

LAINGSBURG MUNICIPALITY



**MONTHLY BUDGET STATEMENTS FOR THE MONTH ENDING
JANUARY 2017**

Table of Contents

1. Mayors Report 3

2. Executive Summary..... 3

3. In year Budget Statement Tables..... 5

4. Supporting Documentation 13

5. Other Information or Documentation 14

6. Recommendation..... 14

1. Mayors Report

The monthly budget statement for January 2017 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The January 2017 Monthly budget statement is the seventh report for the 2016/17 financial year. The audited outcomes for 2015/2016 reflected in this report are the unaudited outcomes for June 2016. The annual audit process was completed and the final audit report was issued during November 2016. An unqualified audit opinion was received.

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 January 2017.

R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Revenue (Incl. Capital transfers and contributions)	86 854	86 854	50 087	57.67
Total Expenditure	95 598	95 598	46 270	48.40
Depreciation	12 303	12 303	4 170	33.89
Surplus (Deficit) (Exl Capital transfers)	-8 744	-8 744	3 816	(43.64)

Capital Expenditure				
<i>Sources of Finance</i>				
Transfers from Grants	13 160	13 160	4 836	36.75
<i>Government</i>	<i>13 160</i>	<i>13 160</i>	<i>4 836</i>	<i>36.75</i>
Transfers from Internal funds	1 543	1 543	66	4.28
Capital Expenditure	14 703	14 703	4 902	33.34

Operating Revenue

The Municipality have generated 57.53% or R45,276 million of the Budgeted Revenue to date which is in line with the budgeted amounts. During the month operating grants totalling R0,31 million were received. The largest part of the grants received forms part of the Equitable share allocation for the financial year.

Operating Expenditure

For the month ending January 2017, the Municipality managed to spend within the budgeted norms. An amount of R46,270 million or 48.4% have been spent to date.

Capital Expenditure

The Municipality has incurred R4,902 million or 33.34% of the Capital Budget to date.

Cash Flow

The Municipality started off with a cash flow balance of R9,964 million at the beginning of the year and increased it with R0,783 million. The closing balance for the month ended January is R10,747 million. The Municipal Cash flow is mainly from Operating Activities as no Borrowing or Investments are budgeted for the 2016/2017 financial year.

Debtors

The Outstanding Debtors of the Municipality amounts to R6,834 million for the month ended January 2017. There was an increase in the total outstanding amount since the previous month. **The outstanding debt for more than 90 days amounts to 70.84%**. The payment rate for 2015/2016 financial year was 105.%. The Municipality is now fully 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. It should be noted that the municipal debt collection and credit control policy was last revised during December 2013.

Creditors

Total outstanding creditors amount to R1 350 for the month ending January 2017 . 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 - M07 January

