

# **LAINGSBURG MUNICIPALITY**



**MONTHLY BUDGET STATEMENTS FOR THE MONTH ENDING  
JUNE 2018**

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## 1. Mayors Report

The monthly budget statement for June 2018 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The June 2018 Monthly budget statement is the twelfth report for the 2017/18 financial year. The audited outcomes for 2016/2017 reflected in this report are the audited outcomes for June 2017. The adjusted budget was also included in this report. Final year end journals will be passed and a final pre-audit report will be produced in conjunction with the final annual financial statements.

## 2. Executive Summary

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

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

The Table below illustrates an overview of the Budget implementation of Laingsburg Municipality for the month ended June 2018.

R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Revenue (Incl. Capital transfers and contributions)	84 754	95 598	76 750	80.28
Total Expenditure	86 025	87 514	72 301	82.62
Depreciation	10 092	10 001	388	3.88
Surplus (Deficit) (Exl Capital transfers)	-1 271	8 084	4 449	55.04

Capital Expenditure				
Sources of Finance				
Transfers from Grants	8 461	16 117	7 678	47.64
Government	8 461	16 117	7 678	47.64
Transfers from Internal funds	654	1	135	13 512.49
Capital Expenditure	9 115	16 118	7 813	48.47

## Operating Revenue

The Municipality have generated 87.21% or R72,858 million of the Budgeted Revenue to date which is 5% above the budgeted amounts. Annual billing was transferred to the revenue.

## Operating Expenditure

The year to date expenditure is lower than the year-to-date budgeted expenditure (82.62% to 8.79%). 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 R7,813 million capital expenditure to date for the new financial year.

## Cash Flow

The Municipality started off with a cash flow balance of R5,875 million at the beginning of the year and this amount has increased with R5,179 million. The closing balance for the month ended June is R11,054 million. The reason for the growth in the cash was in advances from the equitable share for the second half of the financial year. The Municipal cash flow is mainly from Operating Activities as no Borrowing or Investments are budgeted for the 2017/2018 financial year.

## Debtors

The Outstanding Debtors of the Municipality amounts to R7,065 million for the month ended June 2018. There was a small 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 year has increased to about 83%. 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.

## Creditors

Total outstanding creditors amount to R4 275 for the month ending June 2018. 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. During year end all invoices from previous periods are captured as sundry creditors on the system which means that the balance at 30 June 2018 will change to the end of the final AFS.

