

# LAINGSBURG MUNICIPALITY



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

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## 1. Juneors Report

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

## 2. Executive Summary

Section 71 of the MFMA states that the Accounting Officer of a Municipality must by no later than 10 working days after the end of each month submit to the Juneor 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 Juneor 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 2016.

R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Revenue (Excl. Capital transfers and contributions)	95 059	98 020	98 330	100.32
Total Expenditure	77 536	85 894	77 865	90.65
Depreciation	12 073	12 867	9 138	71.02
Surplus (Deficit) (Exl Capital transfers)	17 523	12 126	20 465	168.77

Capital Expenditure				
Sources of Finance				
Transfers from Grants	26 754	33 440 818	29 701 073	88.82
Government	26 754	33 440 818	29 701 073	88.82
Transfers from Internal funds	1 666	2 595 696	932 814	35.94
Capital Expenditure	28 420	36 036 514	30 633 887	85.01

### Operating Revenue

The Municipality have generated 100.32% or R98,020 million of the Budgeted Revenue to date which is in line with the budgeted amounts. During the month no operating grants were received. The largest part of the grants received this year forms part of the Equitable share allocation for the financial year.

### Operating Expenditure

For the month ending June 2016, the Municipality managed to spend within the budgeted norms. An amount of R77,865 million or 91.65% have been spent to date.

### Capital Expenditure

The Municipality has incurred R30,689 million or 81.79% of the Capital Budget to date. It must be noted that there are still invoices outstanding from the contractor on the housing project to be paid.

### Cash Flow

The Municipality started off with a cash flow balance of R14,758 million at the beginning of the year and decreased with R5,265 million. The closing balance for the month ended June is R9,493 million. The increase in cash flow is due to the receipt of the operational grants as well as the MIG payments. The Municipal Cash flow is mainly from Operating Activities as no Borrowing or Investments are budgeted for the 2015/2016 financial year.

### Debtors

The Outstanding Debtors of the Municipality amounts to R5,544 million for the month ending June 2016. **The outstanding debt for more than 90 days amounts to 71,2%.** The payment rate for 2015/2016 financial year was 105,83%. The Municipality is fully implementing the Debt Collection and Credit Control Policy. It should be noted that the municipal debt collection and credit control policy was revised during February 2013.

### Creditors

Total outstanding creditors amount to R0 for the month ending June 2016 . All the outstanding amounts are within the 30 days outstanding categories which is compliant with Section 65 of the MFMA. Cases occur where suppliers issue invoices more than 30 days after the date of the invoice for payment, but in most cases the payments are made at presentation of the invoices.

## 3. In year Budget Statement Tables

If a municipality does not have any municipal entities, the in-year budget statement tables must consist of the tables in First Attachment to this Schedule, namely-

- (a) Table C1 Monthly Budget Statement Summary
- (b) Table C2 Monthly Budget Statement -Financial Performance (standard classification)
- (c) Table C3 Monthly Budget Statement- Financial Performance (revenue and expenditure by municipal vote)
- (d) Table C4 Monthly Budget Statement-Financial Performance (revenue and expenditure)

(e) Table C5 Monthly Budget Statement- Capital Expenditure (municipal vote, standard classification and funding)

