

LAINGSBURG MUNICIPALITY



**MONTHLY BUDGET STATEMENTS FOR THE MONTH ENDING
JUNE 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 June 2021 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The June 2021 Monthly budget statement is the last 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 June 2021.

Operating Budget				
R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Revenue (Incl. Capital transfers and contributions)	121 283 308	111 870 616	113 727 680	101.66
Total Expenditure	129 593 208	97 462 484	107 241 111	110.03
Surplus (Deficit) (Incl Capital transfers)	-8 309 900	14 408 132	6 486 569	45.02
Capital Budget				
R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Capital expenditure	10 005 550	25 421 515	16 225 047	63.82
Sources of Finance				
<i>National Government - MIG</i>	6 278 550	6 198 550	11 442 898	184.61
<i>National Government - WSIG</i>	-	7 496 000	516 154	6.89
<i>Provincial Government - SMME Booster Funds</i>	1 110 000	1 288 730	1 897 950	147.27
<i>Provincial Government - Cultural Affairs and Sport</i>	717 000	717 000	434 001	60.53
<i>Provincial Government - Municipal Drought Relief</i>	1 900 000	9 721 235	1 934 044	19.90
Total Funding Sources of Capital	10 005 550	25 421 515	16 225 047	63.82

Operating Revenue

The Municipality have generated 94.13% or R 98,498 million of the Budgeted Revenue to date which is lower than the budgeted amount. Year-to-date operating revenue is 5,87% lower than the year-to-date budget. The projected budgeted revenue for the full financial year amounts to R 104,641 million (default recoveries excluded). The actual revenue as at the end of June 2021 is therefore R 6,144 million under the budget.

Operating Expenditure

Operating expenditure of R 92,011 million for the period up to June 2021 and does not include part of the annual calculation for provisions. The total amount for the year-to-date portion of provisions is R5,917 million. That will bring the total expenditure effectively at R 97,928 million to date. The expenditure to date is lower than the budgeted year-to-date amount and stands on 85,02%.

Capital Expenditure

Year-to-date capital expenditure is lower than the year-to-date adjustment budget and stands on 77,83%. 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 20,239 million and the actual expenditure for the month of June 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 decreased with R 2,628 million. The closing balance for the month ended June 2021 is R 9,464 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 99.67% and is higher than the target. That means that the inflow of cash is just above the level of the assumptions.

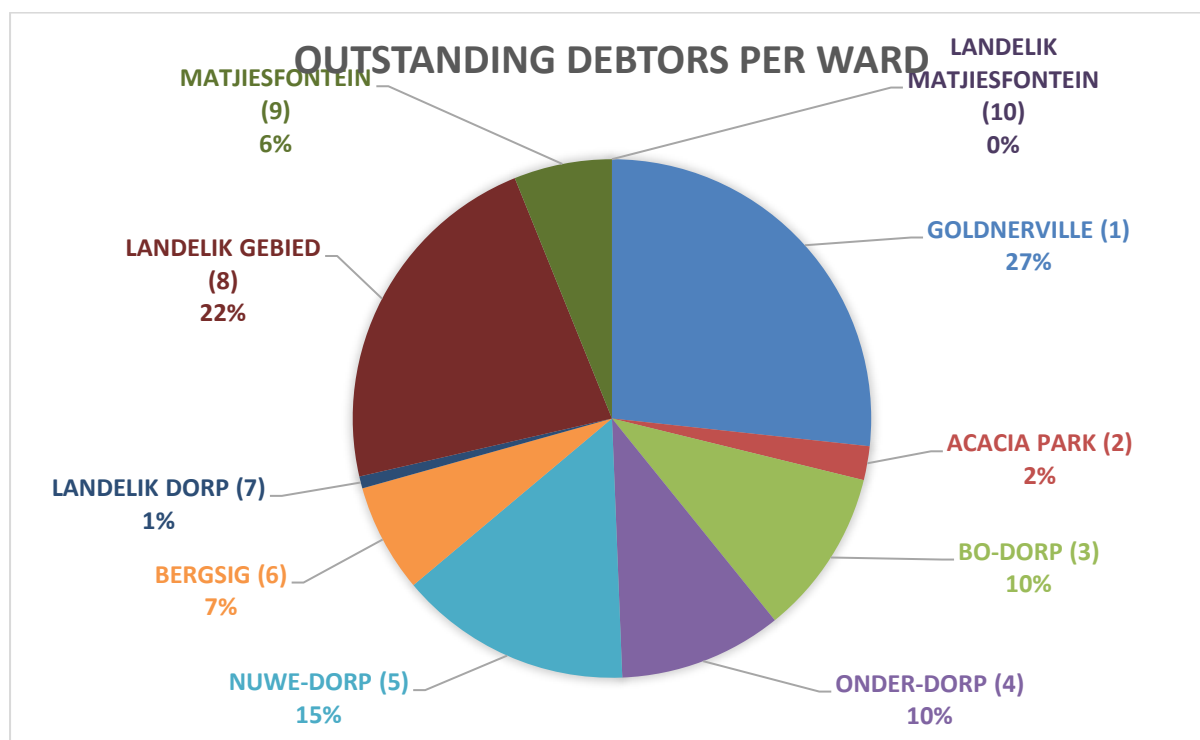
The following table gives an overview of the cash available against short- and long-term cash liabilities:

