

# LAINGSBURG MUNICIPALITY



In-Year Report for the Municipality  
Second Quarterly Budget  
Statement  
DECEMBER 2015

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## 1. Glossary

**Adjustments budget** – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

**Allocations** – Money received from Provincial or National Government or other municipalities.

**Budget** – The financial plan of the Municipality.

**Budget related policy** – Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy, credit control and debt collection policy.

**Capital expenditure** - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.

**Cash flow statement** – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.

**DORA** – Division of Revenue Act. Annual legislation that shows the total allocations made by national to provincial and local government.

**Equitable share** – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

**Fruitless and wasteful expenditure** – Expenditure that was made in vain and would have been avoided had reasonable care been exercised.

**GFS** – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

**GRAP** – Generally Recognised Accounting Practice. The new standard for municipal accounting.

**IDP** – Integrated Development Plan. The main strategic planning document of the Municipality.

**IHHS** – Informal Housing and Human Settlements, provincial grant.

**MBRR** – Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations.

**MFMA** – Local Government: Municipal Finance Management Act (56/2003). The principle piece of legislation relating to municipal financial management. Sometimes referred to as the Act.

**MIG** – Municipal Infrastructure Grant.

**MTREF** – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

**Operating expenditure** – Spending on the day to day expenses of the Municipality such as salaries and wages.

**Rates** – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

**SDBIP** – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

**Strategic objectives** – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

**Unauthorised expenditure** – Generally, is spending without, or in excess of, an approved budget.

**Virement** – A transfer of budget.

**Virement policy** - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.

**Vote** – One of the main segments of the budget. In Laingsburg Municipality this means at department level.

## 2. Legislative framework

The Municipal Budget and Reporting Regulations (MBRR) are designed to achieve a range of objectives, including improving the local government sphere's ability to deliver basic services by facilitating improved financial sustainability and better medium term planning and policy choices on services delivery.

This report has been prepared in terms of the following legislative framework:

- The Municipal Finance Management Act – No. 56 of 2003, Sections 71 & 52,
- And The Municipal Budget and Reporting Regulations

The MBRR highlights the format of the monthly budget statements.

*“28. The monthly budget statement of a Municipality must be in the format specified in Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.”*

The objective of these Regulations is to secure sound and sustainable management of the budgeting and reporting practices of Municipalities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting process and other relevant matters as required by the Act.

## 3. Mayors Report

In accordance with Section 52(d) of the Act, I submit a report to the Council within 30 days after the end of each quarter on the implementation of the budget and the financial state of affairs of the Laingsburg Municipality.

The submission of this report forms part of the general responsibilities of the Mayor of a Municipality, and is intended to inform and enable the Council to fulfil its oversight responsibility.

The section 52 report on the implementation of the budget and the financial affairs of the Municipality is prepared as required by the MFMA.

The quarterly financial information has already been presented in the section 71, monthly budget statement for December 2015. The monthly and quarterly reports for December 2015 should be read in conjunction with one another.

## 4. Executive Summary

### 4.1.1 Financial problems or risks facing the Municipality

There are no financial problems facing the Municipality. Operating revenues and expenditures to date remain in line with the projected year to date budgets taking accruals and prior year trends into account.

The new financial year started on 1 July 2015, and no major spending has occurred during the financial year.

#### 4.1.2 Other relevant information

Year-to-date revenue raised is 102.6% of the projected year-to-date budget for the first quarter. Operating expenditure incurred amounts to 96.1% of year-to-date budget.

The Table below illustrates an overview of the Budget implementation of Laingsburg Municipality for the quarter ended December 2015.

#### Operating Revenue

The Municipality have generated 60.1% or R40,860 million of the Budgeted Revenue to date which is in line with the budgeted amounts. During the financial year operating grants totalling R14,286 million were received. The largest part of the grants received forms part of the Equitable share allocation for the financial year. Revenue from electricity is 8% under the year to date budget.

#### Operating Expenditure

For the quarter ending December 2015, the Municipality managed to spend within the budgeted norms. An amount of R R37,858 million or 48,8% have been spent to date.

The year to date actual employee costs is 6% under the year to date budget. This is due to the provision for the deferred benefit plan that will only be calculated on year end.

#### Capital Expenditure

The Municipality has incurred R389 000 or 23.3% of the internal funded Capital Budget to date. The MIG spending for the year to date totals to R8,108 million to date.

#### Cash Flow

The Municipality started off with a cash flow balance of R14,758 million at the beginning of the year and increased it with R15,408 million. The closing balance for this quarter is R30,166 million. The increase in cash flow is due to the receipt of the operational grants. The Municipal Cash flow is mainly from Operating Activities as no Borrowing or Investments are budgeted for the 2015/2016 financial year.

#### Debtors

The Outstanding Debtors of the Municipality amounts to R R8,129 million for the quarter ending December 2015. The outstanding debt for more than 90 days amounts to 58.1%. The payment rate for 2014/2015 financial year was 96.9%. For the financial year to date the payment rate is 52.26%. This is a decrease since the previous financial year. The Municipality is fully implementing the Debt Collection and Credit Control Policy. It should be noted that the Municipal debt collection and credit control policy was revised during August 2013.

### **Creditors**

Total outstanding creditors amount to R0.00 for the quarter ending December 2015 . All the outstanding amounts are within the 30 days outstanding categories which is compliant with Section 65 of the MFMA. Cases occur where suppliers issue their 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.