(f) Table C6 Monthly Budget Statement- Financial Position

(g) Table C7 Monthly Budget Statement Cash Flow

**Table C1: Summary**

WC051 Laingsburg - Table C1 Monthly Budget Statement Summary - M12 June

Description	2015/16	Budget Year 2016/17							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b>Financial Performance</b>									
Property rates	3 040	3 000	3 756	29	3 375	3 756	(381)	-10%	3 756
Service charges	13 929	17 826	14 978	1 278	15 559	14 978	580	4%	14 978
Investment revenue	1 101	827	1 050	89	1 391	1 050	341	32%	1 050
Transfers recognised - operational	19 788	16 841	20 353	2 011	19 847	20 353	(506)	-2%	20 353
Other own revenue	31 675	29 483	25 120	2 184	25 795	25 120	675	3%	25 120
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>69 532</b>	<b>67 977</b>	<b>65 258</b>	<b>5 591</b>	<b>65 967</b>	<b>65 258</b>	<b>709</b>	<b>1%</b>	<b>65 258</b>
Employee costs	12 930	17 096	17 568	1 127	16 251	17 568	(1 316)	-7%	17 568
Remuneration of Councillors	2 220	2 453	2 453	204	2 225	2 453	(228)	-9%	2 453
Depreciation & asset impairment	9 523	12 073	12 867	21	9 138	12 867	(3 729)	-29%	12 867
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	6 573	6 523	8 000	1 260	7 557	8 000	(443)	-6%	8 000
Transfers and grants	3 244	4 231	4 276	1 720	4 346	4 276	69		4 276
Other expenditure	37 452	35 159	40 729	3 694	38 348	40 729	(2 381)	-6%	40 729
<b>Total Expenditure</b>	<b>71 940</b>	<b>77 536</b>	<b>85 894</b>	<b>8 027</b>	<b>77 865</b>	<b>85 894</b>	<b>(8 028)</b>	<b>-9%</b>	<b>85 894</b>
<b>Surplus/(Deficit)</b>	<b>(2 408)</b>	<b>(9 559)</b>	<b>(20 636)</b>	<b>(2 436)</b>	<b>(11 899)</b>	<b>(20 636)</b>	<b>8 737</b>	<b>-42%</b>	<b>(20 636)</b>
Transfers recognised - capital	19 707	27 082	32 762	668	32 364	32 762	(398)	-1%	32 762
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>17 298</b>	<b>17 523</b>	<b>12 126</b>	<b>(1 768)</b>	<b>20 465</b>	<b>12 126</b>	<b>8 339</b>	<b>69%</b>	<b>12 126</b>
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>	<b>17 298</b>	<b>17 523</b>	<b>12 126</b>	<b>(1 768)</b>	<b>20 465</b>	<b>12 126</b>	<b>8 339</b>	<b>69%</b>	<b>12 126</b>
<b>Capital expenditure &amp; funds sources</b>									
<b>Capital expenditure</b>	<b>28 348</b>	<b>28 419</b>	<b>36 196</b>	<b>2 225</b>	<b>30 689</b>	<b>36 196</b>	<b>(5 507)</b>	<b>-15%</b>	<b>36 196</b>
Capital transfers recognised	27 834	26 754	33 440	1 963	29 701	33 440	(3 739)	-11%	33 440
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	514	1 666	2 755	262	988	2 755	(1 767)	-64%	2 755
<b>Total sources of capital funds</b>	<b>28 348</b>	<b>28 419</b>	<b>36 196</b>	<b>2 225</b>	<b>30 689</b>	<b>36 196</b>	<b>(5 507)</b>	<b>-15%</b>	<b>36 196</b>
<b>Financial position</b>									
Total current assets	18 711	25 997	25 997		7 750				25 997
Total non current assets	152 413	166 679	166 679		190 607				166 679
Total current liabilities	7 003	14 077	14 077		1 207				14 077
Total non current liabilities	6 872	4 051	4 051		3 953				4 051
<b>Community wealth/Equity</b>	<b>157 249</b>	<b>174 548</b>	<b>174 548</b>		<b>193 197</b>				<b>174 548</b>
<b>Cash flows</b>									
Net cash from (used) operating	25 284	22 257	22 257	(4 589)	25 325	22 257	3 067	14%	22 257
Net cash from (used) investing	(18 491)	(12 484)	(12 484)	(2 225)	(30 689)	(12 484)	(18 205)	146%	(12 484)
Net cash from (used) financing	50	-	-	17	99	-	99	#DIV/0!	-
<b>Cash/cash equivalents at the month/year end</b>	<b>21 602</b>	<b>24 532</b>	<b>24 532</b>	<b>-</b>	<b>9 493</b>	<b>24 532</b>	<b>(15 038)</b>	<b>-61%</b>	<b>24 532</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b>Debtors Age Analysis</b>									
Total By Revenue Source	702	783	115	86	98	98	90	3 573	5 544
<b>Creditors Age Analysis</b>									
Total Creditors	-	-	-	-	-	-	-	-	-