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	3 129	4 004	4 004	39	3 744	2 363	1 382	58%	4 004
Service charges	15 324	16 567	16 567	1 341	9 800	9 446	355	4%	16 567
Investment revenue	1 270	906	906	68	481	529	(48)	-9%	906
Transfers recognised - operational	18 084	18 429	18 429	31	8 394	8 979	(585)	-7%	18 429
Other own revenue	23 222	38 788	38 788	3 249	22 857	22 658	199	1%	38 788
Total Revenue (excluding capital transfers and contributions)	61 030	78 695	78 695	4 728	45 276	43 974	1 303	3%	78 695
Employee costs	15 198	20 664	20 664	1 605	10 932	11 996	(1 064)	-9%	20 664
Remuneration of Councillors	2 408	2 619	2 619	201	1 450	1 497	(47)	-3%	2 619
Depreciation & asset impairment	9 275	12 303	12 303	4 170	4 170	1 981	2 189	110%	12 303
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	7 487	8 713	8 713	548	4 655	5 352	(696)	-13%	8 713
Transfers and grants	35 659	4 559	4 559	143	1 434	2 440	(1 007)	-41%	4 559
Other expenditure	32 010	46 740	46 740	2 520	23 630	27 116	(3 487)	-13%	46 740
Total Expenditure	102 038	95 598	95 598	9 187	46 270	50 382	(4 112)	-8%	95 598
Surplus/(Deficit)	(41 008)	(16 903)	(16 903)	(4 458)	(994)	(6 409)	5 415	-84%	(16 903)
Transfers recognised - capital	29 323	8 159	8 159	1	4 810	5 158	(348)	-7%	8 159
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(11 685)	(8 744)	(8 744)	(4 458)	3 816	(1 251)	5 067	-405%	(8 744)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(11 685)	(8 744)	(8 744)	(4 458)	3 816	(1 251)	5 067	-405%	(8 744)
Capital expenditure & funds sources									
Capital expenditure	25 889	14 703	14 703	13	4 902	6 353	(1 451)	-23%	14 703
Capital transfers recognised	25 720	13 160	13 160	3	4 836	5 160	(324)	-6%	13 160
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	168	1 543	1 543	10	66	1 193	(1 127)	-94%	1 543
Total sources of capital funds	25 889	14 703	14 703	13	4 902	6 353	(1 451)	-23%	14 703
Financial position									
Total current assets	18 711	17 729	17 729		23 183				17 729
Total non current assets	152 413	161 963	161 963		162 696				161 963
Total current liabilities	7 003	14 140	14 140		16 554				14 140
Total non current liabilities	6 872	3 429	3 429		3 421				3 429
Community wealth/Equity	157 249	162 123	162 123		165 904				162 123
Cash flows									
Net cash from (used) operating	25 325	3 247	3 247	(783)	5 613	735	(4 878)	-664%	3 247
Net cash from (used) investing	(30 689)	(12 484)	(12 484)	(13)	(4 902)	(2 295)	2 607	-114%	(12 484)
Net cash from (used) financing	99	24	24	16	73	14	(59)	-420%	24
Cash/cash equivalents at the month/year end	4 699	751	751	-	10 747	8 418	(2 329)	-28%	751
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	763	1 093	137	1 025	119	89	46	3 562	6 834
Creditors Age Analysis									
Total Creditors	1	-	-	-	-	-	-	-	1

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) - M07 January

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										
Governance and administration		49 665	29 464	29 464	(22)	13 722	16 720	(2 998)	-18%	29 464
Executive and council		20 302	14 647	14 647	(242)	8 167	7 953	214	3%	14 647
Budget and treasury office		5 267	12 272	12 272	48	3 761	7 184	(3 422)	-48%	12 272
Corporate services		24 097	2 545	2 545	172	1 794	1 584	210	13%	2 545
Community and public safety		22 187	38 153	38 153	3 150	22 702	22 246	456	2%	38 153
Community and social services		971	993	993	4	663	579	84	14%	993
Sport and recreation		4	3	3	0	15	1	13	942%	3
Public safety		21 201	37 145	37 145	3 145	22 019	21 659	360	2%	37 145
Housing		11	12	12	1	6	7	(1)	-11%	12
Health		-	0	0	0	(1)	-	(1)	#DIV/0!	0
Economic and environmental services		1 341	1 059	1 059	21	2 251	618	1 633	264%	1 059
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 341	1 059	1 059	21	2 251	618	1 633	264%	1 059
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		17 158	18 178	18 178	1 579	11 413	9 547	1 865	20%	18 178
Electricity		11 108	11 367	11 367	991	7 186	6 183	1 003	16%	11 367
Water		2 316	2 746	2 746	212	1 525	1 097	428	39%	2 746
Waste water management		1 998	2 117	2 117	206	1 454	1 183	271	23%	2 117
Waste management		1 736	1 948	1 948	171	1 248	1 085	163	15%	1 948
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	90 352	86 854	86 854	4 729	50 087	49 131	955	2%	86 854
Expenditure - Standard										
Governance and administration		59 689	30 650	30 650	2 155	13 611	16 183	(2 571)	-16%	30 650
Executive and council		38 675	11 773	11 773	914	5 076	5 249	(173)	-3%	11 773
Budget and treasury office		13 864	9 971	9 971	588	5 134	6 484	(1 350)	-21%	9 971
Corporate services		7 151	8 907	8 907	652	3 401	4 450	(1 049)	-24%	8 907
Community and public safety		20 500	37 945	37 945	2 942	19 270	21 540	(2 270)	-11%	37 945
Community and social services		2 030	2 041	2 041	469	1 157	894	262	29%	2 041
Sport and recreation		45	481	481	4	16	66	(51)	-76%	481
Public safety		18 220	35 148	35 148	2 383	17 998	20 505	(2 507)	-12%	35 148
Housing		187	190	190	86	99	25	74	304%	190
Health		19	85	85	-	1	50	(49)	-99%	85
Economic and environmental services		10 230	11 778	11 778	2 709	5 852	4 615	1 237	27%	11 778
Planning and development		1 063	1 043	1 043	141	599	601	(3)	0%	1 043
Road transport		9 167	10 734	10 734	2 568	5 253	4 014	1 240	31%	10 734
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		11 611	15 212	15 212	1 381	7 532	8 038	(505)	-6%	15 212
Electricity		7 812	9 292	9 292	654	4 925	5 547	(622)	-11%	9 292
Water		1 211	2 454	2 454	49	985	1 059	(74)	-7%	2 454
Waste water management		1 858	2 013	2 013	520	930	729	201	28%	2 013
Waste management		730	1 454	1 454	159	692	703	(11)	-2%	1 454
Other		6	13	13	-	5	7	(2)	-33%	13
Total Expenditure - Standard	3	102 038	95 598	95 598	9 187	46 270	50 382	(4 112)	-8%	95 598
Surplus/ (Deficit) for the year		(11 686)	(8 744)	(8 744)	(4 458)	3 816	(1 251)	5 067	-405%	(8 744)