Commitments against Cash and Cash Equivalents	
June 2021	
Item	Amount
Balance as per CFA	9 463 892
Total commitments against cash	19 451 329
Unspent Conditional Grants	15 894 438
Capital Replacement Reserves	R 0
Self Insurance Reserve	R 0
Consumer & Sundry Deposits	635 989
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
	-9 987 437

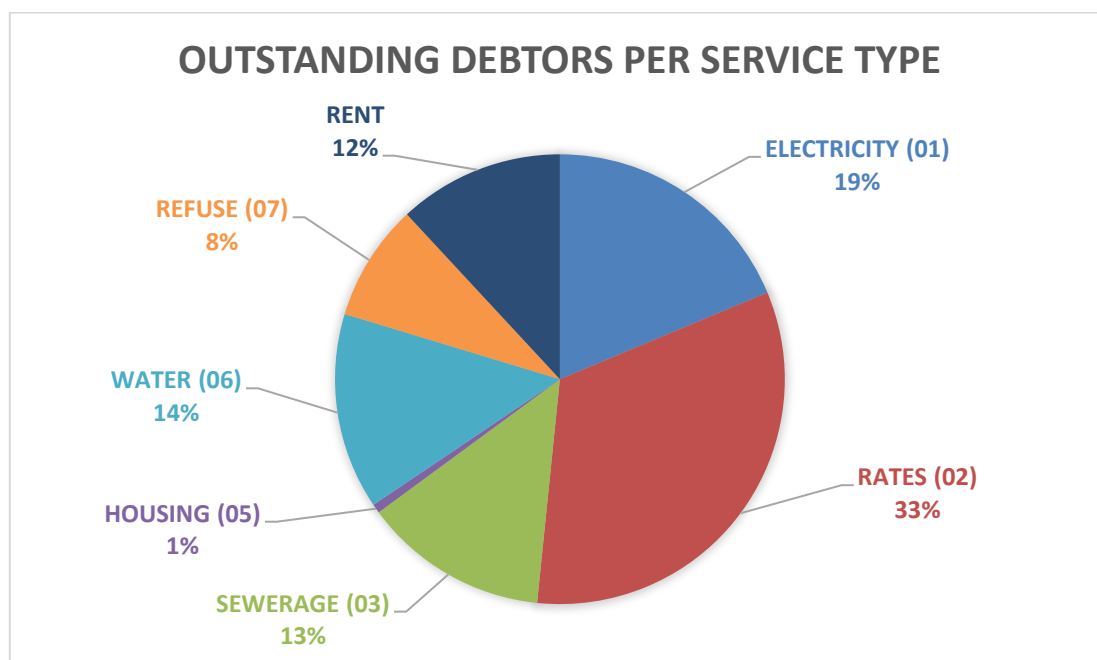
Debtors

The Outstanding Debtors of the Municipality amounts to R 9,225 million for the month ended June 2021, (R 10,200 million previous month). There was an decrease of R 0.898 million in the total outstanding amount since the previous month (decrease of R 0.077 million previous month). The decrease is due to the write-off of outstanding debtors relating to indigent accounts. The payment rate for 2019/2020 financial year was 89,56%. At the end of June 2021 the payment rate was 99.67%. The total amount outstanding for longer than 12 months is R 6,952 million and this amounts to 75,37% of all the debtors outstanding. The total cash trapped in outstanding debtors older than 90 Days amount to R 7,421 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 101,05%, water at 101,37%, refuse at 102,09% and sewerage at 103,36%. 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 81,70%.