## 5. In year Budget Statement Tables

### Table C1: Summary

#### WC051 Laingsburg - Table C1 Monthly Budget Statement Summary - Q2 Second Quarter

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	3 040	3 000	3 000	60	3 325	1 500	1 825	122%	3 000
Service charges	13 929	17 826	17 826	3 333	7 570	8 913	(1 343)	-15%	17 826
Investment revenue	1 101	827	827	450	659	414	246	59%	827
Transfers recognised - operational	19 788	16 841	16 841	8 116	14 286	8 594	5 691	66%	16 841
Other own revenue	31 675	29 483	29 483	7 501	15 020	14 741	278	2%	29 483
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>69 532</b>	<b>67 977</b>	<b>67 977</b>	<b>19 460</b>	<b>40 860</b>	<b>34 163</b>	<b>6 697</b>	<b>20%</b>	<b>67 977</b>
Employee costs	12 930	17 096	17 096	5 324	8 756	8 270	486	6%	17 096
Remuneration of Councillors	2 220	2 453	2 453	434	1 013	1 227	(214)	-17%	2 453
Depreciation & asset impairment	9 523	12 073	12 073	1 963	4 768	6 501	(1 733)	-27%	12 073
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	6 573	6 523	6 523	2 326	3 961	3 261	700	21%	6 523
Transfers and grants	3 244	4 231	4 231	254	1 301	2 116	(815)		4 231
Other expenditure	37 452	35 159	35 159	10 001	18 060	17 990	70	0%	35 159
<b>Total Expenditure</b>	<b>71 940</b>	<b>77 536</b>	<b>77 536</b>	<b>20 302</b>	<b>37 858</b>	<b>39 364</b>	<b>(1 506)</b>	<b>-4%</b>	<b>77 536</b>
<b>Surplus/(Deficit)</b>	<b>(2 408)</b>	<b>(9 559)</b>	<b>(9 559)</b>	<b>(842)</b>	<b>3 001</b>	<b>(5 202)</b>	<b>8 203</b>	<b>-158%</b>	<b>(9 559)</b>
Transfers recognised - capital	19 707	27 082	27 082	6 108	8 101	13 541	(5 440)	-40%	27 082
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>17 298</b>	<b>17 523</b>	<b>17 523</b>	<b>5 266</b>	<b>11 102</b>	<b>8 339</b>	<b>2 763</b>	<b>33%</b>	<b>17 523</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>17 298</b>	<b>17 523</b>	<b>17 523</b>	<b>5 266</b>	<b>11 102</b>	<b>8 339</b>	<b>2 763</b>	<b>33%</b>	<b>17 523</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>28 348</b>	<b>28 419</b>	<b>28 419</b>	<b>6 157</b>	<b>8 497</b>	<b>5 655</b>	<b>2 842</b>	<b>50%</b>	<b>28 419</b>
Capital transfers recognised	27 834	26 754	26 754	6 115	8 108	5 419	2 689	50%	26 754
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	514	1 666	1 665	42	389	236	153	65%	1 665
<b>Total sources of capital funds</b>	<b>28 348</b>	<b>28 419</b>	<b>28 419</b>	<b>6 157</b>	<b>8 497</b>	<b>5 655</b>	<b>2 842</b>	<b>50%</b>	<b>28 419</b>
<b>Financial position</b>									
Total current assets	18 711	25 997	25 997		35 389				25 997
Total non current assets	152 413	166 679	166 679		171 552				166 679
Total current liabilities	7 003	14 077	14 077		17 334				14 077
Total non current liabilities	6 872	4 051	4 051		3 961				4 051
<b>Community wealth/Equity</b>	<b>157 249</b>	<b>174 548</b>	<b>174 548</b>		<b>185 646</b>				<b>174 548</b>
<b>Cash flows</b>									
Net cash from (used) operating	25 335	22 257	22 257	18 602	23 904	18 450	5 454	30%	22 257
Net cash from (used) investing	(18 491)	(12 484)	(12 484)	(6 157)	(8 497)	(899)	(7 598)	845%	(12 484)
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
<b>Cash/cash equivalents at the month/year end</b>	<b>21 602</b>	<b>24 532</b>	<b>24 532</b>	<b>-</b>	<b>30 166</b>	<b>32 309</b>	<b>(2 144)</b>	<b>-7%</b>	<b>24 532</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Revenue Source	1 478	812	1 115	134	137	85	82	4 286	8 129
<b>Creditors Age Analysis</b>									
Total Creditors	-	-	-	-	-	-	-	-	-



### Table C2: Financial Performance (Standard Classification)

WC051 Laingsburg - Table C2 Monthly Budget Statement - Financial Performance (standard classification) - Q2 Second Quarter

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Revenue - Standard</b>										
<i>Governance and administration</i>		40 037	47 523	47 523	13 531	25 414	23 783	1 631	7%	46 964
Executive and council		20 481	39 219	39 219	8 024	15 126	19 609	(4 483)	-23%	39 219
Budget and treasury office		8 102	5 134	5 134	83	3 377	2 567	811	32%	4 574
Corporate services		11 454	3 171	3 171	5 423	6 910	1 606	5 304	330%	3 171
<i>Community and public safety</i>		31 008	28 900	28 900	7 513	14 667	14 603	64	0%	28 900
Community and social services		920	974	974	322	328	640	(312)	-49%	974
Sport and recreation		3	2	2	2	2	1	1	57%	2
Public safety		29 723	27 913	27 913	7 186	14 332	13 956	375	3%	27 913
Housing		363	11	11	3	5	6	(0)	-1%	11
Health		-	0	0	0	-	0	(0)	-100%	0
<i>Economic and environmental services</i>		2 737	1 129	1 129	320	488	564	(76)	-13%	1 129
Planning and development		-	90	90	-	-	45	(45)	-100%	90
Road transport		2 737	1 039	1 039	320	488	519	(31)	-6%	1 039
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		15 456	17 507	17 507	4 205	8 391	8 754	(363)	-4%	17 507
Electricity		9 471	11 352	11 352	2 616	5 333	5 676	(343)	-6%	11 352
Water		2 361	2 078	2 078	642	1 185	1 039	145	14%	2 078
Waste water management		1 895	2 106	2 106	517	1 042	1 053	(10)	-1%	2 106
Waste management		1 730	1 971	1 971	431	831	986	(154)	-16%	1 971
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	2	<b>89 238</b>	<b>95 059</b>	<b>95 059</b>	<b>25 568</b>	<b>48 960</b>	<b>47 704</b>	<b>1 257</b>	<b>3%</b>	<b>94 500</b>
<b>Expenditure - Standard</b>										
<i>Governance and administration</i>		20 558	25 722	25 722	5 676	11 050	13 297	(2 247)	-17%	25 722
Executive and council		7 502	10 920	10 920	2 275	4 803	5 060	(257)	-5%	10 920
Budget and treasury office		7 939	7 610	7 610	1 977	3 603	3 866	(263)	-7%	7 610
Corporate services		5 116	7 193	7 193	1 424	2 643	4 370	(1 727)	-40%	7 193
<i>Community and public safety</i>		28 568	28 460	28 460	7 680	14 742	14 370	372	3%	28 460
Community and social services		1 851	1 904	1 904	521	925	952	(27)	-3%	1 904
Sport and recreation		65	451	451	17	27	247	(220)	-89%	451
Public safety		26 441	25 828	25 828	7 091	13 696	13 032	664	5%	25 828
Housing		186	188	188	46	88	94	(6)	-6%	188
Health		26	90	90	5	6	45	(39)	-86%	90
<i>Economic and environmental services</i>		10 742	11 199	11 199	3 178	5 431	5 614	(184)	-3%	11 199
Planning and development		660	774	774	191	335	402	(66)	-17%	774
Road transport		10 082	10 425	10 425	2 987	5 095	5 213	(117)	-2%	10 425
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		12 067	12 143	12 143	3 766	6 633	6 077	556	9%	12 143
Electricity		7 183	7 077	7 077	2 407	4 126	3 538	588	17%	7 077
Water		1 775	2 172	2 172	483	1 097	1 086	11	1%	2 172
Waste water management		1 677	1 505	1 505	553	878	753	125	17%	1 505
Waste management		1 432	1 390	1 390	324	532	701	(168)	-24%	1 390
<i>Other</i>		5	12	12	2	3	6	(3)	-48%	12
<b>Total Expenditure - Standard</b>	3	<b>71 940</b>	<b>77 536</b>	<b>77 536</b>	<b>20 302</b>	<b>37 858</b>	<b>39 364</b>	<b>(1 506)</b>	<b>-4%</b>	<b>77 536</b>
<b>Surplus/ (Deficit) for the year</b>		<b>17 298</b>	<b>17 523</b>	<b>17 523</b>	<b>5 266</b>	<b>11 102</b>	<b>8 339</b>	<b>2 763</b>	<b>33%</b>	<b>16 964</b>

