

# LAINGSBURG MUNICIPALITY



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

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## 1. Mayors Report

The monthly budget statement for October 2017 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The October 2017 Monthly budget statement is the forth report for the 2017/18 financial year. The audited outcomes for 2016/2017 reflected in this report are the unaudited outcomes for June 2017.

## 2. Executive Summary

Section 71 of the MFMA states the 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 October 2017.

R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Revenue (Incl. Capital transfers and contributions)	84 754	84 754	31 874	37.61
Total Expenditure	86 025	86 025	24 349	28.30
Depriciation	10 092	10 092	388	3.85
Surplus (Deficit) (Exl Capital transfers)	-1 271	-1 271	7 525	(592.02)

Capital Expenditure				
Sources of Finance				
Transfers from Grants	8 321	8 321	3 120	37.49
Government	8 321	8 321	3 120	37.49
Transfers from Internal funds	794	794	0	-
Capital Expenditure	9 115	9 115	3 120	34.22

## Operating Revenue

The Municipality have generated 37.78% or R28,754 million of the Budgeted Revenue to date which is in line with the budgeted amounts. Annual billing was transferred to the revenue

## Operating Expenditure

For the first four months of this financial year, the expenditure is lower than the year-to-date budgeted expenditure. The main reason for this is the depreciation for the that must still be processed and accounted for. The processing will take place after the calculation of the fixed asset register has been updated with the final work in process assets and are recorded as fixed assets.

## Capital Expenditure

The Municipality has incurred R3,119 million capital expenditure to date for the new financial year.

## Cash Flow

The Municipality started off with a cash flow balance of R4,990 million at the beginning of the year and this amount has increased with R4,121 million. The closing balance for the month ended October is R9,111 million. The reason for the growth in the cash was in advances from the equitable share for the first half of the financial year. 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 R8,636 million for the month ended October 2017. There was an decrease in the total outstanding amount since the previous month. The payment rate for 2016/2017 financial year was 63.47%. This calculation includes cash collections and excludes the accounts written off during the financial year. The payment ratio for this financial has increased to about 95%. The Municipality is 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. During the end of May two external collectors were appointed on a commission basis to make payment agreement with debtors that are outstanding for 90 days or more. This process has had little success so far.

## Creditors

Total outstanding creditors amount to R89,454 for the month ending October 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 - M04 October