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

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

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

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

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

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									
<b>Revenue - Standard</b>										
<i>Governance and administration</i>		40 037	47 523	55 869	2 405	54 748	55 869	(1 121)	-2%	55 869
Executive and council		20 481	39 219	40 211	435	27 491	40 211	(12 720)	-32%	40 211
Budget and treasury office		8 102	5 134	7 655	1 784	5 262	7 655	(2 394)	-31%	7 655
Corporate services		11 454	3 171	8 003	186	21 995	8 003	13 993	175%	8 003
<i>Community and public safety</i>		31 008	28 900	24 611	2 061	25 145	24 611	534	2%	24 611
Community and social services		920	974	974	0	651	974	(323)	-33%	974
Sport and recreation		3	2	2	0	4	2	2	78%	2
Public safety		29 723	27 913	23 623	2 060	24 480	23 623	857	4%	23 623
Housing		363	11	11	1	11	11	(0)	-1%	11
Health		-	0	0	0	(1)	0	(1)	-228%	0
<i>Economic and environmental services</i>		2 737	1 129	1 123	313	1 020	1 123	(102)	-9%	1 123
Planning and development		-	90	90	-	-	90	(90)	-100%	90
Road transport		2 737	1 039	1 033	313	1 020	1 033	(12)	-1%	1 033
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		15 456	17 507	16 417	1 480	17 417	16 417	999	6%	16 417
Electricity		9 471	11 352	10 620	940	11 198	10 620	579	5%	10 620
Water		2 361	2 078	2 051	188	2 396	2 051	345	17%	2 051
Waste water management		1 895	2 106	2 085	189	2 086	2 085	1	0%	2 085
Waste management		1 730	1 971	1 662	163	1 736	1 662	75	4%	1 662
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
<b>Total Revenue - Standard</b>	2	89 238	95 059	98 020	6 259	98 330	98 020	310	0%	98 020
<b>Expenditure - Standard</b>										
<i>Governance and administration</i>		20 558	25 722	29 859	3 256	25 295	29 859	(4 564)	-15%	29 859
Executive and council		7 502	10 920	11 054	885	8 998	11 054	(2 056)	-19%	11 054
Budget and treasury office		7 939	7 610	10 578	1 600	9 839	10 578	(739)	-7%	10 578
Corporate services		5 116	7 193	8 227	770	6 458	8 227	(1 769)	-21%	8 227
<i>Community and public safety</i>		28 568	28 460	30 412	2 480	29 164	30 412	(1 248)	-4%	30 412
Community and social services		1 851	1 904	2 184	110	1 701	2 184	(483)	-22%	2 184
Sport and recreation		65	451	451	2	44	451	(407)	-90%	451
Public safety		26 441	25 828	27 510	2 367	27 227	27 510	(282)	-1%	27 510
Housing		186	188	188	0	174	188	(13)	-7%	188
Health		26	90	79	1	17	79	(62)	-79%	79
<i>Economic and environmental services</i>		10 742	11 199	11 293	730	10 372	11 293	(921)	-8%	11 293
Planning and development		660	774	797	66	701	797	(96)	-12%	797
Road transport		10 082	10 425	10 497	664	9 671	10 497	(825)	-8%	10 497
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		12 067	12 143	14 318	1 559	13 028	14 318	(1 290)	-9%	14 318
Electricity		7 183	7 077	8 554	1 265	7 917	8 554	(637)	-7%	8 554
Water		1 775	2 172	2 276	76	1 814	2 276	(461)	-20%	2 276
Waste water management		1 677	1 505	2 092	146	2 110	2 092	18	1%	2 092
Waste management		1 432	1 390	1 397	73	1 187	1 397	(210)	-15%	1 397
<i>Other</i>		5	12	12	1	6	12	(6)	-48%	12
<b>Total Expenditure - Standard</b>	3	71 940	77 536	85 894	8 027	77 865	85 894	(8 028)	-9%	85 894
<b>Surplus/ (Deficit) for the year</b>		17 298	17 523	12 126	(1 768)	20 465	12 126	8 339	69%	12 126

**Table C3: Financial Performance (Revenue and Expenditure by Municipal Vote)****WC051 Laingsburg - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M12 June**