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

WC051 Laingsburg - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q2 Second Quarter

Vote Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>Revenue by Vote</b>										
Vote 1 - MAYORAL & COUNCIL	1	20 481	39 219	39 219	8 024	15 126	19 609	(4 483)	-22.9%	39 219
Vote 2 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		11 454	3 171	3 171	5 423	6 910	1 606	5 304	330.2%	3 171
Vote 4 - BUDGET & TREASURY		8 102	5 134	5 134	83	3 377	2 567	811	31.6%	5 134
Vote 5 - PLANNING AND DEVELOPMENT		-	90	90	-	-	45	(45)	-100.0%	90
Vote 6 - COMMUNITY AND SOCIAL SERV		920	974	974	322	329	640	(311)	-48.6%	974
Vote 7 - SPORTS AND RECREATION		3	2	2	2	2	1	1	57.2%	2
Vote 8 - HOUSING		363	11	11	3	5	6	(0)	-0.9%	11
Vote 9 - PUBLIC SAFETY		29 723	27 913	27 913	7 186	14 332	13 956	375	2.7%	27 913
Vote 10 - ROAD TRANSPORT		2 737	1 039	1 039	320	488	519	(31)	-6.0%	1 039
Vote 11 - WASTE MANAGEMENT		1 506	1 971	1 971	431	831	986	(154)	-15.7%	1 971
Vote 12 - WASTE WATER MANAGEMENT		1 895	2 106	2 106	517	1 042	1 053	(10)	-1.0%	2 106
Vote 13 - WATER		2 361	2 078	2 078	642	1 185	1 039	145	14.0%	2 078
Vote 14 - ELECTRICITY		9 471	11 352	11 352	2 616	5 333	5 676	(343)	-6.0%	11 352
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	<b>2</b>	<b>89 015</b>	<b>95 059</b>	<b>95 059</b>	<b>25 568</b>	<b>48 961</b>	<b>47 704</b>	<b>1 257</b>	<b>2.6%</b>	<b>95 059</b>
<b>Expenditure by Vote</b>										
Vote 1 - MAYORAL & COUNCIL	1	4 815	7 231	7 231	1 421	3 268	3 216	52	1.6%	7 231
Vote 2 - MUNICIPAL MANAGER		2 687	3 689	3 689	854	1 535	1 845	(309)	-16.8%	3 689
Vote 3 - CORPORATE SERVICES		5 116	7 193	7 193	1 424	2 643	4 370	(1 727)	-39.5%	7 193
Vote 4 - BUDGET & TREASURY		7 940	7 610	7 610	1 977	3 603	3 866	(263)	-6.8%	7 610
Vote 5 - PLANNING AND DEVELOPMENT		660	774	774	191	335	402	(66)	-16.5%	774
Vote 6 - COMMUNITY AND SOCIAL SERV		1 193	1 306	1 306	321	567	653	(86)	-13.1%	1 306
Vote 7 - SPORTS AND RECREATION		754	1 151	1 151	224	394	597	(203)	-33.9%	1 151
Vote 8 - HOUSING		186	188	188	46	88	94	(6)	-6.2%	188
Vote 9 - PUBLIC SAFETY		26 441	25 828	25 828	7 091	13 696	13 032	664	5.1%	25 828
Vote 10 - ROAD TRANSPORT		10 082	10 425	10 425	2 987	5 095	5 213	(117)	-2.2%	10 425
Vote 11 - WASTE MANAGEMENT		1 208	1 390	1 390	324	532	701	(168)	-24.0%	1 390
Vote 12 - WASTE WATER MANAGEMENT		1 677	1 505	1 505	553	878	753	125	16.6%	1 505
Vote 13 - WATER		1 775	2 172	2 172	483	1 097	1 086	11	1.0%	2 172
Vote 14 - ELECTRICITY		7 183	7 077	7 077	2 407	4 126	3 538	588	16.6%	7 077
Vote 15 -		-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	<b>2</b>	<b>71 717</b>	<b>77 536</b>	<b>77 536</b>	<b>20 302</b>	<b>37 858</b>	<b>39 364</b>	<b>(1 506)</b>	<b>-3.8%</b>	<b>77 536</b>
<b>Surplus/ (Deficit) for the year</b>	<b>2</b>	<b>17 298</b>	<b>17 523</b>	<b>17 523</b>	<b>5 266</b>	<b>11 102</b>	<b>8 339</b>	<b>2 763</b>	<b>33.1%</b>	<b>17 523</b>