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) - M07 January**

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										
Vote 1 - MAYORAL & COUNCIL	1	20 302	14 647	14 647	(242)	8 167	7 953	214	2.7%	14 647
Vote 2 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		24 096	2 545	2 545	172	1 794	1 584	210	13.2%	2 545
Vote 4 - BUDGET & TREASURY		5 267	12 272	12 272	48	3 761	7 184	(3 422)	-47.6%	12 272
Vote 5 - PLANNING AND DEVEOLPMENT		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY AND SOCIAL SERV		972	994	994	4	662	579	83	14.4%	994
Vote 7 - SPORTS AND RECREATION		4	3	3	0	15	1	13	942.4%	3
Vote 8 - HOUSING		11	12	12	1	6	7	(1)	-11.3%	12
Vote 9 - PUBLIC SAFETY		21 201	37 145	37 145	3 145	22 019	21 659	360	1.7%	37 145
Vote 10 - ROAD TRANSPORT		1 341	1 059	1 059	21	2 251	618	1 633	264.1%	1 059
Vote 11 - WASTE MANAGEMENT		1 581	1 948	1 948	171	1 248	1 085	163	15.1%	1 948
Vote 12 - WASTE WATER MANAGEMENT		1 998	2 117	2 117	206	1 454	1 183	271	22.9%	2 117
Vote 13 - WATER		2 316	2 746	2 746	212	1 525	1 097	428	39.0%	2 746
Vote 14 - ELECTRICITY		11 108	11 367	11 367	991	7 186	6 183	1 003	16.2%	11 367
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	90 197	86 854	86 854	4 729	50 087	49 131	955	1.9%	86 854
Expenditure by Vote										
Vote 1 - MAYORAL & COUNCIL	1	35 464	7 713	7 713	428	3 106	3 016	90	3.0%	7 713
Vote 2 - MUNICIPAL MANAGER		3 210	4 060	4 060	486	1 970	2 233	(262)	-11.8%	4 060
Vote 3 - CORPORATE SERVICES		7 150	8 907	8 907	652	3 401	4 450	(1 049)	-23.6%	8 907
Vote 4 - BUDGET & TREASURY		13 864	9 971	9 971	588	5 134	6 484	(1 350)	-20.8%	9 971
Vote 5 - PLANNING AND DEVEOLPMENT		1 063	1 043	1 043	141	599	601	(3)	-0.5%	1 043
Vote 6 - COMMUNITY AND SOCIAL SERV		1 231	1 389	1 389	251	683	639	44	6.8%	1 389
Vote 7 - SPORTS AND RECREATION		868	1 230	1 230	222	495	378	116	30.8%	1 230
Vote 8 - HOUSING		187	190	190	86	99	25	74	303.9%	190
Vote 9 - PUBLIC SAFETY		18 220	35 148	35 148	2 383	17 998	20 505	(2 507)	-12.2%	35 148
Vote 10 - ROAD TRANSPORT		9 167	10 734	10 734	2 568	5 253	4 014	1 240	30.9%	10 734
Vote 11 - WASTE MANAGEMENT		576	1 454	1 454	159	692	703	(11)	-1.6%	1 454
Vote 12 - WASTE WATER MANAGEMENT		1 858	2 013	2 013	520	930	729	201	27.7%	2 013
Vote 13 - WATER		1 211	2 454	2 454	49	985	1 059	(74)	-7.0%	2 454
Vote 14 - ELECTRICITY		7 812	9 292	9 292	654	4 925	5 547	(622)	-11.2%	9 292
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	101 882	95 598	95 598	9 187	46 270	50 382	(4 112)	-8.2%	95 598
Surplus/ (Deficit) for the year	2	(11 685)	(8 744)	(8 744)	(4 458)	3 816	(1 251)	5 067	-405.1%	(8 744)