### **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 - M12 June

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	4 005	(108)	3 788	3 775	13	0%	4 005
Service charges	16 908	18 608	17 652	(30)	15 767	15 682	85	1%	17 652
Investment revenue	818	818	797	95	850	818	32	4%	797
Transfers and subsidies	17 034	17 823	21 153	(5)	13 791	17 853	(4 062)	-23%	21 153
Other own revenue	27 943	34 699	35 874	2 941	35 118	33 946	1 172	3%	35 874
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>66 273</b>	<b>76 100</b>	<b>79 482</b>	<b>2 892</b>	<b>69 314</b>	<b>72 073</b>	<b>(2 759)</b>	<b>-4%</b>	<b>79 482</b>
Employee costs	19 124	22 885	22 633	1 611	19 543	22 165	(2 621)	-12%	22 633
Remuneration of Councillors	2 507	2 606	2 618	168	2 374	2 605	(231)	-9%	2 618
Depreciation & asset impairment	9 901	10 092	10 001	—	388	1 979	(1 590)	-80%	10 001
Finance charges	—	—	—	—	—	—	—	—	—
Materials and bulk purchases	7 460	6 854	7 650	1 200	7 911	6 854	1 057	15%	7 650
Transfers and subsidies	3 941	2 485	2 119	84	848	2 485	(1 638)	-66%	2 119
Other expenditure	38 606	41 103	42 494	3 788	41 237	41 615	(378)	-1%	42 494
<b>Total Expenditure</b>	<b>81 539</b>	<b>86 025</b>	<b>87 514</b>	<b>6 850</b>	<b>72 301</b>	<b>77 702</b>	<b>(5 401)</b>	<b>-7%</b>	<b>87 514</b>
<b>Surplus/(Deficit)</b>	<b>(15 266)</b>	<b>(9 925)</b>	<b>(8 033)</b>	<b>(3 958)</b>	<b>(2 987)</b>	<b>(5 629)</b>	<b>2 642</b>	<b>-47%</b>	<b>(8 033)</b>
Transfers and subsidies - capital (monetary alloc	9 213	8 654	16 117	—	7 437	8 654	(1 218)	-14%	16 117
Contributions & Contributed assets	—	—	—	—	—	—	—	—	—
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>(6 053)</b>	<b>(1 271)</b>	<b>8 084</b>	<b>(3 958)</b>	<b>4 449</b>	<b>3 025</b>	<b>1 424</b>	<b>47%</b>	<b>8 084</b>
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—	—
<b>Surplus/ (Deficit) for the year</b>	<b>(6 053)</b>	<b>(1 271)</b>	<b>8 084</b>	<b>(3 958)</b>	<b>4 449</b>	<b>3 025</b>	<b>1 424</b>	<b>47%</b>	<b>8 084</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>11 413</b>	<b>9 115</b>	<b>16 118</b>	<b>1 565</b>	<b>7 813</b>	<b>—</b>	<b>7 813</b>	<b>#DIV/0!</b>	<b>16 118</b>
Capital transfers recognised	10 977	8 321	15 342	1 559	7 678	—	7 678	#DIV/0!	15 342
Public contributions & donations	—	—	—	—	—	—	—	—	—
Borrowing	—	—	—	—	—	—	—	—	—
Internally generated funds	436	794	775	6	135	—	135	#DIV/0!	775
<b>Total sources of capital funds</b>	<b>11 413</b>	<b>9 115</b>	<b>16 118</b>	<b>1 565</b>	<b>7 813</b>	<b>—</b>	<b>7 813</b>	<b>#DIV/0!</b>	<b>16 118</b>
<b>Financial position</b>									
Total current assets	14 599	8 561	8 561		18 199				8 561
Total non current assets	163 379	163 393	163 393		171 204				163 393
Total current liabilities	13 718	12 534	12 534		25 629				12 534
Total non current liabilities	8 795	3 953	3 953		3 953				3 953
<b>Community wealth/Equity</b>	<b>155 467</b>	<b>155 467</b>	<b>155 467</b>		<b>159 822</b>				<b>155 467</b>
<b>Cash flows</b>									
Net cash from (used) operating	2 820	6 843	6 843	(5 961)	12 534	6 843	(5 691)	-83%	6 843
Net cash from (used) investing	(6 909)	(9 115)	(9 115)	(1 565)	(7 413)	(9 115)	(1 702)	19%	(9 115)
Net cash from (used) financing	—	24	24	4	58	24	(34)	-142%	24
<b>Cash/cash equivalents at the month/year end</b>	<b>5 875</b>	<b>3 627</b>	<b>3 627</b>	<b>—</b>	<b>11 054</b>	<b>3 627</b>	<b>(7 427)</b>	<b>-205%</b>	<b>3 627</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	(423)	1 108	289	463	326	202	968	4 132	7 065
<b>Creditors Age Analysis</b>									
Total Creditors	4	—	—	—	—	—	—	—	4