Description	2016/17	Budget Year 2017/18							
	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	3 571	4 151	–	(13)	3 783	1 909	1 874	98%	4 151
Service charges	16 908	18 608	–	3 472	7 402	5 177	2 226	43%	18 608
Investment revenue	818	818	–	216	250	272	(23)	-8%	818
Transfers and subsidies	17 034	17 823	–	(1)	5 664	5 204	460	9%	17 823
Other own revenue	27 943	34 699	–	10 816	11 655	11 311	344	3%	34 699
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>66 273</b>	<b>76 100</b>	<b>–</b>	<b>14 488</b>	<b>28 754</b>	<b>23 873</b>	<b>4 881</b>	<b>20%</b>	<b>76 100</b>
Employee costs	19 124	22 885	–	3 757	6 456	7 006	(550)	-8%	22 885
Remuneration of Councillors	2 507	2 606	–	414	827	851	(24)	-3%	2 606
Depreciation & asset impairment	10 007	10 092	–	–	388	659	(271)	-41%	10 092
Finance charges	–	–	–	–	–	–	–	–	–
Materials and bulk purchases	7 460	6 854	–	826	2 723	2 742	(19)	-1%	6 854
Transfers and subsidies	3 941	2 485	–	520	1 743	2 485	(742)	-30%	2 485
Other expenditure	38 606	41 103	–	10 740	12 212	13 870	(1 659)	-12%	41 103
<b>Total Expenditure</b>	<b>81 645</b>	<b>86 025</b>	<b>–</b>	<b>16 257</b>	<b>24 349</b>	<b>27 613</b>	<b>(3 264)</b>	<b>-12%</b>	<b>86 025</b>
<b>Surplus/(Deficit)</b>	<b>(15 372)</b>	<b>(9 925)</b>	<b>–</b>	<b>(1 768)</b>	<b>4 405</b>	<b>(3 740)</b>	<b>8 145</b>	<b>-218%</b>	<b>(9 925)</b>
Transfers and subsidies - capital (monetary alloc	9 213	8 654	–	5 115	3 119	2 717	402	15%	8 654
Contributions & Contributed assets	–	–	–	–	–	–	–	–	–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(6 160)</b>	<b>(1 271)</b>	<b>–</b>	<b>3 346</b>	<b>7 525</b>	<b>(1 023)</b>	<b>8 547</b>	<b>-836%</b>	<b>(1 271)</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>(6 160)</b>	<b>(1 271)</b>	<b>–</b>	<b>3 346</b>	<b>7 525</b>	<b>(1 023)</b>	<b>8 547</b>	<b>-836%</b>	<b>(1 271)</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>11 797</b>	<b>9 115</b>	<b>–</b>	<b>2 447</b>	<b>3 120</b>	<b>–</b>	<b>3 120</b>	<b>#DIV/0!</b>	<b>2 000</b>
Capital transfers recognised	11 271	8 321	–	3 120	3 120	–	3 120	#DIV/0!	–
Public contributions & donations	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–
Internally generated funds	436	794	–	(672)	–	–	–	–	–
<b>Total sources of capital funds</b>	<b>11 707</b>	<b>9 115</b>	<b>–</b>	<b>2 447</b>	<b>3 120</b>	<b>–</b>	<b>3 120</b>	<b>#DIV/0!</b>	<b>–</b>
<b>Financial position</b>									
Total current assets	10 052	8 533	8 533		16 203				8 533
Total non current assets	164 608	165 132	165 132		168 251				165 132
Total current liabilities	9 024	12 891	12 891		16 155				12 891
Total non current liabilities	8 850	3 953	3 953		3 953				3 953
<b>Community wealth/Equity</b>	<b>156 786</b>	<b>156 821</b>	<b>156 821</b>		<b>164 345</b>				<b>156 821</b>
<b>Cash flows</b>									
Net cash from (used) operating	(1 143)	6 843	6 843	(1 325)	6 816	(621)	(7 437)	1197%	6 843
Net cash from (used) investing	(9 676)	(9 115)	(9 115)	(672)	(2 720)	(3 224)	(504)	16%	3 062
Net cash from (used) financing	94	24	24	5	25	6	(19)	-315%	24
<b>Cash/cash equivalents at the month/year end</b>	<b>(5 734)</b>	<b>2 742</b>	<b>2 742</b>	<b>–</b>	<b>9 111</b>	<b>1 151</b>	<b>(7 960)</b>	<b>-692%</b>	<b>14 919</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 Income Source	3 028	1 054	714	96	92	142	110	3 399	8 636
<b>Creditors Age Analysis</b>									
Total Creditors	89	–	–	–	–	–	–	–	89

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

This table reflects the operating budget (Financial Performance) in the standard classifications which are the Government Financed Statistics Functions and Sub-functions. These are used by National Treasury to assist the compilation of national and international accounts for comparison purposes, regardless of the unique organisational structure used by the different institutions.

The main functions are Government and Administration, Community and Public Safety, Economic and Environmental Services, Trading Services and Other Services.

It is for this reason that Financial Performance is reported in standard classification, Table C2, and by municipal vote, Table C3.

