

LAINGSBURG MUNICIPALITY



**MONTHLY BUDGET STATEMENTS FOR THE MONTH ENDING
MAY 2016**

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1. Mayors Report

The monthly budget statement for May 2016 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The May 2016 Monthly budget statement is the eleventh report for the 2015/16 financial year. The audited outcomes for 2014/2015 reflected in this report are the audited final outcomes for June 2015.

2. Executive Summary

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

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

The Table below illustrates an overview of the Budget implementation of Laingsburg Municipality for the month ended May 2016.

R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Revenue (Excl. Capital transfers and contributions)	95,059	98,020	92,071	93.93
Total Expenditure	77,536	85,894	69,838	81.31
Depreciation	12,073	12,867	8,813	68.49
Surplus (Deficit) (Exl Capital transfers)	17,523	12,126	22,233	183.34

Capital Expenditure				
Sources of Finance				
Transfers from Grants	26,754	33,440,818	27,872,763	83.35
Government	26,754	33,440,818	27,872,763	83.35
Transfers from Internal funds	1,666	2,595,696	725,789	27.96
Capital Expenditure	28,420	36,036,514	28,598,552	79.36

Operating Revenue

The Municipality have generated 93.93% or R92,071 million of the Budgeted Revenue to date which is in line with the budgeted amounts. During the month no operating grants were received. The largest part of the grants received this year forms part of the Equitable share allocation for the financial year.

Operating Expenditure

For the month ending May 2016, the Municipality managed to spend within the budgeted norms. An amount of R69,838 million or 81.31% have been spent to date.

Capital Expenditure

The Municipality has incurred R28,598 million or 79.36% of the Capital Budget 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 R1,532 million. The closing balance for the month ended May is R16,290 million. The increase in cash flow is due to the receipt of the operational grants as well as the MIG payments. 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 R7,058 million for the month ending May 2016. **The outstanding debt for more than 90 days amounts to 73,2%.** The payment rate for 2014/2015 financial year was 96.9%. 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 February 2013.

Creditors

Total outstanding creditors amount to R0 for the month ending May 2016 . 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 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.

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) Table C3 Monthly Budget Statement- Financial Performance (revenue and expenditure by municipal vote)
- (d) Table C4 Monthly Budget Statement-Financial Performance (revenue and expenditure)
- (e) Table C5 Monthly Budget Statement- Capital Expenditure (municipal vote, standard classification and funding)

(f) Table C6 Monthly Budget Statement- Financial Position

(g) Table C7 Monthly Budget Statement Cash Flow

Table C1: Summary**WC051 Laingsburg - Table C1 Monthly Budget Statement Summary - M11 May**