Vote Description		Ref	2015/16	Budget Year 2016/17							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Revenue by Vote		1									
Vote 1 - MAYORAL & COUNCIL			20 481	39 219	40 211	435	27 491	40 211	(12 720)	-31.6%	40 211
Vote 2 - MUNICIPAL MANAGER			-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES			11 454	3 171	8 003	186	21 995	8 003	13 993	174.9%	8 003
Vote 4 - BUDGET & TREASURY			8 102	5 134	7 655	1 784	5 262	7 655	(2 394)	-31.3%	7 655
Vote 5 - PLANNING AND DEVEOLPMENT			-	90	90	-	-	90	(90)	-100.0%	90
Vote 6 - COMMUNITY AND SOCIAL SERV			920	974	974	0	650	974	(324)	-33.3%	974
Vote 7 - SPORTS AND RECREATION			3	2	2	0	4	2	2	78.1%	2
Vote 8 - HOUSING			363	11	11	1	11	11	(0)	-0.8%	11
Vote 9 - PUBLIC SAFETY			29 723	27 913	23 623	2 060	24 480	23 623	857	3.6%	23 623
Vote 10 - ROAD TRANSPORT			2 737	1 039	1 033	313	1 020	1 033	(12)	-1.2%	1 033
Vote 11 - WASTE MANAGEMENT			1 506	1 971	1 662	163	1 736	1 662	75	4.5%	1 662
Vote 12 - WASTE WATER MANAGEMENT			1 895	2 106	2 085	189	2 086	2 085	1	0.0%	2 085
Vote 13 - WATER			2 361	2 078	2 051	188	2 396	2 051	345	16.8%	2 051
Vote 14 - ELECTRICITY			9 471	11 352	10 620	940	11 198	10 620	579	5.4%	10 620
Vote 15 -			-	-	-	-	-	-	-	-	-
Total Revenue by Vote		2	89 015	95 059	98 020	6 259	98 330	98 020	310	0.3%	98 020
Expenditure by Vote		1									
Vote 1 - MAYORAL & COUNCIL			4 815	7 231	7 365	680	6 023	7 365	(1 343)	-18.2%	7 365
Vote 2 - MUNICIPAL MANAGER			2 687	3 689	3 689	206	2 975	3 689	(714)	-19.4%	3 689
Vote 3 - CORPORATE SERVICES			5 116	7 193	8 227	770	6 458	8 227	(1 769)	-21.5%	8 227
Vote 4 - BUDGET & TREASURY			7 940	7 610	10 578	1 600	9 839	10 578	(739)	-7.0%	10 578
Vote 5 - PLANNING AND DEVEOLPMENT			660	774	797	66	701	797	(96)	-12.0%	797
Vote 6 - COMMUNITY AND SOCIAL SERV			1 193	1 306	1 295	71	1 065	1 295	(230)	-17.8%	1 295
Vote 7 - SPORTS AND RECREATION			754	1 151	1 431	43	703	1 431	(728)	-50.9%	1 431
Vote 8 - HOUSING			186	188	188	0	174	188	(13)	-7.0%	188
Vote 9 - PUBLIC SAFETY			26 441	25 828	27 510	2 367	27 227	27 510	(282)	-1.0%	27 510
Vote 10 - ROAD TRANSPORT			10 082	10 425	10 497	664	9 671	10 497	(825)	-7.9%	10 497
Vote 11 - WASTE MANAGEMENT			1 208	1 390	1 397	73	1 187	1 397	(210)	-15.0%	1 397
Vote 12 - WASTE WATER MANAGEMENT			1 677	1 505	2 092	146	2 110	2 092	18	0.9%	2 092
Vote 13 - WATER			1 775	2 172	2 276	76	1 814	2 276	(461)	-20.3%	2 276
Vote 14 - ELECTRICITY			7 183	7 077	8 554	1 265	7 917	8 554	(637)	-7.4%	8 554
Vote 15 -			-	-	-	-	-	-	-	-	-
Total Expenditure by Vote		2	71 717	77 536	85 894	8 027	77 865	85 894	(8 028)	-9.3%	85 894
Surplus/ (Deficit) for the year		2	17 298	17 523	12 126	(1 768)	20 465	12 126	8 339	68.8%	12 126

Table C4: Financial Performance (Revenue and Expenditure)