**WC051 Laingsburg - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M04 October**

Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
<i><b>Governance and administration</b></i>		<b>30 561</b>	<b>27 303</b>	–	<b>5 434</b>	<b>13 425</b>	<b>8 711</b>	4 714	54%	–
Executive and council		20 986	3 636	–	3 991	7 665	1 045	6 619	633%	–
Finance and administration		9 575	23 667	–	1 443	5 761	7 666	(1 905)	-25%	–
Internal audit		–	–	–	–	–	–	–	–	–
<i><b>Community and public safety</b></i>		<b>24 343</b>	<b>34 720</b>	–	<b>10 697</b>	<b>11 047</b>	<b>11 316</b>	(270)	-2%	<b>11</b>
Community and social services		995	1 077	–	0	2	359	(357)	-99%	–
Sport and recreation		16	24	–	0	0	8	(8)	-94%	–
Public safety		23 323	33 606	–	10 696	11 044	10 948	96	1%	–
Housing		10	11	–	1	1	2	(1)	-37%	11
Health		0	0	–	(1)	(1)	–	(1)	#DIV/0!	–
<i><b>Economic and environmental services</b></i>		<b>1 066</b>	<b>1 097</b>	–	<b>1</b>	<b>6</b>	<b>366</b>	(360)	-98%	–
Planning and development		–	–	–	–	–	–	–	–	–
Road transport		1 066	1 097	–	1	6	366	(360)	-98%	–
Environmental protection		–	–	–	–	–	–	–	–	–
<i><b>Trading services</b></i>		<b>19 515</b>	<b>21 634</b>	–	<b>3 470</b>	<b>7 393</b>	<b>6 195</b>	1 198	19%	–
Energy sources		12 190	13 678	–	2 208	4 928	3 618	1 310	36%	–
Water management		2 691	3 389	–	468	861	1 307	(445)	-34%	–
Waste water management		2 538	2 502	–	429	866	696	170	24%	–
Waste management		2 097	2 066	–	365	737	574	163	28%	–
<i><b>Other</b></i>	<b>4</b>	<b>–</b>	<b>–</b>	–	–	–	–	–	–	–
<b>Total Revenue - Functional</b>	<b>2</b>	<b>75 486</b>	<b>84 754</b>	–	<b>19 603</b>	<b>31 871</b>	<b>26 589</b>	<b>5 283</b>	<b>20%</b>	<b>11</b>
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		<b>32 568</b>	<b>25 703</b>	–	<b>2 846</b>	<b>7 963</b>	<b>9 300</b>	(1 338)	-14%	–
Executive and council		9 398	8 704	–	1 521	3 657	2 875	782	27%	–
Finance and administration		23 169	17 000	–	1 325	4 306	6 426	(2 120)	-33%	–
Internal audit		–	–	–	–	–	–	–	–	–
<i><b>Community and public safety</b></i>		<b>23 370</b>	<b>34 634</b>	–	<b>9 373</b>	<b>10 323</b>	<b>11 448</b>	(1 125)	-10%	–
Community and social services		2 178	1 738	–	228	387	332	55	16%	–
Sport and recreation		30	26	–	3	10	9	1	17%	–
Public safety		20 988	32 683	–	9 139	9 925	11 099	(1 174)	-11%	–
Housing		171	183	–	1	0	7	(7)	-96%	–
Health		3	4	–	1	1	1	(1)	-46%	–
<i><b>Economic and environmental services</b></i>		<b>2 969</b>	<b>3 368</b>	–	<b>367</b>	<b>813</b>	<b>988</b>	(174)	-18%	–
Planning and development		1 077	1 241	–	137	285	398	(113)	-28%	–
Road transport		1 892	2 127	–	230	528	589	(61)	-10%	–
Environmental protection		–	–	–	–	–	–	–	–	–
<i><b>Trading services</b></i>		<b>22 720</b>	<b>22 312</b>	–	<b>3 667</b>	<b>5 247</b>	<b>5 875</b>	(629)	-11%	<b>85 499</b>
Energy sources		8 446	7 503	–	855	1 403	2 892	(1 489)	-51%	–
Water management		2 163	2 628	–	215	240	642	(402)	-63%	–
Waste water management		10 441	10 828	–	2 441	3 387	1 962	1 425	73%	85 499
Waste management		1 671	1 354	–	156	217	380	(163)	-43%	–
<i><b>Other</b></i>		<b>19</b>	<b>8</b>	–	<b>3</b>	<b>3</b>	<b>2</b>	<b>1</b>	<b>36%</b>	<b>–</b>
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>81 645</b>	<b>86 025</b>	–	<b>16 257</b>	<b>24 349</b>	<b>27 613</b>	<b>(3 264)</b>	<b>-12%</b>	<b>85 499</b>
<b>Surplus/ (Deficit) for the year</b>		<b>(6 160)</b>	<b>(1 271)</b>	–	<b>3 346</b>	<b>7 522</b>	<b>(1 025)</b>	<b>8 547</b>	<b>-834%</b>	<b>(85 487)</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) - M04 October**