Table C4: Financial Performance (Revenue and Expenditure)

WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M07 January

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
R thousands										
Revenue By Source										
Property rates		2 934	3 870	3 870	5	3 535	2 283	1 251	55%	3 870
Property rates - penalties & collection charges		195	134	134	34	209	79	130	164%	134
Service charges - electricity revenue		10 901	11 163	11 163	958	6 978	6 183	794	13%	11 163
Service charges - water revenue		1 061	1 499	1 499	60	492	1 097	(604)	-55%	1 499
Service charges - sanitation revenue		1 998	2 117	2 117	206	1 454	1 183	271	23%	2 117
Service charges - refuse revenue		1 249	1 446	1 446	111	845	792	53	7%	1 446
Service charges - other		115	341	341	5	32	191	(159)	-83%	341
Rental of facilities and equipment		1 108	812	812	75	643	515	127	25%	812
Interest earned - external investments		1 270	906	906	68	481	529	(48)	-9%	906
Interest earned - outstanding debtors		159	213	213	17	7	125	(118)	-95%	213
Dividends received		-	-	-	-	-	-	-	-	-
Fines		19 962	36 737	36 737	3 061	21 428	21 421	7	0%	36 737
Licences and permits		1 145	273	273	84	596	159	437	275%	273
Agency services		142	107	107	7	62	62	(1)	-1%	107
Transfers recognised - operational		18 084	18 429	18 429	31	8 394	8 979	(585)	-7%	18 429
Other revenue		706	647	647	4	123	376	(253)	-67%	647
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		61 030	78 695	78 695	4 728	45 276	43 974	1 303	3%	78 695
Expenditure By Type										
Employee related costs		15 198	20 664	20 664	1 605	10 932	11 996	(1 064)	-9%	20 664
Remuneration of councillors		2 408	2 619	2 619	201	1 450	1 497	(47)	-3%	2 619
Debt impairment		14 311	25 424	25 424	2 100	14 700	14 694	6	0%	25 424
Depreciation & asset impairment		9 275	12 303	12 303	4 170	4 170	1 981	2 189	110%	12 303
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 487	8 713	8 713	548	4 655	5 352	(696)	-13%	8 713
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		3 267	7 765	7 765	68	1 693	4 528	(2 836)	-63%	7 765
Transfers and grants		35 659	4 559	4 559	143	1 434	2 440	(1 007)	-41%	4 559
Other expenditure		14 432	13 551	13 551	352	7 237	7 894	(657)	-9%	13 551
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		102 038	95 598	95 598	9 187	46 270	50 382	(4 112)	-8%	95 598
Surplus/(Deficit)		(41 008)	(16 903)	(16 903)	(4 458)	(994)	(6 409)	5 415	(0)	(16 903)
Transfers recognised - capital		29 323	8 159	8 159	1	4 810	5 158	(348)	(0)	8 159
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(11 685)	(8 744)	(8 744)	(4 458)	3 816	(1 251)			(8 744)
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		(11 685)	(8 744)	(8 744)	(4 458)	3 816	(1 251)			(8 744)
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		(11 685)	(8 744)	(8 744)	(4 458)	3 816	(1 251)			(8 744)
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		(11 685)	(8 744)	(8 744)	(4 458)	3 816	(1 251)			(8 744)