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

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

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

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

**WC051 Laingsburg - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M12 June**

Description	Ref	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>38 141</b>	<b>(187)</b>	<b>23 399</b>	<b>26 922</b>	<b>(3 523)</b>	<b>-13%</b>	<b>38 141</b>
Executive and council		20 986	3 636	3 502	(5)	7 629	3 636	3 993	110%	3 502
Finance and administration		9 575	23 667	34 639	(183)	15 770	23 286	(7 516)	-32%	34 639
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		<b>24 343</b>	<b>34 720</b>	<b>34 792</b>	<b>2 840</b>	<b>33 335</b>	<b>33 968</b>	<b>(632)</b>	<b>-2%</b>	<b>34 792</b>
Community and social services		995	1 077	1 070	15	20	1 077	(1 056)	-98%	1 070
Sport and recreation		16	24	2	-	2	24	(22)	-94%	2
Public safety		23 323	33 606	33 708	2 834	33 310	32 856	454	1%	33 708
Housing		10	11	12	0	11	11	1	6%	11
Health		0	0	0	(8)	(8)	-	(8)	#DIV/0!	0
<i><b>Economic and environmental services</b></i>		<b>1 066</b>	<b>1 097</b>	<b>1 097</b>	<b>1</b>	<b>58</b>	<b>1 098</b>	<b>(1 040)</b>	<b>-95%</b>	<b>1 097</b>
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 066	1 097	1 097	1	58	1 098	(1 040)	-95%	1 097
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		<b>19 515</b>	<b>21 634</b>	<b>21 568</b>	<b>238</b>	<b>19 958</b>	<b>18 739</b>	<b>1 219</b>	<b>7%</b>	<b>21 568</b>
Energy sources		12 190	13 678	13 944	(190)	12 303	11 003	1 300	12%	13 944
Water management		2 691	3 389	2 910	42	2 863	3 925	(1 062)	-27%	2 910
Waste water management		2 538	2 502	2 488	210	2 577	2 088	489	23%	2 488
Waste management		2 097	2 066	2 225	176	2 215	1 724	491	28%	2 225
<i><b>Other</b></i>	<b>4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Revenue - Functional</b>	<b>2</b>	<b>75 486</b>	<b>84 754</b>	<b>95 598</b>	<b>2 892</b>	<b>76 750</b>	<b>80 727</b>	<b>(3 977)</b>	<b>-5%</b>	<b>95 598</b>
<b>Expenditure - Functional</b>										
<i><b>Governance and administration</b></i>		<b>32 538</b>	<b>25 703</b>	<b>28 026</b>	<b>1 670</b>	<b>20 261</b>	<b>23 482</b>	<b>(3 220)</b>	<b>-14%</b>	<b>28 026</b>
Executive and council		9 369	8 704	8 411	555	6 554	7 755	(1 200)	-15%	8 411
Finance and administration		23 169	17 000	19 615	1 116	13 707	15 727	(2 020)	-13%	19 615
Internal audit		-	-	-	-	-	-	-	-	-
<i><b>Community and public safety</b></i>		<b>23 370</b>	<b>34 634</b>	<b>33 469</b>	<b>2 953</b>	<b>32 836</b>	<b>34 537</b>	<b>(1 701)</b>	<b>-5%</b>	<b>33 469</b>
Community and social services		2 178	1 738	2 030	78	1 102	1 052	50	5%	2 030
Sport and recreation		30	26	26	2	36	26	10	36%	26
Public safety		20 988	32 683	31 225	2 872	31 685	33 435	(1 750)	-5%	31 225
Housing		171	183	184	0	3	20	(17)	-84%	184
Health		3	4	4	1	10	4	7	186%	4
<i><b>Economic and environmental services</b></i>		<b>2 968</b>	<b>3 368</b>	<b>3 211</b>	<b>144</b>	<b>2 388</b>	<b>3 084</b>	<b>(696)</b>	<b>-23%</b>	<b>3 211</b>
Planning and development		1 077	1 241	1 227	79	898	1 241	(343)	-28%	1 227
Road transport		1 891	2 127	1 984	65	1 491	1 843	(353)	-19%	1 984
Environmental protection		-	-	-	-	-	-	-	-	-
<i><b>Trading services</b></i>		<b>22 644</b>	<b>22 312</b>	<b>22 801</b>	<b>2 082</b>	<b>16 808</b>	<b>16 592</b>	<b>216</b>	<b>1%</b>	<b>22 801</b>
Energy sources		8 446	7 503	8 269	1 239	6 867	7 304	(437)	-6%	8 269
Water management		2 128	2 628	2 842	183	1 909	2 000	(91)	-5%	2 842
Waste water management		10 399	10 828	10 210	504	6 997	6 119	877	14%	10 210
Waste management		1 671	1 354	1 481	156	1 035	1 169	(134)	-11%	1 481
<i><b>Other</b></i>		<b>19</b>	<b>8</b>	<b>8</b>	<b>1</b>	<b>8</b>	<b>7</b>	<b>0</b>	<b>4%</b>	<b>8</b>
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>81 539</b>	<b>86 025</b>	<b>87 514</b>	<b>6 850</b>	<b>72 301</b>	<b>77 702</b>	<b>(5 401)</b>	<b>-7%</b>	<b>87 514</b>
<b>Surplus/ (Deficit) for the year</b>		<b>(6 053)</b>	<b>(1 271)</b>	<b>8 084</b>	<b>(3 958)</b>	<b>4 449</b>	<b>3 025</b>	<b>1 424</b>	<b>47%</b>	<b>8 084</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) - M12 June**