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

W0051 Langsburg - Table C4 Monthly Budget Statement - Financial Performance (Revenue and expenditure) - W12 June										
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										
<b>Revenue By Source</b>										
Property rates		2 794	2 875	3 630	6	3 094	3 630	(536)	-15%	3 630
Property rates - penalties & collection charges		246	126	126	23	281	126	155	123%	126
Service charges - electricity revenue		9 315	11 352	10 422	922	10 992	10 422	570	5%	10 422
Service charges - water revenue		1 312	2 078	927	52	1 153	927	226	24%	927
Service charges - sanitation revenue		1 895	2 106	2 085	189	2 086	2 085	1	0%	2 085
Service charges - refuse revenue		1 320	1 971	1 224	110	1 250	1 224	26	2%	1 224
Service charges - other		87	319	320	5	78	320	(242)	-76%	320
Rental of facilities and equipment		1 275	887	885	80	962	885	77	9%	885
Interest earned - external investments		856	652	850	76	1 162	850	312	37%	850
Interest earned - outstanding debtors		245	175	200	13	229	200	29	15%	200
Dividends received		-	-	-	-	-	-	-	-	-
Fines		28 433	27 530	23 240	1 937	23 241	23 240	0	0%	23 240
Licences and permits		1 115	252	256	123	1 145	256	889	347%	256
Agency services		84	105	100	16	141	100	41	41%	100
Transfers recognised - operational		19 788	16 841	20 353	2 011	19 847	20 353	(506)	-2%	20 353
Other revenue		769	709	639	28	307	639	(332)	-52%	639
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>69 532</b>	<b>67 977</b>	<b>65 258</b>	<b>5 591</b>	<b>65 967</b>	<b>65 258</b>	<b>709</b>	<b>1%</b>	<b>65 258</b>
<b>Expenditure By Type</b>										
Employee related costs		12 930	17 096	17 568	1 127	16 251	17 568	(1 316)	-7%	17 568
Remuneration of councillors		2 220	2 453	2 453	204	2 225	2 453	(228)	-9%	2 453
Debt impairment		19 976	21 682	21 682	1 789	21 472	21 682	(210)	-1%	21 682
Depreciation & asset impairment		9 523	12 073	12 867	21	9 138	12 867	(3 729)	-29%	12 867
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		6 573	6 523	8 000	1 260	7 557	8 000	(443)	-6%	8 000
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		3 210	2 976	4 321	288	3 037	4 321	(1 284)	-30%	4 321
Transfers and grants		3 244	4 231	4 276	1 720	4 346	4 276	69	2%	4 276
Other expenditure		14 265	10 502	14 726	1 617	13 839	14 726	(887)	-6%	14 726
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
<b>Total Expenditure</b>		<b>71 940</b>	<b>77 536</b>	<b>85 894</b>	<b>8 027</b>	<b>77 865</b>	<b>85 894</b>	<b>(8 028)</b>	<b>-9%</b>	<b>85 894</b>
<b>Surplus/(Deficit)</b>		<b>(2 408)</b>	<b>(9 559)</b>	<b>(20 636)</b>	<b>(2 436)</b>	<b>(11 899)</b>	<b>(20 636)</b>	<b>8 737</b>	<b>(0)</b>	<b>(20 636)</b>
Transfers recognised - capital		19 707	27 082	32 762	668	32 364	32 762	(398)	(0)	32 762
Contributions recognised - capital								-		
Contributed assets								-		
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>17 298</b>	<b>17 523</b>	<b>12 126</b>	<b>(1 768)</b>	<b>20 465</b>	<b>12 126</b>			<b>12 126</b>
Taxation								-		
<b>Surplus/(Deficit) after taxation</b>		<b>17 298</b>	<b>17 523</b>	<b>12 126</b>	<b>(1 768)</b>	<b>20 465</b>	<b>12 126</b>			<b>12 126</b>
Attributable to minorities										
<b>Surplus/(Deficit) attributable to municipality</b>		<b>17 298</b>	<b>17 523</b>	<b>12 126</b>	<b>(1 768)</b>	<b>20 465</b>	<b>12 126</b>			<b>12 126</b>
Share of surplus/ (deficit) of associate										
<b>Surplus/ (Deficit) for the year</b>		<b>17 298</b>	<b>17 523</b>	<b>12 126</b>	<b>(1 768)</b>	<b>20 465</b>	<b>12 126</b>			<b>12 126</b>

**Table C5: Capital Expenditure (Municipal Vote, Standard Classification and Funding)****WC051 Laingsburg - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding) - M12 June**