Vote Description	Ref	2016/17	Budget Year 2017/18							
		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		20 986	3 636	—	3 991	7 665	1 045	6 619	633.3%	3 636
Vote 2 - MUNICIPAL MANAGER		—	—	—	—	—	—	—	—	—
Vote 3 - CORPORATE SERVICES		3 090	1 741	—	323	818	579	240	41.4%	1 741
Vote 4 - BUDGET & TREASURY		6 472	21 925	—	1 120	4 942	7 087	(2 145)	-30.3%	21 925
Vote 5 - PLANNING AND DEVEOLPMENT		—	—	—	—	—	—	—	—	—
Vote 6 - COMMUNITY AND SOCIAL SERV		995	1 078	—	(1)	1	359	(358)	-99.7%	1 078
Vote 7 - SPORTS AND RECREATION		16	24	—	0	0	8	(8)	-94.4%	24
Vote 8 - HOUSING		10	11	—	1	3	4	(0)	-5.3%	11
Vote 9 - PUBLIC SAFETY		23 323	33 606	—	10 696	11 044	10 948	96	0.9%	33 606
Vote 10 - ROAD TRANSPORT		1 113	1 115	—	2	8	372	(364)	-97.8%	1 115
Vote 11 - WASTE MANAGEMENT		1 903	2 066	—	365	737	574	163	28.4%	2 066
Vote 12 - WASTE WATER MANAGEMENT		2 490	2 485	—	428	864	690	174	25.1%	2 485
Vote 13 - WATER		2 691	3 389	—	468	861	1 307	(445)	-34.1%	3 389
Vote 14 - ELECTRICITY		12 190	13 678	—	2 208	4 928	3 618	1 310	36.2%	13 678
Vote 15 - [NAME OF VOTE 15]		—	—	—	—	—	—	—	—	—
Total Revenue by Vote	2	75 278	84 754	—	19 603	31 874	26 591	5 283	19.9%	84 754
Expenditure by Vote	1									
Vote 1 - MAYORAL & COUNCIL		6 382	5 127	—	1 179	2 914	1 873	1 041	55.6%	5 127
Vote 2 - MUNICIPAL MANAGER		3 016	3 577	—	342	743	1 002	(259)	-25.8%	3 577
Vote 3 - CORPORATE SERVICES		5 984	6 099	—	382	1 928	1 878	49	2.6%	6 099
Vote 4 - BUDGET & TREASURY		17 172	10 900	—	942	2 378	4 547	(2 169)	-47.7%	10 900
Vote 5 - PLANNING AND DEVEOLPMENT		1 077	1 241	—	137	285	398	(113)	-28.4%	1 241
Vote 6 - COMMUNITY AND SOCIAL SERV		1 286	1 247	—	130	265	287	(22)	-7.5%	1 247
Vote 7 - SPORTS AND RECREATION		944	529	—	105	136	58	78	135.3%	529
Vote 8 - HOUSING		171	183	—	1	0	7	(7)	-95.6%	183
Vote 9 - PUBLIC SAFETY		20 988	32 683	—	9 139	9 925	11 099	(1 174)	-10.6%	32 683
Vote 10 - ROAD TRANSPORT		10 326	10 724	—	550	1 825	2 103	(278)	-13.2%	10 724
Vote 11 - WASTE MANAGEMENT		1 476	1 354	—	156	217	380	(163)	-42.9%	1 354
Vote 12 - WASTE WATER MANAGEMENT		2 006	2 231	—	2 122	2 090	448	1 642	366.5%	2 231
Vote 13 - WATER		2 163	2 628	—	215	240	642	(402)	-62.7%	2 628
Vote 14 - ELECTRICITY		8 446	7 503	—	855	1 403	2 892	(1 489)	-51.5%	7 503
Vote 15 - [NAME OF VOTE 15]		—	—	—	—	—	—	—	—	—
Total Expenditure by Vote	2	81 438	86 025	—	16 257	24 349	27 613	(3 264)	-11.8%	86 025
Surplus/ (Deficit) for the year	2	(6 160)	(1 271)	—	3 346	7 525	(1 023)	8 547	-835.7%	(1 271)



Table C4: Financial Performance (Revenue and Expenditure)

## WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

W0001 Langsburg - Table 04 Monthly Budget Statement - Financial Performance (Revenue and Expenditure) - mo4 October										
Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue By Source										
Property rates		3 571	4 151	-	(13)	3 783	1 909	1 874	98%	4 151
Service charges - electricity revenue		11 852	13 369	-	2 208	4 928	3 515	1 413	40%	13 369
Service charges - water revenue		1 866	1 327	-	468	861	620	242	39%	1 327
Service charges - sanitation revenue		1 660	2 485	-	428	864	690	174	25%	2 485
Service charges - refuse revenue		1 441	1 313	-	365	737	314	424	135%	1 313
Service charges - other		89	114	-	2	11	38	(27)	-71%	114
Rental of facilities and equipment		1 271	718	-	82	473	239	234	98%	718
Interest earned - external investments		818	818	-	216	250	272	(23)	-8%	818
Interest earned - outstanding debtors		48	40	-	26	76	13	62	472%	40
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		22 198	32 532	-	10 594	10 595	10 590	5	0%	32 532
Licences and permits		1 134	1 082	-	103	450	360	90	25%	1 082
Agency services		127	123	-	10	37	41	(4)	-9%	123
Transfers and subsidies		17 034	17 823	-	(1)	5 664	5 204	460	9%	17 823
Other revenue		3 164	204	-	2	25	68	(42)	-63%	204
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		66 273	76 100	-	14 488	28 754	23 873	4 881	20%	76 100
Expenditure By Type										
Employee related costs		19 124	22 885	-	3 757	6 456	7 006	(550)	-8%	22 885
Remuneration of councillors		2 507	2 606	-	414	827	851	(24)	-3%	2 606
Debt impairment		21 335	26 359	-	10 540	8 997	8 573	424	5%	26 359
Depreciation & asset impairment		10 007	10 092	-	-	388	659	(271)	-41%	10 092
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 460	6 854	-	826	2 723	2 742	(19)	-1%	6 854
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		3 084	3 064	-	54	82	1 270	(1 188)	-94%	3 064
Transfers and subsidies		3 941	2 485	-	520	1 743	2 485	(742)	-30%	2 485
Other expenditure		14 188	11 680	-	146	3 132	4 027	(894)	-22%	11 680
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		81 645	86 025	-	16 257	24 349	27 613	(3 264)	-12%	86 025
Surplus/(Deficit)		(15 372)	(9 925)	-	(1 768)	4 405	(3 740)	8 145	(0)	(9 925)
Transfers and subsidies - capital (municipality allocations) (National / Provincial and District)		9 213	8 654	-	5 115	3 119	2 717	402	0	8 654
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)								-		
Transfers and subsidies - capital (in-kind - all)								-		
Surplus/(Deficit) after capital transfers & contributions		(6 160)	(1 271)	-	3 346	7 525	(1 023)			(1 271)
Taxation								-		
Surplus/(Deficit) after taxation		(6 160)	(1 271)	-	3 346	7 525	(1 023)			(1 271)
Attributable to minorities										
Surplus/(Deficit) attributable to municipality		(6 160)	(1 271)	-	3 346	7 525	(1 023)			(1 271)
Share of surplus/ (deficit) of associate										
Surplus/ (Deficit) for the year		(6 160)	(1 271)	-	3 346	7 525	(1 023)			(1 271)

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

**WC051 Laingsburg - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 October**

Vote Description	Ref	2016/17	Budget Year 2017/18							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast

R thousands

<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		11	74	-	(672)	-	-	-		-
Executive and council		-	-	-	-	-	-	-		-
Finance and administration		-	30	-	-	-	-	-		-
Internal audit		11	44	-	(672)	-	-	-		-
<b>Community and public safety</b>		1 593	470	-	-	-	-	-		-
Community and social services		1 276	-	-	-	-	-	-		-
Sport and recreation		318	140	-	-	-	-	-		-
Public safety		-	50	-	-	-	-	-		-
Housing		-	-	-	-	-	-	-		-
Health		-	280	-	-	-	-	-		-
<b>Economic and environmental services</b>		39	770	-	0	0	-	0	#DIV/0!	-
Planning and development		-	-	-	-	-	-	-		-
Road transport		39	770	-	0	0	-	0	#DIV/0!	-
Environmental protection		-	-	-	-	-	-	-		-
<b>Trading services</b>		10 155	7 801	-	3 119	3 119	-	3 119	#DIV/0!	-
Energy sources		7 094	2 000	-	1 995	1 995	-	1 995	#DIV/0!	-
Water management		2 237	5 641	-	1 124	1 124	-	1 124	#DIV/0!	-
Waste water management		823	160	-	-	-	-	-		-
Waste management		-	-	-	-	-	-	-		-
<b>Other</b>		-	-	-	-	-	-	-		-
<b>Total Capital Expenditure - Functional Classification</b>	3	11 797	9 115	-	2 447	3 120	-	3 120	#DIV/0!	-
<b>Funded by:</b>										
National Government		11 271	8 321	-	3 120	3 120	-	3 120	#DIV/0!	-
Provincial Government		-	-	-	-	-	-	-		-
District Municipality		-	-	-	-	-	-	-		-
Other transfers and grants		-	-	-	-	-	-	-		-
<b>Transfers recognised - capital</b>		11 271	8 321	-	3 120	3 120	-	3 120	#DIV/0!	-
<b>Public contributions &amp; donations</b>	5	-	-	-	-	-	-	-		-
<b>Borrowing</b>	6	-	-	-	-	-	-	-		-
<b>Internally generated funds</b>		436	794	-	(672)	-	-	-		-
<b>Total Capital Funding</b>		11 707	9 115	-	2 447	3 120	-	3 120	#DIV/0!	-