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	3 502	(5)	7 629	3 636	3 993	109.8%	3 502
Vote 2 - MUNICIPAL MANAGER			—	—	—	—	—	—	—	—	—
Vote 3 - CORPORATE SERVICES			3 090	1 741	2 620	206	2 539	1 737	802	46.2%	2 620
Vote 4 - BUDGET & TREASURY			6 472	21 925	32 019	(389)	13 231	21 548	(8 318)	-38.6%	32 019
Vote 5 - PLANNING AND DEVEOLPMENT			—	—	—	—	—	—	—	—	—
Vote 6 - COMMUNITY AND SOCIAL SERV			995	1 078	1 071	6	13	1 077	(1 064)	-98.8%	1 071
Vote 7 - SPORTS AND RECREATION			16	24	2	—	2	24	(22)	-93.7%	2
Vote 8 - HOUSING			10	11	12	0	11	11	1	5.9%	12
Vote 9 - PUBLIC SAFETY			23 323	33 606	33 708	2 834	33 310	32 856	454	1.4%	33 708
Vote 10 - ROAD TRANSPORT			1 113	1 115	1 115	1	62	1 115	(1 053)	-94.5%	1 115
Vote 11 - WASTE MANAGEMENT			1 903	2 066	2 225	176	2 215	1 724	491	28.5%	2 225
Vote 12 - WASTE WATER MANAGEMENT			2 490	2 485	2 471	210	2 574	2 071	502	24.3%	2 471
Vote 13 - WATER			2 691	3 389	2 910	42	2 863	3 925	(1 062)	-27.0%	2 910
Vote 14 - ELECTRICITY			12 190	13 678	13 944	(190)	12 303	11 003	1 300	11.8%	13 944
Vote 15 - [NAME OF VOTE 15]			—	—	—	—	—	—	—	—	—
Total Revenue by Vote		2	75 278	84 754	95 598	2 892	76 750	80 727	(3 977)	-4.9%	95 598
Expenditure by Vote		1									
Vote 1 - MAYORAL & COUNCIL			6 382	5 127	4 912	327	4 089	4 686	(596)	-12.7%	4 912
Vote 2 - MUNICIPAL MANAGER			2 987	3 577	3 499	228	2 465	3 069	(604)	-19.7%	3 499
Vote 3 - CORPORATE SERVICES			5 983	6 099	6 473	461	5 956	5 740	216	3.8%	6 473
Vote 4 - BUDGET & TREASURY			17 172	10 900	13 142	654	7 751	9 987	(2 235)	-22.4%	13 142
Vote 5 - PLANNING AND DEVEOLPMENT			1 077	1 241	1 227	79	898	1 241	(343)	-27.6%	1 227
Vote 6 - COMMUNITY AND SOCIAL SERV			1 286	1 247	1 247	68	821	908	(88)	-9.7%	1 247
Vote 7 - SPORTS AND RECREATION			944	529	820	14	335	181	154	85.5%	820
Vote 8 - HOUSING			171	183	184	0	3	20	(17)	-83.5%	184
Vote 9 - PUBLIC SAFETY			20 988	32 683	31 225	2 872	31 685	33 435	(1 750)	-5.2%	31 225
Vote 10 - ROAD TRANSPORT			10 284	10 724	9 944	474	5 755	6 577	(822)	-12.5%	9 944
Vote 11 - WASTE MANAGEMENT			1 476	1 354	1 481	156	1 035	1 169	(134)	-11.4%	1 481
Vote 12 - WASTE WATER MANAGEMENT			2 006	2 231	2 250	95	2 733	1 386	1 346	97.1%	2 250
Vote 13 - WATER			2 128	2 628	2 842	183	1 909	2 000	(91)	-4.6%	2 842
Vote 14 - ELECTRICITY			8 446	7 503	8 269	1 239	6 867	7 304	(437)	-6.0%	8 269
Vote 15 - [NAME OF VOTE 15]			—	—	—	—	—	—	—	—	—
Total Expenditure by Vote		2	81 331	86 025	87 514	6 850	72 301	77 702	(5 401)	-7.0%	87 514
Surplus/ (Deficit) for the year		2	(6 053)	(1 271)	8 084	(3 958)	4 449	3 025	1 424	47.1%	8 084