Description	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
R thousands									
Financial Performance									
Property rates	3,040	3,000	3,756	(101)	3,346	3,443	(97)	-3%	3,756
Service charges	13,929	17,826	15,614	1,188	14,280	14,122	158	1%	15,614
Investment revenue	1,101	827	1,050	125	1,302	963	340	35%	1,050
Transfers recognised - operational	19,788	16,841	20,353	(0)	17,835	15,449	2,386	15%	20,353
Other own revenue	31,675	29,483	25,120	2,118	23,611	23,027	584	3%	25,120
Total Revenue (excluding capital transfers and contributions)	69,532	67,977	65,893	3,331	60,376	57,003	3,372	6%	65,893
Employee costs	12,930	17,096	17,568	1,471	15,124	15,376	(252)	-2%	17,568
Remuneration of Councillors	2,220	2,453	2,453	204	2,021	2,249	(228)	-10%	2,453
Depreciation & asset impairment	9,523	12,073	12,867	639	8,813	11,873	(3,060)	-26%	12,867
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	6,573	6,523	8,000	-	6,296	7,333	(1,037)	-14%	8,000
Transfers and grants	3,244	4,231	4,276	92	2,625	3,920	(1,295)	-	4,276
Other expenditure	37,452	35,159	40,729	3,590	34,958	35,629	(670)	-2%	40,729
Total Expenditure	71,940	77,536	85,894	5,996	69,838	76,380	(6,541)	-9%	85,894
Surplus/(Deficit)	(2,408)	(9,559)	(20,000)	(2,665)	(9,463)	(19,376)	9,913	-51%	(20,000)
Transfers recognised - capital	19,707	27,082	32,762	5,406	31,696	25,742	5,954	23%	32,762
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	17,298	17,523	12,762	2,741	22,233	6,366	15,867	249%	12,762
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	17,298	17,523	12,762	2,741	22,233	6,366	15,867	249%	12,762
Capital expenditure & funds sources									
Capital expenditure	28,348	28,419	36,196	5,420	28,457	5,655	22,803	403%	36,196
Capital transfers recognised	27,834	26,754	33,440	5,406	27,738	5,419	22,319	412%	33,440
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	514	1,666	2,755	14	726	236	490	208%	2,755
Total sources of capital funds	28,348	28,419	36,196	5,420	28,464	5,655	22,810	403%	36,196
Financial position									
Total current assets	18,711	25,997	25,997		15,189				25,997
Total non current assets	152,413	166,679	166,679		188,538				166,679
Total current liabilities	7,003	14,077	14,077		4,472				14,077
Total non current liabilities	6,872	4,051	4,051		3,961				4,051
Community wealth/Equity	157,249	174,548	174,548		195,294				174,548
Cash flows									
Net cash from (used) operating	25,284	22,257	22,257	(677)	29,914	24,083	5,830	24%	22,257
Net cash from (used) investing	(18,491)	(12,484)	(12,484)	(5,420)	(28,464)	(10,839)	(17,626)	163%	(12,484)
Net cash from (used) financing	50	-	-	10	83	-	83	#DIV/0!	-
Cash/cash equivalents at the month/year end	21,602	24,532	24,532	-	16,290	28,003	(11,713)	-42%	24,532
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 Revenue Source	997	796	97	104	104	102	99	4,758	7,058
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 (standard classification) - M11 May