**Table C4: Financial Performance (Revenue and Expenditure)**

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

Description	Ref	2015/16	Budget Year 2016/17							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>										
<b>Revenue By Source</b>										
Property rates		2 794	2 875	2 875	(15)	3 191	1 437	1 754	122%	2 875
Property rates - penalties & collection charges		246	126	126	76	134	63	71	113%	126
Service charges - electricity revenue		9 315	11 352	11 352	2 517	5 234	5 676	(442)	-8%	11 352
Service charges - water revenue		1 312	2 078	2 078	80	622	1 039	(417)	-40%	2 078
Service charges - sanitation revenue		1 485	2 106	2 106	298	824	1 053	(229)	-22%	2 106
Service charges - refuse revenue		1 730	1 971	1 971	431	831	986	(154)	-16%	1 971
Service charges - other		87	319	319	7	59	159	(101)	-63%	319
Rental of facilities and equipment		1 275	887	887	262	497	443	54	12%	887
Interest earned - external investments		856	652	652	389	542	326	216	66%	652
Interest earned - outstanding debtors		245	175	175	61	117	88	30	34%	175
Dividends received		-	-	-	-	-	-	-	-	-
Fines		28 433	27 530	27 530	6 882	13 765	13 765	(0)	0%	27 530
Licences and permits		1 115	252	252	251	503	126	377	299%	252
Agency services		84	105	105	22	49	53	(3)	-6%	105
Transfers recognised - operational		19 788	16 841	16 841	8 116	14 286	8 594	5 691	66%	16 841
Other revenue		769	709	709	85	205	354	(149)	-42%	709
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>69 532</b>	<b>67 977</b>	<b>67 977</b>	<b>19 460</b>	<b>40 860</b>	<b>34 163</b>	<b>6 697</b>	<b>20%</b>	<b>67 977</b>
<b>Expenditure By Type</b>										
Employee related costs		12 930	17 096	17 096	5 324	8 756	8 270	486	6%	17 096
Remuneration of councillors		2 220	2 453	2 453	434	1 013	1 227	(214)	-17%	2 453
Debt impairment		19 976	21 682	21 682	5 368	10 736	10 841	(105)	-1%	21 682
Depreciation & asset impairment		9 523	12 073	12 073	1 963	4 768	6 501	(1 733)	-27%	12 073
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		6 573	6 523	6 523	2 326	3 961	3 261	700	21%	6 523
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		3 210	2 976	2 976	1 045	1 624	1 488	137	9%	2 976
Transfers and grants		3 244	4 231	4 231	254	1 301	2 116	(815)	-39%	4 231
Other expenditure		14 265	10 502	10 502	3 588	5 700	5 661	39	1%	10 502
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>71 940</b>	<b>77 536</b>	<b>77 536</b>	<b>20 302</b>	<b>37 858</b>	<b>39 364</b>	<b>(1 506)</b>	<b>-4%</b>	<b>77 536</b>
<b>Surplus/(Deficit)</b>		<b>(2 408)</b>	<b>(9 559)</b>	<b>(9 559)</b>	<b>(842)</b>	<b>3 001</b>	<b>(5 202)</b>	<b>8 203</b>	<b>(0)</b>	<b>(9 559)</b>
Transfers recognised - capital		19 707	27 082	27 082	6 108	8 101	13 541	(5 440)	(0)	27 082
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>17 298</b>	<b>17 523</b>	<b>17 523</b>	<b>5 266</b>	<b>11 102</b>	<b>8 339</b>			<b>17 523</b>
Taxation		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>17 298</b>	<b>17 523</b>	<b>17 523</b>	<b>5 266</b>	<b>11 102</b>	<b>8 339</b>			<b>17 523</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>17 298</b>	<b>17 523</b>	<b>17 523</b>	<b>5 266</b>	<b>11 102</b>	<b>8 339</b>			<b>17 523</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>17 298</b>	<b>17 523</b>	<b>17 523</b>	<b>5 266</b>	<b>11 102</b>	<b>8 339</b>			<b>17 523</b>

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

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

Vote Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>Capital Expenditure - Standard Classification</b>										
<i>Governance and administration</i>		455	216	216	15	18	6	12	199%	216
Executive and council		12	-	-	-	-	-	-		-
Budget and treasury office		284	20	20	15	15	-	15	#DIV/0!	20
Corporate services		159	196	196	0	3	6	(3)	-50%	196
<i>Community and public safety</i>		11 660	17 503	17 503	4 706	5 038	5 065	(26)	-1%	17 503
Community and social services		35	1 646	1 646	7	7	20	(13)	-64%	1 646
Sport and recreation		2 950	581	581	-	-	10	(10)	-100%	581
Public safety		10	675	675	22	354	195	159	81%	675
Housing		8 601	14 520	14 520	4 677	4 677	4 840	(163)	-3%	14 520
Health		64	80	80	-	-	-	-		80
<i>Economic and environmental services</i>		8 936	2 575	2 575	90	1 785	314	1 471	468%	2 575
Planning and development		-	-	-	-	-	-	-		-
Road transport		8 936	2 575	2 575	90	1 785	314	1 471	468%	2 575
Environmental protection		-	-	-	-	-	-	-		-
<i>Trading services</i>		7 297	8 126	8 126	1 346	1 656	270	1 386	514%	8 126
Electricity		2 037	6 000	6 000	1 279	1 279	-	1 279	#DIV/0!	6 000
Water		2 725	258	258	67	177	198	(21)	-11%	258
Waste water management		2 535	1 868	1 868	-	199	72	128	178%	1 868
Waste management		-	-	-	-	-	-	-		-
<i>Other</i>		-	-	-	-	-	-	-		-
<b>Total Capital Expenditure - Standard Classification</b>	3	28 348	28 419	28 419	6 157	8 497	5 655	2 842	50%	28 419
<b>Funded by:</b>										
National Government		27 834	26 754	26 754	6 115	8 108	5 419	2 689	50%	26 754
Provincial Government		-	-	-	-	-	-	-		-
District Municipality		-	-	-	-	-	-	-		-
Other transfers and grants		-	-	-	-	-	-	-		-
Transfers recognised - capital		27 834	26 754	26 754	6 115	8 108	5 419	2 689	50%	26 754
Public contributions & donations	5	-	-	-	-	-	-	-		-
Borrowing	6	-	-	-	-	-	-	-		-
Internally generated funds		514	1 666	1 665	42	389	236	153	65%	1 665
<b>Total Capital Funding</b>		28 348	28 419	28 419	6 157	8 497	5 655	2 842	50%	28 419