Table C4: Financial Performance (Revenue and Expenditure)

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

Worcester Municipality - Table 04 Monthly Budget Statement - Financial Performance (Revenue and expenditure) - 1H12 Date										
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>Revenue By Source</b>										
Property rates		3 571	4 151	4 005	(108)	3 788	3 775	13	0%	4 005
Service charges - electricity revenue		11 852	13 369	13 548	(285)	11 098	10 695	403	4%	13 548
Service charges - water revenue		1 866	1 327	261	(104)	658	1 862	(1 204)	-65%	261
Service charges - sanitation revenue		1 660	2 485	2 471	210	2 574	2 071	502	24%	2 471
Service charges - refuse revenue		1 441	1 313	1 269	117	1 370	941	430	46%	1 269
Service charges - other		89	114	103	32	67	113	(46)	-40%	103
Rental of facilities and equipment		1 271	718	1 378	114	1 270	717	554	77%	1 378
Interest earned - external investments		818	818	797	95	850	818	32	4%	797
Interest earned - outstanding debtors		48	40	260	(28)	233	40	193	488%	260
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		22 198	32 532	32 532	2 659	31 809	31 783	26	0%	32 532
Licences and permits		1 134	1 082	1 181	174	1 343	1 082	261	24%	1 181
Agency services		127	123	118	21	144	123	21	18%	118
Transfers and subsidies		17 034	17 823	21 153	(5)	13 791	17 853	(4 062)	-23%	21 153
Other revenue		3 164	204	405	(0)	319	203	116	57%	405
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>66 273</b>	<b>76 100</b>	<b>79 482</b>	<b>2 892</b>	<b>69 314</b>	<b>72 073</b>	<b>(2 759)</b>	<b>-4%</b>	<b>79 482</b>
<b>Expenditure By Type</b>										
Employee related costs		19 124	22 885	22 633	1 611	19 543	22 165	(2 621)	-12%	22 633
Remuneration of councillors		2 507	2 606	2 618	168	2 374	2 605	(231)	-9%	2 618
Debt impairment		21 335	26 359	26 359	2 144	26 151	25 730	421	2%	26 359
Depreciation & asset impairment		9 901	10 092	10 001	-	388	1 979	(1 590)	-80%	10 001
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		7 460	6 854	7 650	1 200	7 911	6 854	1 057	15%	7 650
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		3 084	3 064	1 960	276	2 223	3 813	(1 590)	-42%	1 960
Transfers and subsidies		3 941	2 485	2 119	84	848	2 485	(1 638)	-66%	2 119
Other expenditure		14 188	11 680	14 176	1 368	12 862	12 072	791	7%	14 176
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>81 539</b>	<b>86 025</b>	<b>87 514</b>	<b>6 850</b>	<b>72 301</b>	<b>77 702</b>	<b>(5 401)</b>	<b>-7%</b>	<b>87 514</b>
<b>Surplus/(Deficit)</b>		<b>(15 266)</b>	<b>(9 925)</b>	<b>(8 033)</b>	<b>(3 958)</b>	<b>(2 987)</b>	<b>(5 629)</b>	<b>2 642</b>	<b>(0)</b>	<b>(8 033)</b>
Transfers and subsidies - capital (monetary allocations)										
(National / Provincial and District)		9 213	8 654	16 117	-	7 437	8 654	(1 218)	(0)	16 117
(National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)								-		
Transfers and subsidies - capital (in-kind - all)								-		
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>(6 053)</b>	<b>(1 271)</b>	<b>8 084</b>	<b>(3 958)</b>	<b>4 449</b>	<b>3 025</b>			<b>8 084</b>
Taxation								-		
<b>Surplus/(Deficit) after taxation</b>		<b>(6 053)</b>	<b>(1 271)</b>	<b>8 084</b>	<b>(3 958)</b>	<b>4 449</b>	<b>3 025</b>			<b>8 084</b>
Attributable to minorities										
<b>Surplus/(Deficit) attributable to municipality</b>		<b>(6 053)</b>	<b>(1 271)</b>	<b>8 084</b>	<b>(3 958)</b>	<b>4 449</b>	<b>3 025</b>			<b>8 084</b>
Share of surplus/ (deficit) of associate										
<b>Surplus/ (Deficit) for the year</b>		<b>(6 053)</b>	<b>(1 271)</b>	<b>8 084</b>	<b>(3 958)</b>	<b>4 449</b>	<b>3 025</b>			<b>8 084</b>