**Table C6: Financial Position****WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - M04 October**

Description	Ref	2016/17	Budget Year 2017/18			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b><u>ASSETS</u></b>						
<b>Current assets</b>						
Cash		2 299	5 429	5 429	9 150	5 429
Call investment deposits		–	–	–	–	–
Consumer debtors		1 897	20 291	20 291	15 391	20 291
Other debtors		4 477	(18 565)	(18 565)	(9 716)	(18 565)
Current portion of long-term receivables		1	–	–	–	–
Inventory		1 378	1 378	1 378	1 378	1 378
<b>Total current assets</b>		<b>10 052</b>	<b>8 533</b>	<b>8 533</b>	<b>16 203</b>	<b>8 533</b>
<b>Non current assets</b>						
Long-term receivables		–	–	–	–	–
Investments		–	–	–	–	–
Investment property		4 273	4 273	4 273	4 273	4 273
Investments in Associate		–	–	–	–	–
Property, plant and equipment		159 771	160 324	160 324	163 444	160 324
Agricultural		–	–	–	–	–
Biological assets		–	–	–	–	–
Intangible assets		522	522	522	522	522
Other non-current assets		43	13	13	13	13
<b>Total non current assets</b>		<b>164 608</b>	<b>165 132</b>	<b>165 132</b>	<b>168 251</b>	<b>165 132</b>
<b>TOTAL ASSETS</b>		<b>174 660</b>	<b>173 665</b>	<b>173 665</b>	<b>184 453</b>	<b>173 665</b>
<b><u>LIABILITIES</u></b>						
<b>Current liabilities</b>						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		485	485	485	502	485
Trade and other payables		7 794	5 268	5 268	8 524	5 268
Provisions		745	7 138	7 138	7 130	7 138
<b>Total current liabilities</b>		<b>9 024</b>	<b>12 891</b>	<b>12 891</b>	<b>16 155</b>	<b>12 891</b>
<b>Non current liabilities</b>						
Borrowing		–	–	–	–	–
Provisions		8 850	3 953	3 953	3 953	3 953
<b>Total non current liabilities</b>		<b>8 850</b>	<b>3 953</b>	<b>3 953</b>	<b>3 953</b>	<b>3 953</b>
<b>TOTAL LIABILITIES</b>		<b>17 874</b>	<b>16 843</b>	<b>16 843</b>	<b>20 108</b>	<b>16 843</b>
<b>NET ASSETS</b>	2	<b>156 786</b>	<b>156 821</b>	<b>156 821</b>	<b>164 345</b>	<b>156 821</b>
<b><u>COMMUNITY WEALTH/EQUITY</u></b>						
Accumulated Surplus/(Deficit)		120 340	120 376	120 376	127 900	120 376
Reserves		36 445	36 445	36 445	36 445	36 445
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>156 786</b>	<b>156 821</b>	<b>156 821</b>	<b>164 345</b>	<b>156 821</b>