**Table C6: Financial Position**

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

Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		8 317	14 758	14 758	30 166	14 758
Call investment deposits		-	-	-	-	-
Consumer debtors		4 336	6 127	6 127	(3 062)	6 127
Other debtors		360	(201)	(201)	2 972	(201)
Current portion of long-term receivables		-	-	-	-	-
Inventory		5 698	5 313	5 313	5 313	5 313
<b>Total current assets</b>		<b>18 711</b>	<b>25 997</b>	<b>25 997</b>	<b>35 389</b>	<b>25 997</b>
<b>Non current assets</b>						
Long-term receivables		9	9	9	7	9
Investments		-	-	-	-	-
Investment property		4 440	4 511	4 511	4 471	4 511
Investments in Associate		-	-	-	-	-
Property, plant and equipment		147 576	161 601	161 601	166 611	161 601
Agricultural		-	-	-	-	-
Biological assets		-	-	-	-	-
Intangible assets		343	547	547	452	547
Other non-current assets		43	11	11	11	11
<b>Total non current assets</b>		<b>152 413</b>	<b>166 679</b>	<b>166 679</b>	<b>171 552</b>	<b>166 679</b>
<b>TOTAL ASSETS</b>		<b>171 124</b>	<b>192 677</b>	<b>192 677</b>	<b>206 940</b>	<b>192 677</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		-	-	-	-	-
Borrowing		-	-	-	-	-
Consumer deposits		396	406	406	393	406
Trade and other payables		6 322	7 903	7 903	11 187	7 903
Provisions		286	5 768	5 768	5 754	5 768
<b>Total current liabilities</b>		<b>7 003</b>	<b>14 077</b>	<b>14 077</b>	<b>17 334</b>	<b>14 077</b>
<b>Non current liabilities</b>						
Borrowing		-	-	-	-	-
Provisions		6 872	4 051	4 051	3 961	4 051
<b>Total non current liabilities</b>		<b>6 872</b>	<b>4 051</b>	<b>4 051</b>	<b>3 961</b>	<b>4 051</b>
<b>TOTAL LIABILITIES</b>		<b>13 875</b>	<b>18 129</b>	<b>18 129</b>	<b>21 294</b>	<b>18 129</b>
<b>NET ASSETS</b>	2	<b>157 249</b>	<b>174 548</b>	<b>174 548</b>	<b>185 646</b>	<b>174 548</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		120 313	137 618	137 618	148 716	137 618
Reserves		36 937	36 930	36 930	36 930	36 930
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>157 249</b>	<b>174 548</b>	<b>174 548</b>	<b>185 646</b>	<b>174 548</b>

## Table C7: Cash Flow

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

Description	Ref	Budget Year 2016/17								
		2015/16 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Ratepayers and other		37 289	21 696	21 696	19 457	28 071	11 106	16 965	153%	21 696
Government - operating		20 188	16 751	16 751	7 791	16 220	12 405	3 815	31%	16 751
Government - capital		12 055	27 082	27 082	-	10 969	18 020	(7 051)	-39%	27 082
Interest		1 491	827	827	275	484	414	71	17%	827
Dividends		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Suppliers and employees		(42 536)	(43 562)	(43 562)	(9 385)	(31 868)	(23 125)	(8 742)	38%	(43 562)
Finance charges		-	-	-	-	-	-	-	-	-
Transfers and Grants		(3 153)	(537)	(537)	465	27	(370)	397	-107%	(537)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>25 335</b>	<b>22 257</b>	<b>22 257</b>	<b>18 602</b>	<b>23 904</b>	<b>18 450</b>	<b>22 146</b>	<b>120%</b>	<b>22 257</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Capital assets		(18 491)	(12 484)	(12 484)	(6 157)	(8 497)	(899)	(7 598)	845%	(12 484)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(18 491)</b>	<b>(12 484)</b>	<b>(12 484)</b>	<b>(6 157)</b>	<b>(8 497)</b>	<b>(899)</b>	<b>7 598</b>	<b>-845%</b>	<b>(12 484)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-
<b>Payments</b>										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>6 844</b>	<b>9 773</b>	<b>9 773</b>	<b>12 445</b>	<b>15 407</b>	<b>17 551</b>			<b>9 773</b>
Cash/cash equivalents at beginning:		14 758	14 758	14 758		14 758	14 758			14 758
Cash/cash equivalents at month/year end:		21 602	24 532	24 532		30 166	32 309			24 532

## 6. Supporting Documentation

### Material Variances

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

Ref	Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	<b>Revenue By Source</b>			
	Property rates	1 754	Property rates levied in July for FY not on a monthly basis	None
	Property rates - penalties & collection charges	71	Interest are now levied on all outstanding rates 30+	None
	Transfers recognised - operational	5 691	More grants were received during quarter	None
2	<b>Expenditure By Type</b>			
	Employee related costs	486	Bonusses are now accrued on a monthly basis, but were paid in cash at the end of November	
	Depreciation & asset impairment	(1 733)	Depreciation for new acquisitions during fin year will only be accounted for during end of fy	
	Remuneration of councillors	(214)	Increase in Councillors salaries normally during March	
	Other expenditure	39	Few items under this vote exceeds ytd budget for instance	None but will monitor
3	<b>Capital Expenditure</b>			
	Road transport	1 471	Construction work on the project accelerated and will be finished during November	none - MIG grant
	Housing	(163)	project is in process - payment was made during November	
4	<b>Financial Position</b>			
5	<b>Cash Flow</b>			
	Ratepayers and other	16 965	Inflow of debtors paying rates higher and rise in traffic fines	None
	Transfers and Grants	397	Indigent subsidies transferred to qualifying accounts	None
	Suppliers and employees	(8 742)	Some expenditure items are before the ytd budget but will stabilize during the fin year	
	Government - capital	(7 051)	Not all capitals grants budgeted for were received till this month - housing still to be claimed	
6	<b>Measureable performance</b>			
7	<b>Municipal Entities</b>			