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

## WC051 Laingsburg - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M12 June

Vote Description	Ref	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	1									
<b>Single Year expenditure appropriation</b>	2									
Vote 1 - MAYORAL & COUNCIL		-	-	-	-	-	-	-		-
Vote 2 - MUNICIPAL MANAGER		-	-	-	-	-	-	-		-
Vote 3 - CORPORATE SERVICES		11	44	1	-	125	-	125	#DIV/0!	1
Vote 4 - BUDGET & TREASURY		-	30	-	-	-	-	-		-
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-		-
Vote 6 - COMMUNITY AND SOCIAL SERV		1 276	280	174	(28)	(25)	-	(25)	#DIV/0!	174
Vote 7 - SPORTS AND RECREATION		318	140	774	-	-	-	-		774
Vote 8 - HOUSING		-	-	-	-	-	-	-		-
Vote 9 - PUBLIC SAFETY		-	50	-	6	6	-	6	#DIV/0!	-
Vote 10 - ROAD TRANSPORT		39	770	-	-	777	-	777	#DIV/0!	-
Vote 11 - WASTE MANAGEMENT		-	-	-	-	-	-	-		-
Vote 12 - WASTE WATER MANAGEMENT		823	160	-	(19)	(19)	-	(19)	#DIV/0!	-
Vote 13 - WATER		1 853	5 641	13 174	1 565	4 971	-	4 971	#DIV/0!	13 174
Vote 14 - ELECTRICITY		7 094	2 000	1 995	41	1 978	-	1 978	#DIV/0!	1 995
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-		-
<b>Total Capital single-year expenditure</b>	4	11 413	9 115	16 118	1 565	7 813	-	7 813	#DIV/0!	16 118
<b>Total Capital Expenditure</b>		11 413	9 115	16 118	1 565	7 813	-	7 813	#DIV/0!	16 118
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		11	74	1	-	125	-	125	#DIV/0!	1
Executive and council		-	-	-	-	-	-	-		-
Finance and administration		-	30	-	-	-	-	-		-
Internal audit		11	44	1	-	125	-	125	#DIV/0!	1
<b>Community and public safety</b>		1 593	470	948	(22)	(18)	-	(18)	#DIV/0!	948
Community and social services		1 276	-	174	(28)	(25)	-	(25)	#DIV/0!	174
Sport and recreation		318	140	774	-	-	-	-		774
Public safety		-	50	-	6	6	-	6	#DIV/0!	-
Housing		-	-	-	-	-	-	-		-
Health		-	280	-	-	-	-	-		-
<b>Economic and environmental services</b>		39	770	-	-	777	-	777	#DIV/0!	-
Planning and development		-	-	-	-	-	-	-		-
Road transport		39	770	-	-	777	-	777	#DIV/0!	-
Environmental protection		-	-	-	-	-	-	-		-
<b>Trading services</b>		9 770	7 801	15 169	1 587	6 929	-	6 929	#DIV/0!	15 169
Energy sources		7 094	2 000	1 995	41	1 978	-	1 978	#DIV/0!	1 995
Water management		1 853	5 641	13 174	1 565	4 971	-	4 971	#DIV/0!	13 174
Waste water management		823	160	-	(19)	(19)	-	(19)	#DIV/0!	-
Waste management		-	-	-	-	-	-	-		-
<b>Other</b>		-	-	-	-	-	-	-		-
<b>Total Capital Expenditure - Functional Classification</b>	3	11 413	9 115	16 118	1 565	7 813	-	7 813	#DIV/0!	16 118
<b>Funded by:</b>										
National Government		10 977	8 321	2 169	1 559	7 678	-	7 678	#DIV/0!	2 169
Provincial Government		-	-	13 174	-	-	-	-		13 174
District Municipality		-	-	-	-	-	-	-		-
Other transfers and grants		-	-	-	-	-	-	-		-
<b>Transfers recognised - capital</b>		10 977	8 321	15 342	1 559	7 678	-	7 678	#DIV/0!	15 342
<b>Public contributions &amp; donations</b>	5	-	-	-	-	-	-	-		-
<b>Borrowing</b>	6	-	-	-	-	-	-	-		-
<b>Internally generated funds</b>		436	794	775	6	135	-	135	#DIV/0!	775
<b>Total Capital Funding</b>		11 413	9 115	16 118	1 565	7 813	-	7 813	#DIV/0!	16 118