Table C7: Cash Flow

## WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - M04 October

Description	Ref	2016/17	Budget Year 2017/18							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		3 044	4 151	4 151	—	72	1 494	(1 422)	-95%	4 151
Service charges		16 380	18 481	18 481	1 309	4 935	3 778	1 157	31%	18 481
Other revenue		21 499	43 290	43 290	2 087	9 789	10 817	(1 029)	-10%	43 290
Government - operating		12 941	17 973	17 973	10	8 082	4 492	3 590	80%	17 973
Government - capital		—	—	—	—	—	—	—	—	—
Interest		371	860	860	27	192	215	(22)	-10%	860
Dividends		—	—	—	—	—	—	—	—	—
<b>Payments</b>										
Suppliers and employees		(55 115)	(77 464)	(77 464)	(4 687)	(15 564)	(20 989)	(5 425)	26%	(77 464)
Finance charges		—	—	—	—	—	—	—	—	—
Transfers and Grants		(263)	(447)	(447)	(71)	(690)	(428)	262	-61%	(447)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>(1 143)</b>	<b>6 843</b>	<b>6 843</b>	<b>(1 325)</b>	<b>6 816</b>	<b>(621)</b>	<b>(7 437)</b>	<b>1197%</b>	<b>6 843</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		—	—	—	—	—	—	—	—	3 044
Decrease (Increase) in non-current debtors		—	—	—	—	—	—	—	—	3 044
Decrease (increase) other non-current receivables		—	—	—	—	—	—	—	—	3 044
Decrease (increase) in non-current investments		—	—	—	—	400	—	400	#DIV/0!	3 044
<b>Payments</b>										
Capital assets		(9 676)	(9 115)	(9 115)	(672)	(3 120)	(3 224)	(104)	3%	(9 115)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(9 676)</b>	<b>(9 115)</b>	<b>(9 115)</b>	<b>(672)</b>	<b>(2 720)</b>	<b>(3 224)</b>	<b>(504)</b>	<b>16%</b>	<b>3 062</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		—	—	—	—	—	—	—	—	—
Borrowing long term/refinancing		—	—	—	—	—	—	—	—	—
Increase (decrease) in consumer deposits		94	24	24	5	25	6	19	315%	24
<b>Payments</b>										
Repayment of borrowing		—	—	—	—	—	—	—	—	—
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>94</b>	<b>24</b>	<b>24</b>	<b>5</b>	<b>25</b>	<b>6</b>	<b>(19)</b>	<b>-315%</b>	<b>24</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(10 724)</b>	<b>(2 248)</b>	<b>(2 248)</b>	<b>(1 992)</b>	<b>4 121</b>	<b>(3 839)</b>			<b>9 929</b>
Cash/cash equivalents at beginning:		4 990	4 990	4 990		4 990	4 990			4 990
Cash/cash equivalents at month/year end:		(5 734)	2 742	2 742		9 111	1 151			14 919

## 4. Supporting Documentation

### Variance explanations

WC051 Laingsburg - Supporting Table SC1 Material variance explanations - M04 October

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	<b>R thousands</b>			
1	<b>Revenue By Source</b>			
	Property rates	1 874	Property rates are billed on an annual basis	
2	<b>Expenditure By Type</b>			
	Debt impairment	424	Calculation to be performed	
3	<b>Capital Expenditure</b>			
	All	3 120	Capital has started	
4	<b>Financial Position</b>			
5	<b>Cash Flow</b>			
	Suppliers and employees	(5 425)	Salary bonuses will be paid during November and other suppliers will be paid	
6	<b>Measureable performance</b>			
7	<b>Municipal Entities</b>			

### Debtors Analysis

WC051 Laingsburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

WC031 Laingsburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - MM4 October														
Description		Budget Year 2017/18												
	NT Code	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	168	32	65	18	17	20	17	319	656	390	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	806	150	602	13	11	58	17	236	1 894	335	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	1 904	29	80	18	12	13	10	1 701	3 767	1 755	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	(43)	26	61	21	21	22	21	394	522	478	-	-	
Receivables from Exchange Transactions - Waste Management	1600	113	15	37	11	12	12	12	129	342	176	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	75	(101)	84	14	19	18	13	357	479	421	-	-	
Interest on Arrear Debtor Accounts	1810	-	899	-	-	-	-	-	-	899	-	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	6	2	(216)	0	0	0	20	265	77	285	-	-	
Total By Income Source	2000	3 028	1 054	714	96	92	142	110	3 399	8 636	3 840	-	-	
2016/17 - totals only		35 981	1 031 845	135 650	141 386	107 720	107 420	418 783	2 991 957	4 971	3 767	-	-	
Debtors Age Analysis By Customer Group														
Organs of State	2200	348	95	21	10	12	16	29	877	1 409	944	-	-	
Commercial	2300	650	63	37	12	13	47	12	76	909	159	-	-	
Households	2400	1 796	769	97	69	63	67	60	2 278	5 198	2 536	-	-	
Other	2500	234	127	558	6	4	12	9	169	1 120	201	-	-	
Total By Customer Group	2600	3 028	1 054	714	96	92	142	110	3 399	8 636	3 840	-	-	

## Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

W001 Ealingbury - Supporting Table 04 Monthly Budget Statement - aged creditors - m04 October										
Description	NT Code	Budget Year 2017/18								
		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	89	-	-	-	-	-	-	-	89
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	89	-	-	-	-	-	-	-	89

## 5. Other Information or Documentation

No further comments.

## 6. Recommendation

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