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) - M07 January

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		-	583	583	10	35	563	(528)	-94%	583
Executive and council		-	-	-	-	19	-	19	#DIV/0!	-
Budget and treasury office		-	40	40	-	4	40	(36)	-89%	40
Corporate services		-	543	543	10	12	523	(511)	-98%	543
Community and public safety		1 949	2 169	2 169	2	2 222	440	1 782	405%	2 169
Community and social services		361	1 300	1 300	2	862	-	862	#DIV/0!	1 300
Sport and recreation		1 072	429	429	-	95	-	95	#DIV/0!	429
Public safety		-	-	-	-	-	-	-	-	-
Housing		516	160	160	-	1 266	160	1 106	691%	160
Health		-	280	280	-	-	280	(280)	-100%	280
Economic and environmental services		12 148	430	430	1	803	350	453	129%	430
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		12 148	430	430	1	803	350	453	129%	430
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		11 792	11 521	11 521	-	1 842	5 000	(3 158)	-63%	11 521
Electricity		7 696	2 000	2 000	-	1 811	2 000	(189)	-9%	2 000
Water		2 140	6 371	6 371	-	4	-	4	#DIV/0!	6 371
Waste water management		1 956	3 150	3 150	-	27	3 000	(2 973)	-99%	3 150
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard Classification	3	25 889	14 703	14 703	13	4 902	6 353	(1 451)	-23%	14 703
Funded by:										
National Government		25 720	13 160	13 160	3	4 836	5 160	(324)	-6%	13 160
Provincial Government		-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		25 720	13 160	13 160	3	4 836	5 160	(324)	-6%	13 160
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		168	1 543	1 543	10	66	1 193	(1 127)	-94%	1 543
Total Capital Funding		25 889	14 703	14 703	13	4 902	6 353	(1 451)	-23%	14 703

Table C6: Financial Position**WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - M07 January**

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	9 964	9 964	10 747	9 964
Call investment deposits		-	-	-	-	-
Consumer debtors		4 336	6 053	6 053	(7 828)	6 053
Other debtors		360	116	116	18 281	116
Current portion of long-term receivables		-	-	-	-	-
Inventory		5 698	1 597	1 597	1 983	1 597
Total current assets		18 711	17 729	17 729	23 183	17 729
Non current assets						
Long-term receivables		9	3	3	3	3
Investments		-	-	-	-	-
Investment property		4 440	4 392	4 392	4 322	4 392
Investments in Associate		-	-	-	-	-
Property, plant and equipment		147 576	156 917	156 917	157 787	156 917
Agricultural		-	-	-	-	-
Biological assets		-	-	-	-	-
Intangible assets		343	640	640	571	640
Other non-current assets		43	12	12	13	12
Total non current assets		152 413	161 963	161 963	162 696	161 963
TOTAL ASSETS		171 124	179 693	179 693	185 880	179 693
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		-	-	-	-	-
Consumer deposits		396	437	437	477	437
Trade and other payables		6 322	8 812	8 812	11 210	8 812
Provisions		286	4 891	4 891	4 868	4 891
Total current liabilities		7 003	14 140	14 140	16 554	14 140
Non current liabilities						
Borrowing		-	-	-	-	-
Provisions		6 872	3 429	3 429	3 421	3 429
Total non current liabilities		6 872	3 429	3 429	3 421	3 429
TOTAL LIABILITIES		13 875	17 569	17 569	19 976	17 569
NET ASSETS	2	157 249	162 123	162 123	165 904	162 123
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		120 313	125 678	125 678	129 458	125 678
Reserves		36 937	36 445	36 445	36 445	36 445
TOTAL COMMUNITY WEALTH/EQUITY	2	157 249	162 123	162 123	165 904	162 123