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
R thousands	1									
Revenue - Standard										
<i>Governance and administration</i>		40,037	47,523	55,869	5,338	52,343	45,302	7,041	16%	55,869
Executive and council		20,481	39,219	40,211	(45)	27,056	36,860	(9,804)	-27%	40,211
Budget and treasury office		8,102	5,134	7,655	(88)	3,477	5,394	(1,917)	-36%	7,655
Corporate services		11,454	3,171	8,003	5,471	21,810	3,048	18,762	615%	8,003
<i>Community and public safety</i>		31,008	28,900	24,611	2,014	23,084	22,585	498	2%	24,611
Community and social services		920	974	974	0	650	918	(268)	-29%	974
Sport and recreation	3	2	2	2	0	4	2	2	79%	2
Public safety		29,723	27,913	23,623	2,012	22,420	21,655	766	4%	23,623
Housing		363	11	11	1	10	10	(0)	-1%	11
Health		-	0	0	0	(1)	0	(1)	-243%	0
<i>Economic and environmental services</i>		2,737	1,129	1,123	2	707	1,029	(322)	-31%	1,123
Planning and development		-	90	90	-	-	83	(83)	-100%	90
Road transport		2,737	1,039	1,033	2	707	947	(240)	-25%	1,033
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		15,456	17,507	16,417	1,383	15,937	13,829	2,108	15%	16,417
Electricity		9,471	11,352	10,620	950	10,258	8,559	1,699	20%	10,620
Water		2,361	2,078	2,051	128	2,208	1,835	374	20%	2,051
Waste water management		1,895	2,106	2,085	149	1,897	1,911	(14)	-1%	2,085
Waste management		1,730	1,971	1,662	157	1,574	1,524	50	3%	1,662
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	89,238	95,059	98,020	8,737	92,071	82,745	9,326	11%	98,020
Expenditure - Standard										
<i>Governance and administration</i>		20,558	25,722	29,859	2,079	22,038	24,988	(2,950)	-12%	29,859
Executive and council		7,502	10,920	11,054	667	8,112	9,385	(1,273)	-14%	11,054
Budget and treasury office		7,939	7,610	10,578	461	8,238	8,084	154	2%	10,578
Corporate services		5,116	7,193	8,227	951	5,688	7,518	(1,831)	-24%	8,227
<i>Community and public safety</i>		28,568	28,460	30,412	2,406	26,684	27,901	(1,217)	-4%	30,412
Community and social services		1,851	1,904	2,184	145	1,591	2,002	(411)	-21%	2,184
Sport and recreation		65	451	451	2	42	417	(375)	-90%	451
Public safety		26,441	25,828	27,510	2,246	24,861	25,237	(376)	-1%	27,510
Housing		186	188	188	13	174	172	2	1%	188
Health		26	90	79	-	16	73	(56)	-78%	79
<i>Economic and environmental services</i>		10,742	11,199	11,293	990	9,642	10,354	(713)	-7%	11,293
Planning and development		660	774	797	79	635	733	(98)	-13%	797
Road transport		10,082	10,425	10,497	911	9,007	9,622	(615)	-6%	10,497
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		12,067	12,143	14,318	520	11,469	13,126	(1,657)	-13%	14,318
Electricity		7,183	7,077	8,554	46	6,652	7,841	(1,189)	-15%	8,554
Water		1,775	2,172	2,276	148	1,739	2,086	(347)	-17%	2,276
Waste water management		1,677	1,505	2,092	127	1,964	1,918	47	2%	2,092
Waste management		1,432	1,390	1,397	199	1,114	1,282	(167)	-13%	1,397
<i>Other</i>	5	12	12	12	1	6	11	(5)	-48%	12
Total Expenditure - Standard	3	71,940	77,536	85,894	5,996	69,838	76,380	(6,541)	-9%	85,894
Surplus/ (Deficit) for the year		17,298	17,523	12,126	2,741	22,233	6,366	15,867	249%	12,126

Table C3: Financial Performance (Revenue and Expenditure by Municipal Vote)**WC051 Laingsburg - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M11 May**

