	NT Code	Budget Year 2020/21									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
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 :
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 second quarter of 2020 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name: Mr. Jafta Booysen

Municipal Manager of Laingsburg Municipality (WC051)

Signature 

Date 21.05.14

6. Recommendation

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