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

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		5 875	5 875	5 875	13 654	5 875
Call investment deposits		–	–	–	–	–
Consumer debtors		3 499	20 291	20 291	(3 332)	20 291
Other debtors		3 846	(18 984)	(18 984)	6 499	(18 984)
Current portion of long-term receivables		1	–	–	–	–
Inventory		1 378	1 378	1 378	1 378	1 378
<b>Total current assets</b>		<b>14 599</b>	<b>8 561</b>	<b>8 561</b>	<b>18 199</b>	<b>8 561</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		158 542	158 585	158 585	166 398	158 585
Agricultural		–	–	–	–	–
Biological assets		–	–	–	–	–
Intangible assets		522	522	522	522	522
Other non-current assets		43	13	13	12	13
<b>Total non current assets</b>		<b>163 379</b>	<b>163 393</b>	<b>163 393</b>	<b>171 204</b>	<b>163 393</b>
<b>TOTAL ASSETS</b>		<b>177 979</b>	<b>171 953</b>	<b>171 953</b>	<b>189 404</b>	<b>171 953</b>
<b><u>LIABILITIES</u></b>						
<b>Current liabilities</b>						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		485	485	485	506	485
Trade and other payables		12 487	4 911	4 911	18 164	4 911
Provisions		745	7 138	7 138	6 959	7 138
<b>Total current liabilities</b>		<b>13 718</b>	<b>12 534</b>	<b>12 534</b>	<b>25 629</b>	<b>12 534</b>
<b>Non current liabilities</b>						
Borrowing		–	–	–	–	–
Provisions		8 795	3 953	3 953	3 953	3 953
<b>Total non current liabilities</b>		<b>8 795</b>	<b>3 953</b>	<b>3 953</b>	<b>3 953</b>	<b>3 953</b>
<b>TOTAL LIABILITIES</b>		<b>22 512</b>	<b>16 487</b>	<b>16 487</b>	<b>29 581</b>	<b>16 487</b>
<b>NET ASSETS</b>	2	<b>155 467</b>	<b>155 467</b>	<b>155 467</b>	<b>159 822</b>	<b>155 467</b>
<b><u>COMMUNITY WEALTH/EQUITY</u></b>						
Accumulated Surplus/(Deficit)		155 467	119 021	119 021	123 377	119 021
Reserves		–	36 445	36 445	36 445	36 445
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>155 467</b>	<b>155 467</b>	<b>155 467</b>	<b>159 822</b>	<b>155 467</b>