Vote Description		Ref	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
R thousands											
Revenue by Vote		1									
Vote 1 - MAYORAL & COUNCIL			20,481	39,219	40,211	(45)	27,056	36,860	(9,804)	-26.6%	40,211
Vote 2 - MUNICIPAL MANAGER			-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES			11,454	3,171	8,003	5,471	21,810	3,048	18,762	615.5%	8,003
Vote 4 - BUDGET & TREASURY			8,102	5,134	7,655	(88)	3,477	5,394	(1,917)	-35.5%	7,655
Vote 5 - PLANNING AND DEVEOLPMENT			-	90	90	-	-	83	(83)	-100.0%	90
Vote 6 - COMMUNITY AND SOCIAL SERV			920	974	974	0	650	918	(269)	-29.3%	974
Vote 7 - SPORTS AND RECREATION			3	2	2	0	4	2	2	78.7%	2
Vote 8 - HOUSING			363	11	11	1	10	10	(0)	-0.9%	11
Vote 9 - PUBLIC SAFETY			29,723	27,913	23,623	2,012	22,420	21,655	766	3.5%	23,623
Vote 10 - ROAD TRANSPORT			2,737	1,039	1,033	2	707	947	(240)	-25.3%	1,033
Vote 11 - WASTE MANAGEMENT			1,506	1,971	1,662	157	1,574	1,524	50	3.3%	1,662
Vote 12 - WASTE WATER MANAGEMENT			1,895	2,106	2,085	149	1,897	1,911	(14)	-0.7%	2,085
Vote 13 - WATER			2,361	2,078	2,051	128	2,208	1,835	374	20.4%	2,051
Vote 14 - ELECTRICITY			9,471	11,352	10,620	950	10,258	8,559	1,699	19.9%	10,620
Vote 15 -			-	-	-	-	-	-	-	-	-
Total Revenue by Vote		2	89,015	95,059	98,020	8,737	92,071	82,745	9,326	11.3%	98,020
Expenditure by Vote		1									
Vote 1 - MAYORAL & COUNCIL			4,815	7,231	7,365	400	5,343	6,004	(661)	-11.0%	7,365
Vote 2 - MUNICIPAL MANAGER			2,687	3,689	3,689	267	2,769	3,382	(612)	-18.1%	3,689
Vote 3 - CORPORATE SERVICES			5,116	7,193	8,227	951	5,688	7,518	(1,831)	-24.3%	8,227
Vote 4 - BUDGET & TREASURY			7,940	7,610	10,578	461	8,238	8,084	154	1.9%	10,578
Vote 5 - PLANNING AND DEVEOLPMENT			660	774	797	79	635	733	(98)	-13.4%	797
Vote 6 - COMMUNITY AND SOCIAL SERV			1,193	1,306	1,295	86	994	1,187	(193)	-16.3%	1,295
Vote 7 - SPORTS AND RECREATION			754	1,151	1,431	61	660	1,316	(655)	-49.8%	1,431
Vote 8 - HOUSING			186	188	188	13	174	172	2	1.3%	188
Vote 9 - PUBLIC SAFETY			26,441	25,828	27,510	2,246	24,861	25,237	(376)	-1.5%	27,510
Vote 10 - ROAD TRANSPORT			10,082	10,425	10,497	911	9,007	9,622	(615)	-6.4%	10,497
Vote 11 - WASTE MANAGEMENT			1,208	1,390	1,397	199	1,114	1,282	(167)	-13.1%	1,397
Vote 12 - WASTE WATER MANAGEMENT			1,677	1,505	2,092	127	1,964	1,918	47	2.4%	2,092
Vote 13 - WATER			1,775	2,172	2,276	148	1,739	2,086	(347)	-16.6%	2,276
Vote 14 - ELECTRICITY			7,183	7,077	8,554	46	6,652	7,841	(1,189)	-15.2%	8,554
Vote 15 -			-	-	-	-	-	-	-	-	-
Total Expenditure by Vote		2	71,717	77,536	85,894	5,996	69,838	76,380	(6,541)	-8.6%	85,894
Surplus/ (Deficit) for the year		2	17,298	17,523	12,126	2,741	22,233	6,366	15,867	249.3%	12,126

Table C4: Financial Performance (Revenue and Expenditure)