## Performance Indicators

WC051 Laingsburg - Supporting Table SC2 Monthly Budget Statement - performance indicators - Q2 Second Quarter

Description of financial indicator	Basis of calculation	Ref	2015/16	Budget Year 2016/17			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b><u>Borrowing Management</u></b>							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	15.6%	15.6%	0.0%	3.2%
Borrowed funding of 'ow n' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Safety of Capital</u></b>							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		4.0%	4.5%	4.5%	6.0%	4.5%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Liquidity</u></b>							
Current Ratio	Current assets/current liabilities	1	267.2%	184.7%	184.7%	204.2%	184.7%
Liquidity Ratio	Monetary Assets/Current Liabilities		118.8%	104.8%	104.8%	174.0%	104.8%
<b><u>Revenue Management</u></b>							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		6.8%	8.7%	8.7%	-0.2%	8.7%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%
<b><u>Creditors Management</u></b>							
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))		90.0%	90.0%	90.0%	92.0%	90.0%
<b><u>Funding of Provisions</u></b>							
Percentage Of Provisions Not Funded	Unfunded Provisions/Total Provisions						
<b><u>Other Indicators</u></b>							
Electricity Distribution Losses	% Volume (units purchased and generated less units sold)/units purchased and generated	2	9.1%	9.0%	9.0%	10.2%	9.0%
Water Distribution Losses	% Volume (units purchased and own source less units sold)/Total units purchased and own source	2	29.8%	25.0%	25.0%	32.7%	25.0%
Employee costs	Employee costs/Total Revenue - capital revenue		18.6%	25.2%	25.2%	21.4%	25.2%
Repairs & Maintenance	R&M/Total Revenue - capital revenue		2.5%	3.5%	3.5%	2.8%	3.5%
Interest & Depreciation	I&D/Total Revenue - capital revenue		13.7%	17.8%	17.8%	0.0%	3.6%
<b><u>IDP regulation financial viability indicators</u></b>							
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)		16.0%	11.1%	11.1%	-76.3%	11.1%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services		31.1%	34.4%	34.4%	-7.7%	20.2%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure		3.8%	8.2%	8.2%	2.7%	8.2%



## Debtors Analysis

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

Description	NT Code	Budget Year 2016/17									Total	Bad Debts
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr			
<b>R thousands</b>												
<b>Debtors Age Analysis By Revenue Source</b>												
Trade and Other Receivables from Exchange Transactions - Water	1200	114	31	27	28	30	20	19	639	907	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	669	17	34	29	16	9	7	249	1 030	-	
Receivables from Non-exchange Transactions - Property Rates	1400	527	20	992	15	18	13	14	1 825	3 422	-	
Receivables from Exchange Transactions - Waste Water Management	1500	99	27	28	29	27	18	18	675	922	-	
Receivables from Exchange Transactions - Waste Management	1600	49	17	19	21	18	11	12	368	515	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	24	15	16	12	14	14	11	283	389	-	
Interest on Arrear Debtor Accounts	1810	16	683	-	-	-	-	-	220	918	-	
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	1820	-	-	-	-	-	-	-	-	-	-	
Other	1900	(20)	3	-	0	14	-	1	28	26	-	
<b>Total By Revenue Source</b>	<b>2000</b>	<b>1 478</b>	<b>812</b>	<b>1 115</b>	<b>134</b>	<b>137</b>	<b>85</b>	<b>82</b>	<b>4 286</b>	<b>8 129</b>	<b>-</b>	
<b>2015/16 - totals only</b>		<b>746 016</b>	<b>767 141</b>	<b>150 461</b>	<b>121 529</b>	<b>124 543</b>	<b>128 612</b>	<b>113 508</b>	<b>4 384 306</b>	<b>6 536</b>	<b>0</b>	
<b>Debtors Age Analysis By Customer Category</b>												
Organs of State	2200	96	19	350	34	13	7	6	1 191	1 716	-	
Commercial	2300	526	8	15	4	23	5	2	42	626	-	
Households	2400	748	783	745	95	99	72	71	3 009	5 621	-	
Other	2500	108	2	5	1	1	1	2	44	165	-	
<b>Total By Customer Category</b>	<b>2600</b>	<b>1 478</b>	<b>812</b>	<b>1 115</b>	<b>134</b>	<b>137</b>	<b>85</b>	<b>82</b>	<b>4 286</b>	<b>8 129</b>	<b>-</b>	

## Creditors Analysis

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

Description	NT Code	Budget Year 2016/17									Total
		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		
<b>R thousands</b>											
<b>Creditors Age Analysis By Customer Type</b>											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>2600</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## Transfers and Grants

WC051 Laingsburg - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q2 Second Quarter