Vote Description	Ref	2015/16	Budget Year 2016/17							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									
<b>Capital Expenditure - Standard Classification</b>										
<b>Governance and administration</b>		455	216	291	337	359	291	68	23%	291
Executive and council		12	—	—	—	—	—	—		—
Budget and treasury office		284	20	25	332	347	25	322	1288%	25
Corporate services		159	196	266	5	12	266	(254)	-95%	266
<b>Community and public safety</b>		11 660	17 503	21 614	310	19 895	21 614	(1 718)	-8%	21 614
Community and social services		35	1 646	724	203	408	724	(316)	-44%	724
Sport and recreation		2 950	581	581	—	222	581	(359)	-62%	581
Public safety		10	675	1 029	—	365	1 029	(664)	-64%	1 029
Housing		8 601	14 520	19 200	39	18 831	19 200	(369)	-2%	19 200
Health		64	80	80	69	69	80	(11)	-14%	80
<b>Economic and environmental services</b>		8 936	2 575	4 941	29	2 682	4 941	(2 259)	-46%	4 941
Planning and development		—	—	—	—	—	—	—		—
Road transport		8 936	2 575	4 941	29	2 682	4 941	(2 259)	-46%	4 941
Environmental protection		—	—	—	—	—	—	—		—
<b>Trading services</b>		7 297	8 126	9 350	1 549	7 752	9 350	(1 597)	-17%	9 350
Electricity		2 037	6 000	8 000	371	5 679	8 000	(2 321)	-29%	8 000
Water		2 725	258	905	482	1 132	905	227	25%	905
Waste water management		2 535	1 868	445	696	941	445	497	112%	445
Waste management		—	—	—	—	—	—	—		—
<b>Other</b>		—	—	—	—	—	—	—		—
<b>Total Capital Expenditure - Standard Classification</b>	3	28 348	28 419	36 196	2 225	30 689	36 196	(5 507)	-15%	36 196
<b>Funded by:</b>										
National Government		27 834	26 754	33 440	1 963	29 701	33 440	(3 739)	-11%	33 440
Provincial Government		—	—	—	—	—	—	—		—
District Municipality		—	—	—	—	—	—	—		—
Other transfers and grants		—	—	—	—	—	—	—		—
<b>Transfers recognised - capital</b>		27 834	26 754	33 440	1 963	29 701	33 440	(3 739)	-11%	33 440
<b>Public contributions &amp; donations</b>	5	—	—	—	—	—	—	—		—
<b>Borrowing</b>	6	—	—	—	—	—	—	—		—
<b>Internally generated funds</b>		514	1 666	2 755	262	988	2 755	(1 767)	-64%	2 755
<b>Total Capital Funding</b>		28 348	28 419	36 196	2 225	30 689	36 196	(5 507)	-15%	36 196