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

Woods Langsburg - Table G4 Monthly Budget Statement - Financial Performance (Revenue and expenditure) - M1 May										
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
R thousands										
Revenue By Source										
Property rates		2,794	2,875	3,630	(123)	3,088	3,328	(240)	-7%	3,630
Property rates - penalties & collection charges		246	126	126	23	258	115	143	124%	126
Service charges - electricity revenue		9,315	11,352	10,620	932	10,070	8,559	1,511	18%	10,620
Service charges - water revenue		1,312	2,078	927	0	1,101	1,835	(733)	-40%	927
Service charges - sanitation revenue		1,895	2,106	2,085	149	1,897	1,911	(14)	-1%	2,085
Service charges - refuse revenue		1,320	1,971	1,662	105	1,140	1,524	(384)	-25%	1,662
Service charges - other		87	319	320	3	73	293	(221)	-75%	320
Rental of facilities and equipment		1,275	887	885	80	882	811	71	9%	885
Interest earned - external investments		856	652	850	114	1,085	779	306	39%	850
Interest earned - outstanding debtors		245	175	200	11	217	183	33	18%	200
Dividends received		-	-	-	-	-	-	-	-	-
Fines		28,433	27,530	23,240	1,936	21,304	21,304	0	0%	23,240
Licences and permits		1,115	252	256	76	1,021	235	787	335%	256
Agency services		84	105	100	12	125	92	34	37%	100
Transfers recognised - operational		19,788	16,841	20,353	(0)	17,835	15,449	2,386	15%	20,353
Other revenue		769	709	639	14	278	585	(307)	-52%	639
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		69,532	67,977	65,893	3,331	60,376	57,003	3,372	6%	65,893
Expenditure By Type										
Employee related costs		12,930	17,096	17,568	1,471	15,124	15,376	(252)	-2%	17,568
Remuneration of councillors		2,220	2,453	2,453	204	2,021	2,249	(228)	-10%	2,453
Debt impairment		19,976	21,682	21,682	1,789	19,682	19,875	(193)	-1%	21,682
Depreciation & asset impairment		9,523	12,073	12,867	639	8,813	11,873	(3,060)	-26%	12,867
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		6,573	6,523	8,000	-	6,296	7,333	(1,037)	-14%	8,000
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		3,210	2,976	4,321	314	2,749	3,961	(1,212)	-31%	4,321
Transfers and grants		3,244	4,231	4,276	92	2,625	3,920	(1,295)	-33%	4,276
Other expenditure		14,265	10,502	14,726	1,486	12,527	11,793	734	6%	14,726
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		71,940	77,536	85,894	5,996	69,838	76,380	(6,541)	-9%	85,894
Surplus/(Deficit)		(2,408)	(9,559)	(20,000)	(2,665)	(9,463)	(19,376)	9,913	(0)	(20,000)
Transfers recognised - capital		19,707	27,082	32,762	5,406	31,696	25,742	5,954	0	32,762
Contributions recognised - capital								-		
Contributed assets								-		
Surplus/(Deficit) after capital transfers & contributions		17,298	17,523	12,762	2,741	22,233	6,366			12,762
Taxation								-		
Surplus/(Deficit) after taxation		17,298	17,523	12,762	2,741	22,233	6,366			12,762
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		17,298	17,523	12,762	2,741	22,233	6,366			12,762
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		17,298	17,523	12,762	2,741	22,233	6,366			12,762

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) - M11 May

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
R thousands	1									
Capital Expenditure - Standard Classification										
Governance and administration		455	216	291	5	23	6	17	277%	291
Executive and council		12	—	—	—	—	—	—		—
Budget and treasury office		284	20	25	—	15	—	15	#DIV/0!	25
Corporate services		159	196	266	5	8	6	2	28%	266
Community and public safety		11,660	17,503	21,614	5,274	19,578	5,065	14,513	287%	21,614
Community and social services		35	1,646	724	20	198	20	178	890%	724
Sport and recreation		2,950	581	581	—	222	10	213	2240%	581
Public safety		10	675	1,029	—	365	195	170	87%	1,029
Housing		8,601	14,520	19,200	5,255	18,792	4,840	13,952	288%	19,200
Health		64	80	80	—	—	—	—		80
Economic and environmental services		8,936	2,575	4,941	9	2,653	314	2,339	744%	4,941
Planning and development		—	—	—	—	—	—	—		—
Road transport		8,936	2,575	4,941	9	2,653	314	2,339	744%	4,941
Environmental protection		—	—	—	—	—	—	—		—
Trading services		7,297	8,126	9,350	131	6,203	270	5,934	2201%	9,350
Electricity		2,037	6,000	8,000	—	5,308	—	5,308	#DIV/0!	8,000
Water		2,725	258	905	131	650	198	452	228%	905
Waste water management		2,535	1,868	445	—	245	72	173	242%	445
Waste management		—	—	—	—	—	—	—		—
Other		—	—	—	—	—	—	—		—
Total Capital Expenditure - Standard Classification	3	28,348	28,419	36,196	5,420	28,457	5,655	22,803	403%	36,196
Funded by:										
National Government		27,834	26,754	33,440	5,406	27,738	5,419	22,319	412%	33,440
Provincial Government		—	—	—	—	—	—	—		—
District Municipality		—	—	—	—	—	—	—		—
Other transfers and grants		—	—	—	—	—	—	—		—
Transfers recognised - capital		27,834	26,754	33,440	5,406	27,738	5,419	22,319	412%	33,440
Public contributions & donations	5	—	—	—	—	—	—	—		—
Borrowing	6	—	—	—	—	—	—	—		—
Internally generated funds		514	1,666	2,755	14	726	236	490	208%	2,755
Total Capital Funding		28,348	28,419	36,196	5,420	28,464	5,655	22,810	403%	36,196