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



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



Creditors

Total outstanding creditors amount to R 0 for the month ending June 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	13 159 393	1 096 616	13 159 393	793 661	7 719 527	(302 955)	(5 439 866)
Vehicles used for political office bearers	-	-	-	-	-	-	-
Travel and subsistence	791 424	65 952	791 424	42 426	464 817	(23 526)	(326 607)
Domestic accommodation	531 432	44 286	531 432	5 070	82 690	(39 216)	(448 742)
Sponsorships, events and catering	120 000	10 000	120 000	2 422	42 882	(7 578)	(77 118)
Communication	570 072	47 506	570 072	41 340	887 272	(6 166)	317 200
Overtime	697 296	58 108	697 296	73 956	1 172 765	15 848	475 469
Total	R 15 869 617	R 1 322 468	R 15 869 617	R 958 875	R 10 369 953	(363 593)	(5 499 664)

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 - M12 June

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	5 004	26	4 505	5 004	(499)	-10%	5 004
Service charges	17 291	25 063	21 006	2 173	25 490	21 006	4 484	21%	21 006
Investment revenue	146	673	485	38	498	485	13	3%	485
Transfers and subsidies	21 464	27 228	26 610	2 941	25 094	26 610	(1 516)	-6%	26 610
Other own revenue	35 451	35 664	29 754	2 131	29 516	29 754	(238)	-1%	29 754
Total Revenue (excluding capital transfers and contributions)	78 342	93 561	82 859	7 309	85 103	82 859	2 244	3%	82 859
Employee costs	20 912	27 474	28 544	4 432	28 635	28 544	91	0%	28 544
Remuneration of Councillors	2 770	2 973	2 973	539	2 874	2 973	(99)	-3%	2 973
Depreciation & asset impairment	8 667	7 930	7 829	476	5 709	7 829	(2 120)	-27%	7 829
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	7 899	9 150	8 735	707	8 494	8 735	(241)	-3%	8 735
Transfers and subsidies	4 113	2 051	1 395	1 150	5 537	1 395	4 142	297%	1 395
Other expenditure	43 900	49 330	47 986	1 043	39 926	47 986	(8 060)	-17%	47 986
Total Expenditure	88 261	98 908	97 462	8 346	91 176	97 462	(6 287)	-6%	97 462
Surplus/(Deficit)	(9 919)	(5 347)	(14 603)	(1 037)	(6 073)	(14 603)	8 530	-58%	(14 603)
Transfers and subsidies - capital (monetary alloc	19 268	10 006	29 012	1 121	17 639	29 012	(11 373)	-39%	29 012
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	9 349	4 659	14 408	84	11 566	14 408	(2 842)	-20%	14 408
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	9 349	4 659	14 408	84	11 566	14 408	(2 842)	-20%	14 408
Capital expenditure & funds sources									
Capital expenditure	28 105	10 006	25 422	3 721	20 239	25 422	(5 183)	-20%	25 422
Capital transfers recognised	28 052	10 006	25 422	3 721	20 239	25 422	(5 183)	-20%	25 422
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	52	-	-	-	-	-	-	-	-
Total sources of capital funds	28 105	10 006	25 422	3 721	20 239	25 422	(5 183)	-20%	25 422
Financial position									
Total current assets	27 008	27 008	13 968		29 272				-
Total non current assets	186 958	186 958	205 755		201 488				-
Total current liabilities	43 195	43 195	34 956		51 436				-
Total non current liabilities	4 354	4 354	5 950		5 349				-
Community wealth/Equity	166 417	166 417	178 816		177 543				-
Cash flows									
Net cash from (used) operating	11 012	11 537	11 537	(6 520)	13 891	11 537	(2 354)	-20%	11 537
Net cash from (used) investing	(5 469)	(9 754)	(9 754)	(121)	(16 639)	(9 754)	6 884	-71%	(9 754)
Net cash from (used) financing	60	43	43	9	120	43	(76)	-177%	43
Cash/cash equivalents at the month/year end	17 695	13 918	13 918	-	9 464	13 918	4 454	32%	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	1 382	235	187	203	133	133	6 953	-	9 225
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) - M12 June