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

Description	Ref	2015/16	Budget Year 2016/17			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	1					
<b><u>ASSETS</u></b>						
<b>Current assets</b>						
Cash		8 317	14 758	14 758	9 493	14 758
Call investment deposits		–	–	–	–	–
Consumer debtors		4 336	6 127	6 127	(16 338)	6 127
Other debtors		360	(201)	(201)	9 282	(201)
Current portion of long-term receivables		–	–	–	–	–
Inventory		5 698	5 313	5 313	5 313	5 313
<b>Total current assets</b>		<b>18 711</b>	<b>25 997</b>	<b>25 997</b>	<b>7 750</b>	<b>25 997</b>
<b>Non current assets</b>						
Long-term receivables		9	9	9	3	9
Investments		–	–	–	–	–
Investment property		4 440	4 511	4 511	4 392	4 511
Investments in Associate		–	–	–	–	–
Property, plant and equipment		147 576	161 601	161 601	185 925	161 601
Agricultural		–	–	–	–	–
Biological assets		–	–	–	–	–
Intangible assets		343	547	547	275	547
Other non-current assets		43	11	11	12	11
<b>Total non current assets</b>		<b>152 413</b>	<b>166 679</b>	<b>166 679</b>	<b>190 607</b>	<b>166 679</b>
<b>TOTAL ASSETS</b>		<b>171 124</b>	<b>192 677</b>	<b>192 677</b>	<b>198 357</b>	<b>192 677</b>
<b><u>LIABILITIES</u></b>						
<b>Current liabilities</b>						
Bank overdraft		–	–	–	–	–
Borrowing		–	–	–	–	–
Consumer deposits		396	406	406	437	406
Trade and other payables		6 322	7 903	7 903	(4 984)	7 903
Provisions		286	5 768	5 768	5 754	5 768
<b>Total current liabilities</b>		<b>7 003</b>	<b>14 077</b>	<b>14 077</b>	<b>1 207</b>	<b>14 077</b>
<b>Non current liabilities</b>						
Borrowing		–	–	–	–	–
Provisions		6 872	4 051	4 051	3 953	4 051
<b>Total non current liabilities</b>		<b>6 872</b>	<b>4 051</b>	<b>4 051</b>	<b>3 953</b>	<b>4 051</b>
<b>TOTAL LIABILITIES</b>		<b>13 875</b>	<b>18 129</b>	<b>18 129</b>	<b>5 160</b>	<b>18 129</b>
<b>NET ASSETS</b>	2	<b>157 249</b>	<b>174 548</b>	<b>174 548</b>	<b>193 197</b>	<b>174 548</b>
<b><u>COMMUNITY WEALTH/EQUITY</u></b>						
Accumulated Surplus/(Deficit)		120 313	137 618	137 618	156 267	137 618
Reserves		36 937	36 930	36 930	36 930	36 930
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	2	<b>157 249</b>	<b>174 548</b>	<b>174 548</b>	<b>193 197</b>	<b>174 548</b>

Table C7: Cash Flow

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

Description	Ref	2015/16	Budget Year 2016/17							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Ratepayers and other		37 239	21 696	21 696	1 492	41 461	21 696	19 764	91%	21 696
Government - operating		20 188	16 751	16 751	–	19 559	16 751	2 808	17%	16 751
Government - capital		12 055	27 082	27 082	668	23 235	27 082	(3 847)	-14%	27 082
Interest		1 491	827	827	60	1 041	827	214	26%	827
Dividends		–	–	–	–	–	–	–	–	–
<b>Payments</b>										
Suppliers and employees		(42 536)	(43 562)	(43 562)	(5 468)	(58 195)	(43 562)	(14 633)	34%	(43 562)
Finance charges		–	–	–	–	–	–	–	–	–
Transfers and Grants		(3 153)	(537)	(537)	(1 342)	(1 777)	(537)	(1 239)	231%	(537)
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>25 284</b>	<b>22 257</b>	<b>22 257</b>	<b>(4 589)</b>	<b>25 325</b>	<b>22 257</b>	<b>34 812</b>	<b>156%</b>	<b>22 257</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		–	–	–	–	–	–	–	–	–
Decrease (Increase) in non-current debtors		–	–	–	–	–	–	–	–	–
Decrease (increase) other non-current receivables		–	–	–	–	–	–	–	–	–
Decrease (increase) in non-current investments		–	–	–	–	–	–	–	–	–
<b>Payments</b>										
Capital assets		(18 491)	(12 484)	(12 484)	(2 225)	(30 689)	(12 484)	(18 205)	146%	(12 484)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(18 491)</b>	<b>(12 484)</b>	<b>(12 484)</b>	<b>(2 225)</b>	<b>(30 689)</b>	<b>(12 484)</b>	<b>18 205</b>	<b>-146%</b>	<b>(12 484)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits		50	–	–	17	99	–	99	#DIV/0!	–
<b>Payments</b>										
Repayment of borrowing		–	–	–	–	–	–	–	–	–
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>50</b>	<b>–</b>	<b>–</b>	<b>17</b>	<b>99</b>	<b>–</b>	<b>(99)</b>	<b>#DIV/0!</b>	<b>–</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>6 844</b>	<b>9 773</b>	<b>9 773</b>	<b>(6 797)</b>	<b>(5 265)</b>	<b>9 773</b>			<b>9 773</b>
Cash/cash equivalents at beginning:		14 758	14 758	14 758		14 758	14 758			14 758
Cash/cash equivalents at month/year end:		21 602	24 532	24 532		9 493	24 532			24 532

**Table SC1: Material variance explanations**

WC051 Laingsburg - Supporting Table SC1 Material variance explanations - M12 June