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

Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		8,317	14,758	14,758	15,785	14,758
Call investment deposits		–	–	–	–	–
Consumer debtors		4,336	6,127	6,127	(13,563)	6,127
Other debtors		360	(201)	(201)	7,653	(201)
Current portion of long-term receivables		–	–	–	–	–
Inventory		5,698	5,313	5,313	5,313	5,313
Total current assets		18,711	25,997	25,997	15,189	25,997
Non current assets						
Long-term receivables		9	9	9	3	9
Investments		–	–	–	–	–
Investment property		4,440	4,511	4,511	4,402	4,511
Investments in Associate		–	–	–	–	–
Property, plant and equipment		147,576	161,601	161,601	183,835	161,601
Agricultural		–	–	–	–	–
Biological assets		–	–	–	–	–
Intangible assets		343	547	547	286	547
Other non-current assets		43	11	11	11	11
Total non current assets		152,413	166,679	166,679	188,538	166,679
TOTAL ASSETS		171,124	192,677	192,677	203,726	192,677
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		396	406	406	427	406
Trade and other payables		6,322	7,903	7,903	(1,708)	7,903
Provisions		286	5,768	5,768	5,754	5,768
Total current liabilities		7,003	14,077	14,077	4,472	14,077
Non current liabilities						
Borrowing		–	–	–	–	–
Provisions		6,872	4,051	4,051	3,961	4,051
Total non current liabilities		6,872	4,051	4,051	3,961	4,051
TOTAL LIABILITIES		13,875	18,129	18,129	8,433	18,129
NET ASSETS	2	157,249	174,548	174,548	195,294	174,548
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		120,313	137,618	137,618	158,363	137,618
Reserves		36,937	36,930	36,930	36,930	36,930
TOTAL COMMUNITY WEALTH/EQUITY	2	157,249	174,548	174,548	195,294	174,548

Table C7: Cash Flow

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

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 %	
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Ratepayers and other		37,239	21,696	21,696	(3,036)	39,969	19,591	20,378	104%	21,696
Government - operating		20,188	16,751	16,751	—	19,559	16,729	2,829	17%	16,751
Government - capital		12,055	27,082	27,082	5,406	22,567	27,082	(4,515)	-17%	27,082
Interest		1,491	827	827	96	981	758	223	29%	827
Dividends		—	—	—	—	—	—	—	—	—
Payments										
Suppliers and employees		(42,536)	(43,562)	(43,562)	(3,226)	(52,727)	(39,580)	(13,147)	33%	(43,562)
Finance charges		—	—	—	—	—	—	—	—	—
Transfers and Grants		(3,153)	(537)	(537)	83	(435)	(497)	62	-12%	(537)
NET CASH FROM/(USED) OPERATING ACTIVITIES		25,284	22,257	22,257	(677)	29,914	24,083	32,000	133%	22,257
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		(18,491)	(12,484)	(12,484)	(5,420)	(28,464)	(10,839)	(17,626)	163%	(12,484)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(18,491)	(12,484)	(12,484)	(5,420)	(28,464)	(10,839)	17,626	-163%	(12,484)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		—	—	—	—	—	—	—	—	—
Borrowing long term/refinancing		—	—	—	—	—	—	—	—	—
Increase (decrease) in consumer deposits		50	—	—	10	83	—	83	#DIV/0!	—
Payments										
Repayment of borrowing		—	—	—	—	—	—	—	—	—
NET CASH FROM/(USED) FINANCING ACTIVITIES		50	—	—	10	83	—	(83)	#DIV/0!	—
NET INCREASE/ (DECREASE) IN CASH HELD		6,844	9,773	9,773	(6,087)	1,532	13,245			9,773
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		16,290	28,003			24,532