Description	Ref	2015/16	Budget Year 2016/17							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>										
<b>RECEIPTS:</b>										
<b>Operating Transfers and Grants</b>										
National Government:		15 611	15 735	15 735	8 053	13 756	7 868			15 735
Local Government Equitable Share		9 294	12 015	12 015	6 926	12 468	6 008	6 460	107.5%	12 015
Finance Management		1 700	1 700	1 700	-	-	850	(850)	-100.0%	1 700
Municipal Systems Improvement		934	930	930	-	-	465	(465)	-100.0%	930
EPWP Incentive		1 147	1 000	1 000	316	477	500	(23)	-4.6%	1 000
Integrated National Electrification Programme		-	-	-	-	-	-	-	-	-
GRANT - WORKFORCE	3	-	90	90	-	-	45	(45)	-100.0%	90
GRANT - INEP ELEC		2 536	-	-	811	811	-	811	#DIV/0!	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]		-	-	-	-	-	-	-	-	-
<b>Provincial Government:</b>		<b>1 417</b>	<b>1 064</b>	<b>1 064</b>	<b>330</b>	<b>1 323</b>	<b>685</b>	<b>638</b>	<b>93.1%</b>	<b>1 064</b>
Sport and Recreation		907	962	962	321	321	634	(313)	-49.4%	962
CDW		-	72	72	9	72	36	36	100.0%	72
LGSETA		-	-	-	-	-	-	-	-	-
MAIN ROAD SUBSIDY	4	10	30	30	-	-	15	(15)	-100.0%	30
MSG		-	-	-	-	930	-	930	#DIV/0!	-
GRANT - SPATIAL DEV INV		-	-	-	-	-	-	-	-	-
GRANT - SUPPORT		500	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
NEW FINANCIAL SYSTEM		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Dept of Water Affairs		-	-	-	-	-	-	-	-	-
<b>Total Operating Transfers and Grants</b>	<b>5</b>	<b>17 028</b>	<b>16 799</b>	<b>16 799</b>	<b>8 382</b>	<b>15 079</b>	<b>8 553</b>	<b>638</b>	<b>7.5%</b>	<b>16 799</b>
<b>Capital Transfers and Grants</b>										
National Government:		8 523	27 082	27 082	5 297	7 290	13 541	(6 251)	-46.2%	27 082
Municipal Infrastructure Grant (MIG)		8 523	27 082	27 082	620	2 613	13 541	(10 928)	-80.7%	27 082
GRANT - FMG CAPITAL		-	-	-	-	-	-	-	-	-
GRANT - MIG UNSPEND ROLLOVER		-	-	-	-	-	-	-	-	-
GRANT - MSIG CAPITAL		-	-	-	-	-	-	-	-	-
SEWER MASTER PLAN		-	-	-	-	-	-	-	-	-
MASIBAMBANE		-	-	-	-	-	-	-	-	-
SPATIAL DEV INVESTIGATION		-	-	-	-	-	-	-	-	-
GRANT - DEPT OF WATER AFFAIRS		-	-	-	-	-	-	-	-	-
MIG HOUSING		-	-	-	4 677	4 677	-	4 677	#DIV/0!	-
Other capital transfers [insert description]		-	-	-	-	-	-	-	-	-
<b>Provincial Government:</b>		<b>575</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing		575	-	-	-	-	-	-	-	-
GRANT - EPWP CAPITAL WORKS		-	-	-	-	-	-	-	-	-
Road and Transport		-	-	-	-	-	-	-	-	-
Library		-	-	-	-	-	-	-	-	-
Taxi Rank		-	-	-	-	-	-	-	-	-
USIP		-	-	-	-	-	-	-	-	-
<b>District Municipality:</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
[insert description]		-	-	-	-	-	-	-	-	-
<b>Other grant providers:</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
[insert description]		-	-	-	-	-	-	-	-	-
<b>Total Capital Transfers and Grants</b>	<b>5</b>	<b>9 098</b>	<b>27 082</b>	<b>27 082</b>	<b>5 297</b>	<b>7 290</b>	<b>13 541</b>	<b>(6 251)</b>	<b>-46.2%</b>	<b>27 082</b>
<b>TOTAL RECEIPTS OF TRANSFERS &amp; GRANTS</b>	<b>5</b>	<b>26 126</b>	<b>43 881</b>	<b>43 881</b>	<b>13 680</b>	<b>22 369</b>	<b>22 094</b>	<b>(5 613)</b>	<b>-25.4%</b>	<b>43 881</b>

## Councillor and Staff Benefits

WC051 Laingsburg - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q2 Second Quarter

Summary of Employee and Councillor remuneration	Ref	Budget Year 2016/17								
		2015/16 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C						D
<b>Councillors (Political Office Bearers plus Other)</b>										
Basic Salaries and Wages		1 900	2 453	2 453	434	868	1 227	(359)	-29%	2 453
Pension and UIF Contributions		-	-	-	1	1	-	1	#DIV/0!	-
Medical Aid Contributions		-	-	-	17	18	-	18	#DIV/0!	-
Motor Vehicle Allowance		267	-	-	145	289	-	289	#DIV/0!	-
Cellphone Allowance		-	180	180	-	-	90	(90)	-100%	180
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
<b>Sub Total - Councillors</b>		<b>2 166</b>	<b>2 633</b>	<b>2 633</b>	<b>596</b>	<b>1 176</b>	<b>1 316</b>	<b>(141)</b>	<b>-11%</b>	<b>2 633</b>
% increase	4		21.5%	21.5%						21.5%
<b>Senior Managers of the Municipality</b>										
Basic Salaries and Wages		2 047	2 261	2 261	712	1 258	1 130	128	11%	2 261
Pension and UIF Contributions		123	170	170	39	78	85	(7)	-8%	170
Medical Aid Contributions		90	104	104	26	53	52	1	1%	104
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		232	263	263	71	131	131	(0)	0%	263
Cellphone Allowance		-	-	-	-	-	-	-	-	-
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		162	21	21	46	93	11	82	766%	21
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	46	97	97	14	28	48	(21)	-43%	97
<b>Sub Total - Senior Managers of Municipality</b>		<b>2 699</b>	<b>2 916</b>	<b>2 916</b>	<b>908</b>	<b>1 641</b>	<b>1 458</b>	<b>183</b>	<b>13%</b>	<b>2 916</b>
% increase	4		8.1%	8.1%						8.1%
<b>Other Municipal Staff</b>										
Basic Salaries and Wages		6 939	9 529	9 529	3 017	5 285	4 764	521	11%	9 529
Pension and UIF Contributions		883	1 366	1 366	364	655	683	(28)	-4%	1 366
Medical Aid Contributions		227	617	617	95	190	309	(119)	-39%	617
Overtime		372	506	506	102	223	253	(30)	-12%	506
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		299	405	405	101	202	203	(0)	0%	405
Cellphone Allowance		12	-	-	2	4	-	4	#DIV/0!	-
Housing Allowances		21	26	26	16	23	13	10	73%	26
Other benefits and allowances		255	108	108	86	142	54	87	161%	108
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	2	-	-	-	-	-	-	-	-	-
<b>Sub Total - Other Municipal Staff</b>		<b>9 008</b>	<b>12 558</b>	<b>12 558</b>	<b>3 783</b>	<b>6 724</b>	<b>6 279</b>	<b>445</b>	<b>7%</b>	<b>12 558</b>
% increase	4		39.4%	39.4%						39.4%
<b>Total Parent Municipality</b>		<b>13 874</b>	<b>18 107</b>	<b>18 107</b>	<b>5 287</b>	<b>9 541</b>	<b>9 054</b>	<b>487</b>	<b>5%</b>	<b>18 107</b>