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	<b>R thousands</b>			
1	<b><u>Revenue By Source</u></b>			
	Property rates	(536)	Property rates levied in July for FY not on a monthly basis	None
	Property rates - penalties & collection charge	155	Interest are now levied on all outstanding rates 30+	None
	Transfers recognised - operational	(506)	Incorrect posting will be corrected during final journals	None
2	<b><u>Expenditure By Type</u></b>			
	Employee related costs	(1 316)	Task evaluation was completed and results were lower than budgeted for	
	Depreciation & asset impairment	(3 729)	Asset impairment journal will be done during finalizing of AFS	
	Remuneration of councillors	(228)	Telephone expences for councillors are included in other expences	
	Bulk purchases	(443)	Total purchases of electricity was lower than budgeted for	
3	<b><u>Capital Expenditure</u></b>			
	Road transport	(2 259)	Final payment will be made to the contractor as soos as the	none - MIG grant
	Housing	(369)	Final payment will be made to the contractor as soos as the	final invoices are delivered
4	<b><u>Financial Position</u></b>			
5	<b><u>Cash Flow</u></b>			
	Ratepayers and other	19 764	Inflow of debtors paying rates higher and rise in traffic fines	None
	Transfers and Grants	(1 239)	Indigent subsidies transferred to qualifying accounts	None
	Suppliers and employees	(14 633)	Some expenditure items are before the ytd budget but wll stabilize during the fin year	
	Government - capital	(3 847)	Not all capitals grants budgeted for were received till this month - housing still to be claimed	
6	<b><u>Measureable performance</u></b>			
7	<b><u>Municipal Entities</u></b>			

## 4. Supporting Documentation

### Debtors Analysis

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

Description	NT Code	Budget Year 2016/17								Total	Bad Debts
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr		
<b>R thousands</b>											
<b>Debtors Age Analysis By Revenue Source</b>											
Trade and Other Receivables from Exchange Transactions - Water	1200	(15)	29	23	20	25	21	26	202	331	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	658	16	19	7	7	11	7	140	866	-
Receivables from Non-exchange Transactions - Property Rates	1400	(66)	21	20	16	18	13	13	2 371	2 406	-
Receivables from Exchange Transactions - Waste Water Management	1500	73	31	18	18	18	18	18	267	461	-
Receivables from Exchange Transactions - Waste Management	1600	28	16	14	12	13	13	13	61	170	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	8	15	20	14	14	19	12	318	419	-
Interest on Arrear Debtor Accounts	1810	25	654	-	-	-	-	-	172	851	-
Recoverable unauthorised, irregular or fruitless and wasteful Expenditure	1820	-	-	-	-	-	-	-	-	-	-
Other	1900	(10)	1	-	1	1	2	1	43	40	-
<b>Total By Revenue Source</b>	<b>2000</b>	<b>702</b>	<b>783</b>	<b>115</b>	<b>86</b>	<b>98</b>	<b>98</b>	<b>90</b>	<b>3 573</b>	<b>5 544</b>	<b>-</b>
<b>2015/16 - totals only</b>		<b>746 016</b>	<b>767 141</b>	<b>150 461</b>	<b>121 529</b>	<b>124 543</b>	<b>128 612</b>	<b>113 508</b>	<b>4 384 306</b>	<b>6 536</b>	<b>0</b>
<b>Debtors Age Analysis By Customer Category</b>											
Organs of State	2200	108	20	23	12	12	18	11	1 170	1 373	-
Commercial	2300	321	26	15	2	1	1	-	19	385	-
Households	2400	172	736	74	71	84	77	71	2 296	3 580	-
Other	2500	101	1	2	1	1	2	8	88	206	-
<b>Total By Customer Category</b>	<b>2600</b>	<b>702</b>	<b>783</b>	<b>115</b>	<b>86</b>	<b>98</b>	<b>98</b>	<b>90</b>	<b>3 573</b>	<b>5 544</b>	<b>-</b>

### Creditors Analysis

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

Description	NT Code	Budget Year 2016/17								Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
<b>R thousands</b>										
<b>Creditors Age Analysis By Customer Type</b>										
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-
<b>Total By Customer Type</b>	<b>2600</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## **5. Other Information or Documentation**

No further matters.

## **6. Recommendation**

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