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	(1 165)	40 983	54 465	(13 483)	-25%	54 465
Executive and council		905	-	-	-	-	-	-	-	-
Finance and administration		38 298	37 868	54 465	(1 165)	40 983	54 465	(13 483)	-25%	54 465
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		34 965	34 764	28 648	3 152	29 326	28 648	678	2%	28 648
Community and social services		1 274	1 412	1 415	1 247	1 849	1 415	435	31%	1 415
Sport and recreation		4	4	1	(402)	0	1	(0)	-38%	1
Public safety		33 670	33 335	27 213	2 306	27 455	27 213	242	1%	27 213
Housing		16	12	17	2	18	17	0	2%	17
Health		2	0	2	0	4	2	1	48%	2
Economic and environmental services		1 013	1 337	1 470	815	1 415	1 470	(55)	-4%	1 470
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 013	1 337	1 470	815	1 415	1 470	(55)	-4%	1 470
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		22 429	29 598	27 288	5 629	31 019	27 288	3 731	14%	27 288
Energy sources		14 443	16 847	14 934	4 922	19 439	14 934	4 505	30%	14 934
Water management		2 922	7 033	7 538	303	5 711	7 538	(1 827)	-24%	7 538
Waste water management		2 818	2 873	3 089	173	3 107	3 089	18	1%	3 089
Waste management		2 247	2 845	1 726	231	2 763	1 726	1 036	60%	1 726
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	97 610	103 567	111 871	8 431	102 742	111 871	(9 129)	-8%	111 871
Expenditure - Functional										
Governance and administration		28 723	33 711	35 803	3 228	32 405	35 803	(3 398)	-9%	35 803
Executive and council		8 078	8 903	8 356	1 622	12 748	8 356	4 392	53%	8 356
Finance and administration		20 645	24 808	27 447	1 606	19 657	27 447	(7 790)	-28%	27 447
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		32 769	34 547	29 792	2 492	29 348	29 792	(444)	-1%	29 792
Community and social services		1 340	1 934	1 766	202	1 789	1 766	23	1%	1 766
Sport and recreation		9	53	60	4	49	60	(11)	-19%	60
Public safety		31 207	32 046	27 375	2 264	27 185	27 375	(190)	-1%	27 375
Housing		209	500	490	22	266	490	(224)	-46%	490
Health		4	14	101	0	59	101	(42)	-42%	101
Economic and environmental services		1 583	12 343	13 652	9 728	12 467	13 652	(1 185)	-9%	13 652
Planning and development		329	1 394	3 255	50	583	3 255	(2 672)	-82%	3 255
Road transport		1 254	10 949	10 397	9 678	11 885	10 397	1 487	14%	10 397
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		25 187	18 295	18 185	(7 103)	16 943	18 185	(1 242)	-7%	18 185
Energy sources		8 511	10 388	10 273	909	9 878	10 273	(395)	-4%	10 273
Water management		4 535	3 910	3 839	396	3 727	3 839	(112)	-3%	3 839
Waste water management		10 453	1 962	1 921	(8 578)	1 583	1 921	(338)	-18%	1 921
Waste management		1 688	2 034	2 152	170	1 755	2 152	(397)	-18%	2 152
Other		-	12	30	1	12	30	(18)	-60%	30
Total Expenditure - Functional	3	88 261	98 908	97 462	8 346	91 176	97 462	(6 287)	-6%	97 462
Surplus/ (Deficit) for the year		9 349	4 659	14 408	84	11 566	14 408	(2 842)	-20%	14 408

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) - M12 June

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	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]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	97 610	103 567	111 871	6 362	94 311	101 247	(6 936)	-6.9%	111 871
Expenditure by Vote										
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]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	88 261	98 908	97 462	5 424	82 829	90 674	(7 845)	-8.7%	97 462
Surplus/ (Deficit) for the year	2	9 349	4 659	14 408	938	11 482	10 573	909	8.6%	14 408

Table C4: Financial Performance (Revenue and Expenditure)

WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

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										
Revenue By Source										
Property rates		3 990	4 933	5 004	26	4 505	5 004	(499)	-10%	5 004
Service charges - electricity revenue		11 975	15 788	14 934	1 322	15 839	14 934	905	6%	14 934
Service charges - water revenue		1 096	4 576	1 305	304	3 777	1 305	2 472	190%	1 305
Service charges - sanitation revenue		2 731	2 873	3 089	264	3 113	3 089	24	1%	3 089
Service charges - refuse revenue		1 490	1 826	1 658	298	2 761	1 658	1 103	66%	1 658
Service charges - other		-	-	20	(14)	-	20	(20)	-100%	20
Rental of facilities and equipment		1 354	1 139	1 670	132	1 620	1 670	(49)	-3%	1 670
Interest earned - external investments		146	673	485	38	498	485	13	3%	485
Interest earned - outstanding debtors		282	544	-	20	53	-	53	#DIV/0!	-
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		33 342	32 410	26 936	2 256	27 092	26 936	156	1%	26 936
Licences and permits		228	935	288	39	363	288	76	26%	288
Agency services		151	166	212	8	176	212	(36)	-17%	212
Transfers and subsidies		21 464	27 228	26 610	2 941	25 094	26 610	(1 516)	-6%	26 610
Other revenue		94	470	649	(323)	211	649	(438)	-68%	649
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		78 342	93 561	82 859	7 309	85 103	82 859	2 244	3%	82 859
Expenditure By Type										
Employee related costs		20 912	27 474	28 544	4 432	28 635	28 544	91	0%	28 544
Remuneration of councillors		2 770	2 973	2 973	539	2 874	2 973	(99)	-3%	2 973
Debt impairment		25 618	27 277	24 246	1 908	22 895	24 246	(1 351)	-6%	24 246
Depreciation & asset impairment		8 667	7 930	7 829	476	5 709	7 829	(2 120)	-27%	7 829
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 899	9 150	8 735	707	8 494	8 735	(241)	-3%	8 735
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		2 445	2 215	902	5 849	6 766	902	5 864	650%	902
Transfers and subsidies		4 113	2 051	1 395	1 150	5 537	1 395	4 142	297%	1 395
Other expenditure		15 837	19 838	22 838	(6 715)	10 265	22 838	(12 573)	-55%	22 838
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		88 261	98 908	97 462	8 346	91 176	97 462	(6 287)	-6%	97 462
Surplus/(Deficit)		(9 919)	(5 347)	(14 603)	(1 037)	(6 073)	(14 603)	8 530	(0)	(14 603)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		19 268	10 006	29 012	1 121	17 639	29 012	(11 373)	(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		9 349	4 659	14 408	84	11 566	14 408			14 408
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		9 349	4 659	14 408	84	11 566	14 408			14 408
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		9 349	4 659	14 408	84	11 566	14 408			14 408
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		9 349	4 659	14 408	84	11 566	14 408			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) - M12 June

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	-	-	-	-	-	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		35	-	-	-	-	-	-	-	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	717	717	32	434	717	(283)	-39%	717
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	717	717	32	434	717	(283)	-39%	717
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		19 383	8 179	23 416	3 682	17 907	23 416	(5 509)	-24%	23 416
Energy sources		-	400	-	3 600	3 600	-	3 600	#DIV/0!	-
Water management		19 383	7 779	18 420	74	14 299	18 420	(4 121)	-22%	18 420
Waste water management		-	-	4 996	8	8	4 996	(4 988)	-100%	4 996
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	19 417	8 896	24 133	3 713	18 341	24 133	(5 792)	-24%	24 133
Funded by:										
National Government		10 584	6 279	20 482	1 916	14 395	20 482	(6 087)	-30%	20 482
Provincial Government		17 468	3 727	4 939	1 805	5 844	4 939	904	18%	4 939
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		28 052	10 006	25 422	3 721	20 239	25 422	(5 183)	-20%	25 422
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		52	-	-	-	-	-	-	-	-
Total Capital Funding		28 105	10 006	25 422	3 721	20 239	25 422	(5 183)	-20%	25 422

Table C6: Financial Position**WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - M12 June**