Table C7: Cash Flow

WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - M07 January

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
R thousands										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates, penalties & collection charges		2 528	3 604	3 604	126	2 211	2 363	(151)	-6%	3 604
Service charges		14 606	17 002	17 002	1 227	9 872	9 738	134	1%	17 002
Other revenue		47 562	13 055	13 055	(4 242)	8 063	7 655	409	5%	13 055
Government - operating		19 559	16 793	16 793	761	8 861	8 870	(10)	0%	16 793
Government - capital		-	8 159	8 159	4 600	7 741	5 158	2 583	50%	8 159
Interest		1 041	1 120	1 120	55	270	653	(383)	-59%	1 120
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(58 195)	(55 858)	(55 858)	(3 417)	(31 557)	(33 074)	(1 517)	5%	(55 858)
Finance charges		-	-	-	-	-	-	-		-
Transfers and Grants		(1 777)	(628)	(628)	107	151	(628)	(779)	124%	(628)
NET CASH FROM/(USED) OPERATING ACTIVITIES		25 325	3 247	3 247	(783)	5 613	735	(4 878)	-664%	3 247
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		(30 689)	(12 484)	(12 484)	(13)	(4 902)	(2 295)	2 607	-114%	(12 484)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(30 689)	(12 484)	(12 484)	(13)	(4 902)	(2 295)	2 607	-114%	(12 484)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		99	24	24	16	73	14	59	420%	24
Payments										
Repayment of borrowing		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		99	24	24	16	73	14	(59)	-420%	24
NET INCREASE/ (DECREASE) IN CASH HELD		(5 265)	(9 213)	(9 213)	(780)	783	(1 546)			(9 213)
Cash/cash equivalents at beginning:		9 964	9 964	9 964		9 964	9 964			9 964
Cash/cash equivalents at month/year end:		4 699	751	751		10 747	8 418			751

4. Supporting Documentation

Variance explanations

WC051 Laingsburg - Supporting Table SC1 Material variance explanations - M07 January

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Property rates	1 251	Property rates are levied in July for FY not on a monthly basis	None
	Service charges - water revenue	(320)	Sale of water in colder period lower sale will rise in summer	
	Service charges - electricity revenue	794	First months of FY and cold period - will stabilize during year	None
	Transfers recognised - operational	(585)	EQS was received during July	None
2	Expenditure By Type			
	Depreciation & asset impairment	2 189	Asset impairment journal will be done during finalizing of AF	Corrected during June 2017
	Bulk purchases	(696)	No penalties were levied by Eskom and new pricing structure by Eskom	
3	Capital Expenditure			
	Electricity	(189)	Project has started but behind schedule	None
	Waste water management	(2 973)	Project has started but behind schedule	None
		-		
4	Financial Position			
5	Cash Flow			
	Property rates, penalties & collection charges	(151)	Revenue increased due to credit control process	
	Government - operating	(10)	Most of the operational grants were received during Jul and Aug	
	Government - capital	2 583	Capital grants received during Jul	
	Capital assets	2 607	MIG projects started earlier than planned	
6	Measureable performance			
7	Municipal Entities			

Debtors Analysis

WC051 Laingsburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M07 January

Description	NT Code	Budget Year 2016/17										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o 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	151	40	30	25	27	21	10	224	527	307	-	-		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	(141)	32	22	20	17	7	9	150	117	204	-	-		
Receivables from Non-exchange Transactions - Property Rates	1400	396	50	22	884	12	-	-	2 219	3 595	3 127	-	-		
Receivables from Exchange Transactions - Waste Water Management	1500	141	48	28	29	23	18	12	282	581	365	-	-		
Receivables from Exchange Transactions - Waste Management	1600	126	27	18	22	20	12	7	85	317	146	-	-		
Receivables from Exchange Transactions - Property Rental Debtors	1700	89	18	16	44	18	19	6	283	493	370	-	-		
Interest on Arrear Debtor Accounts	1810	-	878	-	-	-	-	-	-	878	-	-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-		
Other	1900	1	0	2	0	2	0	1	318	326	322	-	-		
Total By Income Source	2000	763	1 093	137	1 025	119	89	46	3 562	6 834	4 841	-	-		
2015/16 - totals only		702 023	782 644	114 632	86 396	97 643	97 937	89 788	3 573 353	5 544	3 945	0	0		
Debtors Age Analysis By Customer Group															
Organs of State	2200	(688)	251	15	351	32	14	7	958	941	1 362	-	-		
Commercial	2300	604	14	19	7	6	1	3	20	673	37	-	-		
Households	2400	782	782	98	632	78	68	34	2 466	4 940	3 279	-	-		
Other	2500	65	46	5	34	3	5	2	119	280	163	-	-		
Total By Customer Group	2600	763	1 093	137	1 025	119	89	46	3 562	6 834	4 841	-	-		

Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M07 January

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		
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	1	-	-	-	-	-	-	-	-	1
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	1	-	-	-	-	-	-	-	-	1

5. Other Information or Documentation

No further comments.

6. Recommendation

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