Table SC1: Material variance explanations**WC051 Laingsburg - Supporting Table SC1 Material variance explanations - M11 May**

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Property rates	(240)	Property rates levied in July for FY not on a monthly basis	None
	Property rates - penalties & collection charges	143	Interest are now levied on all outstanding rates 30+	None
	Transfers recognised - operational	2,386	More grants were received during quarter	None
2	Expenditure By Type			
	Employee related costs	(252)	Bonusses are now accrued on a monthly basis, but were paid in cash at the end of November	
	Depreciation & asset impairment	(3,060)	Depreciation for new acquisitions during fin year will only be accounted for during end of fy	
	Remuneration of councillors	(228)	Telephone expenses for councillors are included in other expenses	
	Bulk purchases	(1,037)	The account for March was only paid on 1 April	None but will monitor
3	Capital Expenditure			
	Road transport	2,339	Construction work on the project accelerated and will be finished	none - MIG grant
	Housing	13,952	project is in process - payment was made during November	
4	Financial Position			
5	Cash Flow			
	Ratepayers and other	20,378	Inflow of debtors paying rates higher and rise in traffic fines	None
	Transfers and Grants	62	Indigent subsidies transferred to qualifying accounts	None
	Suppliers and employees	(13,147)	Some expenditure items are before the ytd budget but will stabilize during the fin year	
	Government - capital	(4,515)	Not all capitals grants budgeted for were received till this month - housing still to be claimed	
6	Measureable performance			
7	Municipal Entities			

4. Supporting Documentation

Debtors Analysis

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

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			
R thousands													
Debtors Age Analysis By Revenue Source													
Trade and Other Receivables from Ex change Transactions - Water		1200	15	27	21	28	23	31	25	640	810	-	
Trade and Other Receivables from Ex change Transactions - Electricity		1300	832	27	13	8	12	7	6	198	1,104	-	
Receivables from Non-ex change Transactions - Property Rates		1400	11	21	16	18	13	13	16	2,376	2,485	-	
Receivables from Ex change Transactions - Waste Water Management		1500	98	20	19	20	20	22	21	628	848	-	
Receivables from Ex change Transactions - Waste Management		1600	39	16	13	14	15	16	14	404	531	-	
Receivables from Ex change Transactions - Property Rental Debtors		1700	5	20	14	14	19	12	14	307	405	-	
Interest on Arrear Debtor Accounts		1810	25	665	-	-	-	-	-	165	855	-	
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure		1820	-	-	-	-	-	-	-	-	-	-	
Other		1900	(29)	-	1	1	2	1	3	40	20	-	
Total By Revenue Source		2000	997	796	97	104	104	102	99	4,758	7,058	-	
2015/16 - totals only			746,016	767,141	150,461	121,529	124,543	128,612	113,508	4,384,306	6,536	0	
Debtors Age Analysis By Customer Category													
Organs of State		2200	168	25	12	12	18	11	13	1,152	1,411	-	
Commercial		2300	466	20	8	1	1	-	1	59	556	-	
Households		2400	292	747	76	90	83	83	84	3,460	4,915	-	
Other		2500	72	2	1	1	2	8	1	88	176	-	
Total By Customer Category		2600	997	796	97	104	104	102	99	4,758	7,058	-	

Creditors Analysis

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

Description	NT Code	Budget Year 2016/17									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	
R thousands											
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	2600	-	-	-	-	-	-	-	-	-	-

5. Other Information or Documentation

No further matters.

6. Recommendation

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