Table C7: Cash Flow

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

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	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		3 571	4 151	4 151	107	3 057	4 151	(1 094)	-26%	4 151
Service charges		21 991	18 481	18 481	1 171	14 494	18 481	(3 987)	-22%	18 481
Other revenue		4 517	43 290	43 290	1 114	35 884	43 290	(7 405)	-17%	43 290
Government - operating		14 650	17 973	17 973	-	11 695	17 973	(6 278)	-35%	17 973
Government - capital		8 315	-	-	-	-	-	-		-
Interest		866	860	860	34	589	860	(271)	-32%	860
Dividends		-	-	-	-	-	-	-		-
Payments										
Suppliers and employees		(51 088)	(77 464)	(77 464)	(8 574)	(56 094)	(77 464)	(21 370)	28%	(77 464)
Finance charges		-	-	-	-	-	-	-		-
Transfers and Grants		-	(447)	(447)	187	2 908	(447)	(3 355)	751%	(447)
NET CASH FROM/(USED) OPERATING ACTIVITIES		2 820	6 843	6 843	(5 961)	12 534	6 843	(5 691)	-83%	6 843
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		(37)	-	-	-	-	-	-		-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-		-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-		-
Decrease (increase) in non-current investments		-	-	-	-	400	-	400	#DIV/0!	-
Payments										
Capital assets		(6 872)	(9 115)	(9 115)	(1 565)	(7 813)	(9 115)	(1 302)	14%	(9 115)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(6 909)	(9 115)	(9 115)	(1 565)	(7 413)	(9 115)	(1 702)	19%	(9 115)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	-	-	-	-	-	-		-
Increase (decrease) in consumer deposits		-	24	24	4	58	24	34	142%	24
Payments										
Repayment of borrowing		-	-	-	-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	24	24	4	58	24	(34)	-142%	24
NET INCREASE/ (DECREASE) IN CASH HELD		(4 089)	(2 248)	(2 248)	(7 522)	5 179	(2 248)			(2 248)
Cash/cash equivalents at beginning:		9 964	5 875	5 875		5 875	5 875			5 875
Cash/cash equivalents at month/year end:		5 875	3 627	3 627		11 054	3 627			3 627

## 4. Supporting Documentation

### Variance explanations

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

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	<b>R thousands</b>			
1	<b>Revenue By Source</b>			
	Property rates	461	Property rates are levied during July for the financial year	
	Service charges - electricity revenue	1 724	The curve of consumption during the colder period was larger than budgeted for	
	Service charges - water revenue	(949)	Consumption of water is still higher than what was planned for - water restrictions were only implemented from 1 Decemb	
2	<b>Expenditure By Type</b>			
	Employee related costs	(2 472)	Bonusses are paid during November but accounted for at 1/12 during the financial year	
	Depreciation & asset impairment	(1 424)	Depreciation charges will be accounted for at the end of the financial yer	
3	<b>Capital Expenditure</b>			
	All	6 247	Capital projects have started but will accelerate during February 2018 - contractor will be on site before end Feb	
4	<b>Financial Position</b>			
5	<b>Cash Flow</b>			
6	<b>Measureable performance</b>			
7	<b>Municipal Entities</b>			

### Debtors Analysis

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

Description		Budget Year 2017/18												
R thousands	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.e. Council Policy	
Debtors Age Analysis By Income Source														
	1200	284	49	53	61	21	21	18	374	881	495	-	-	
	1300	800	122	350	172	115	587	120	445	2 709	1 438	-	-	
	1400	(404)	24	49	23	17	16	14	2 261	2 001	2 331	-	-	
	1500	(22)	22	57	26	23	23	21	467	618	561	-	-	
	1600	108	16	30	20	14	14	11	169	382	228	-	-	
	1700	40	22	85	32	17	14	17	346	573	426	-	-	
	1810	-	1 156	-	-	-	-	-	-	1 156	-	-	-	
	1820	-	-	-	-	-	-	-	-	-	-	-	-	
	1900	(1 228)	(304)	(335)	129	119	(473)	767	69	(1 255)	612	-	-	
Total By Income Source	2000	(423)	1 108	289	463	326	202	968	4 132	7 065	6 090	-	-	
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														
	2200	23	38	52	36	41	18	319	992	1 521	1 407	-	-	
	2300	(860)	465	166	356	217	117	583	1 256	2 301	2 529	-	-	
	2400	414	604	70	72	68	66	65	1 884	3 243	2 154	-	-	
	2500	-	-	-	-	-	-	-	-	-	-	-	-	
Total By Customer Group	2600	(423)	1 108	289	463	326	202	968	4 132	7 065	6 090	-	-	

## Creditors Analysis

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

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
<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	4	-	-	-	-	-	-	-	4
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>1000</b>	<b>4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4</b>

## 5. Other Information or Documentation

No further comments.

## 6. Recommendation

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