## Monthly Cash Flow

WC051 Laingsburg - Supporting Table SC9 Monthly Budget Statement - actuals and revised targets for cash receipts - Q2 Second Quarter

Description	Ref	Budget Year 2016/17											
		July	August	Sept	October	Nov	Dec	January	Feb	March	April	May	June
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Budget	Budget	Budget	Budget	Budget	Budget
<b>R thousands</b>													
<b>Cash Receipts By Source</b>													
Property rates		97	416	741	211	178	94	115	172	172	115	201	75
Property rates - penalties & collection charges		19	19	20	20	28	27	10	10	10	10	10	(60)
Service charges - electricity revenue		618	1 012	743	885	705	745	863	864	864	863	865	1 416
Service charges - water revenue		93	153	145	151	133	181	160	158	162	155	153	273
Service charges - sanitation revenue		93	100	95	119	104	100	168	171	171	168	172	622
Service charges - refuse		94	105	90	120	95	96	151	151	151	151	151	473
Service charges - other		20	16	12	10	8	17	6	6	6	6	6	(44)
Rental of facilities and equipment		59	47	41	39	138	49	74	74	74	74	74	144
Interest earned - external investments		34	-	119	71	60	83	54	54	54	54	54	14
Interest earned - outstanding debtors		18	20	18	20	18	23	15	15	15	15	15	(15)
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-
Fines		770	601	233	-	1	0	58	58	58	58	58	(1 203)
Licences and permits		101	67	84	74	76	110	21	21	21	21	21	(367)
Agency services		-	-	-	-	-	9	9	9	9	9	9	61
Transfer receipts - operating		5 942	63	2 424	4 776	3 007	8	105	4 160	51	3	3	(3 793)
Other revenue		10 091	3 670	(11 869)	3 257	6 530	5 142	22	22	22	22	22	(16 221)
<b>Cash Receipts by Source</b>		<b>18 049</b>	<b>6 290</b>	<b>(7 104)</b>	<b>9 754</b>	<b>11 083</b>	<b>6 674</b>	<b>1 831</b>	<b>5 944</b>	<b>1 840</b>	<b>1 724</b>	<b>1 814</b>	<b>(18 625)</b>
<b>Other Cash Flows by Source</b>													
Transfer receipts - capital		-	-	10 969	-	-	-	-	9 062	-	-	-	7 051
Contributions & Contributed assets		-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	-
Increase in consumer deposits		3	7	7	1	9	3	-	-	-	-	-	(30)
Receipt of non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-
Receipt of non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-
Change in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Receipts by Source</b>		<b>18 052</b>	<b>6 298</b>	<b>3 872</b>	<b>9 754</b>	<b>11 092</b>	<b>6 677</b>	<b>1 831</b>	<b>5 944</b>	<b>10 903</b>	<b>1 724</b>	<b>1 814</b>	<b>(11 604)</b>
<b>Cash Payments by Type</b>													
Employee related costs		1 080	1 088	1 361	2 359	2 472	1 207	1 307	1 307	1 307	1 307	1 307	910
Remuneration of councillors		193	193	193	48	193	193	204	204	204	204	204	419
Interest paid		-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases - Electricity		1 573	62	-	675	1 075	576	498	504	481	449	436	195
Bulk purchases - Water & Sewer		-	-	-	-	-	-	-	-	-	-	-	-
Other materials		1	5	7	75	11	7	-	-	-	-	-	(106)
Contracted services		61	460	51	488	262	268	329	241	243	240	240	92
Grants and subsidies paid - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-
Grants and subsidies paid - other		98	164	176	(452)	46	(58)	25	25	25	25	25	437
General expenses		2 359	5 586	8 211	1 234	2 753	(4 511)	1 048	1 048	1 048	1 048	1 048	(6 269)
<b>Cash Payments by Type</b>		<b>5 364</b>	<b>7 558</b>	<b>9 998</b>	<b>4 426</b>	<b>6 813</b>	<b>(2 318)</b>	<b>3 411</b>	<b>3 330</b>	<b>3 308</b>	<b>3 273</b>	<b>3 260</b>	<b>(4 324)</b>
<b>Other Cash Flows/Payments by Type</b>													
Capital assets		0	342	1 997	315	5 526	316	1 396	3 228	1 907	1 393	2 015	(5 952)
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-	-
Other Cash Flows/Payments		-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Cash Payments by Type</b>		<b>5 365</b>	<b>7 900</b>	<b>11 996</b>	<b>4 741</b>	<b>12 339</b>	<b>(2 002)</b>	<b>4 807</b>	<b>6 558</b>	<b>5 215</b>	<b>4 666</b>	<b>5 275</b>	<b>(10 276)</b>
<b>NET INCREASE/(DECREASE) IN CASH HELD</b>													
		<b>12 687</b>	<b>(1 602)</b>	<b>(8 123)</b>	<b>5 013</b>	<b>(1 247)</b>	<b>8 679</b>	<b>(2 976)</b>	<b>(614)</b>	<b>5 688</b>	<b>(2 943)</b>	<b>(3 462)</b>	<b>(1 328)</b>
Cash/cash equivalents at the month/year beginning:		14 758	27 446	25 844	17 721	22 734	21 486	30 166	27 189	26 576	32 264	29 321	25 859
Cash/cash equivalents at the month/year end:		27 446	25 844	17 721	22 734	21 486	30 166	27 189	26 576	32 264	29 321	25 859	24 532

## 7. Recommendation

- (a) That Council notes the contents of this report and supporting documentations for the 2nd quarter of the 2015/2016 financial year.
- (b) That the Managers ensure that the budget is implemented in accordance with the Service Delivery and Budget Implementation Plan projections and spending of funds, and that revenue collection proceeds in accordance with the budget.