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		12 092	12 092	-	9 464	-
Call investment deposits		-	-	-	-	-
Consumer debtors		11 785	11 785	8 135	11 924	-
Other debtors		2 489	2 489	5 153	7 463	-
Current portion of long-term receivables		1	1	-	-	-
Inventory		641	641	679	421	-
Total current assets		27 008	27 008	13 968	29 272	-
Non current assets						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		23 544	23 544	22 704	23 544	-
Investments in Associate		-	-	-	-	-
Property, plant and equipment		163 084	163 084	182 763	177 614	-
Agricultural		-	-	-	-	-
Biological		-	-	-	-	-
Intangible		286	286	245	286	-
Other non-current assets		43	43	43	43	-
Total non current assets		186 958	186 958	205 755	201 488	-
TOTAL ASSETS		213 966	213 966	219 723	230 760	-
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	1 740	-	-
Borrowing		6	6	6	6	-
Consumer deposits		715	715	715	796	-
Trade and other payables		18 631	18 631	8 561	28 015	-
Provisions		23 843	23 843	23 934	22 617	-
Total current liabilities		43 195	43 195	34 956	51 436	-
Non current liabilities						
Borrowing		-	-	-	-	-
Provisions		4 354	4 354	5 950	5 349	-
Total non current liabilities		4 354	4 354	5 950	5 349	-
TOTAL LIABILITIES		47 549	47 549	40 907	56 784	-
NET ASSETS	2	166 417	166 417	178 816	173 975	-
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		166 417	166 417	178 816	177 543	-
Reserves		-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	166 417	166 417	178 816	177 543	-

Table C7: Cash Flow

WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - M12 June

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		3 456	4 480	4 480	129	3 706	4 480	(774)	-17%	4 480
Service charges		18 023	24 030	24 030	2 295	25 893	24 030	1 863	8%	24 030
Other revenue		27 260	8 809	8 809	757	22 823	8 809	14 014	159%	8 809
Government - operating		17 756	27 558	27 558	-	27 000	27 558	(559)	-2%	27 558
Government - capital		3 725	10 006	10 006	-	2 799	10 006	(7 207)	-72%	10 006
Interest		748	1 314	1 314	26	218	1 314	(1 097)	-83%	1 314
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(59 599)	(63 261)	(63 261)	(9 361)	(67 975)	(63 261)	4 715	-7%	(63 261)
Finance charges		-	(795)	(795)	-	-	(795)	(795)	100%	(795)
Transfers and Grants		(356)	(605)	(605)	(366)	(571)	(605)	(34)	6%	(605)
NET CASH FROM/(USED) OPERATING ACTIVITIES		11 012	11 537	11 537	(6 520)	13 891	11 537	(2 354)	-20%	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)	(121)	(16 639)	(9 754)	6 884	-71%	(9 754)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(5 469)	(9 754)	(9 754)	(121)	(16 639)	(9 754)	6 884	-71%	(9 754)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		60	43	43	9	120	43	76	177%	43
Payments										
Repayment of borrowing		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		60	43	43	9	120	43	(76)	-177%	43
NET INCREASE/ (DECREASE) IN CASH HELD		5 603	1 826	1 826	(6 633)	(2 628)	1 826			1 826
Cash/cash equivalents at beginning:		12 092	12 092	12 092		12 092	12 092			12 092
Cash/cash equivalents at month/year end:		17 695	13 918	13 918		9 464	13 918			13 918

4. Supporting Documentation

Variance explanations

Debtors Analysis

WC051 Laingsburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

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	147	43	34	31	19	35	885	-	1 195	971	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	831	68	32	71	49	43	618	-	1 711	781	-	-
Receivables from Non-ex change Transactions - Property Rates	1400	27	37	53	25	14	13	2 937	-	3 106	2 989	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	134	39	30	26	18	19	958	-	1 225	1 022	-	-
Receivables from Exchange Transactions - Waste Management	1600	143	34	23	18	13	15	510	-	756	556	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	85	12	15	32	18	8	952	-	1 122	1 010	-	-
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	15	1	0	0	0	0	92	-	110	93	-	-
Total By Income Source	2000	1 382	235	187	203	133	133	6 953	-	9 225	7 421	-	-
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	59	46	24	24	20	5	952	-	1 130	1 001	-	-
Commercial	2300	782	52	59	84	45	46	2 377	-	3 444	2 552	-	-
Households	2400	541	137	104	94	68	81	3 624	-	4 650	3 868	-	-
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Group	2600	1 382	235	187	203	133	133	6 953	-	9 225	7 421	-	-

Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description	NT Code	Budget Year 2020/21									Total	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			
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 June 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 14/7/2021

6. Recommendation

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