

LAINGSBURG MUNICIPALITY



MONTHLY BUDGET STATEMENTS FOR THE MONTH ENDING
JULY 2019

Table of Contents

1. Mayors Report 3

2. Executive Summary..... 3

3. In year Budget Statement Tables..... 6

4. Supporting Documentation 14

5. Other Information or Documentation 15

6. Recommendation..... 16

1. Mayors Report

The monthly budget statement for July 2019 has been prepared to meet the legislative requirements of the Municipal Budget and Reporting Regulations. The July 2019 Monthly budget statement is the first report for the 2019/20 financial year.

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 July 2019.

R thousands	Original Budget	Adjusted Budget	YTD Actual	YTD %
Total Revenue (Incl. Capital transfers and contributions)	94 630	94 630	13 334	14.09
Total Expenditure	94 052	94 052	3 194	3.40
Depriciation	11 752	11 752	-	-
Surplus (Deficit) (Incl Capital transfers)	577	577	10 140	1 756.41

Capital Expenditure				
<i>Sources of Finance</i>				
Transfers from Grants	8 064	8 064	-	-
<i>Government</i>	<i>8 064</i>	<i>8 064</i>	-	-
Transfers from Internal funds	-	-	-	-
Capital Expenditure	8 064	8 064	-	-

Operating Revenue

The Municipality have generated 13.57% or R13,334 million of the Budgeted Revenue to date which is higher than the budgeted amounts. This amount includes the operational grants to date.

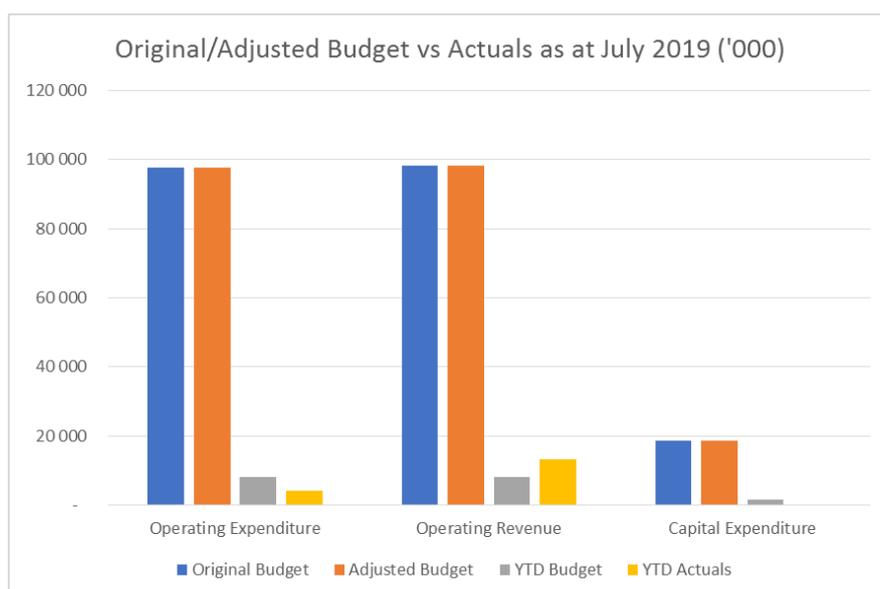
Operating Expenditure

Operating expenditure of R3,194 million for the period up to July 2019 does not include part of the depreciation costs, annual bonuses and exclude the annual calculation for provisions. The total amount for the year-to-date portion of provisions is R0,956 million. That will bring the total expenditure effectively at R4,150 million to date. The expenditure to date is lower than the budget year-to-date amount with R3,990 million. This means that the Municipality has spent 4.25% to date and is in fact 0.98% under the budget.

Capital Expenditure

No capital expenditure payments were done during July 2019.

The following graph shows the performance of the municipality against the Budget (Operating and Capital) as at the end of July 2019:



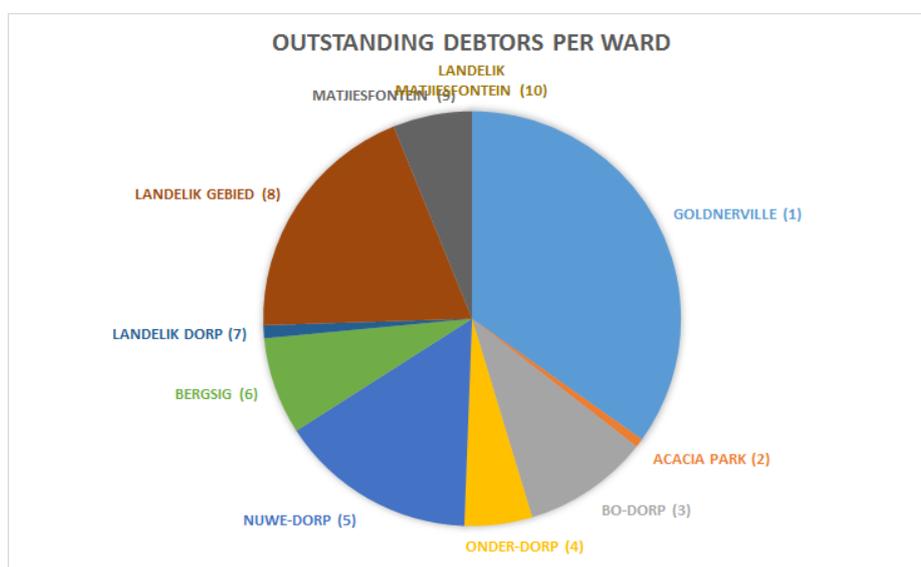
Cash Flow

The Municipality started off with a cash flow balance of R6,475 million at the beginning of the year after corrections and decreased with R8,543 million. The closing balance for the month ended July 2019 is R15,018 million. The Municipal Cash flow is mainly from Operating Activities and Grants as no Borrowing or Investments are budgeted for the 2019/2020 financial year. The equitable share grant was received during this month.

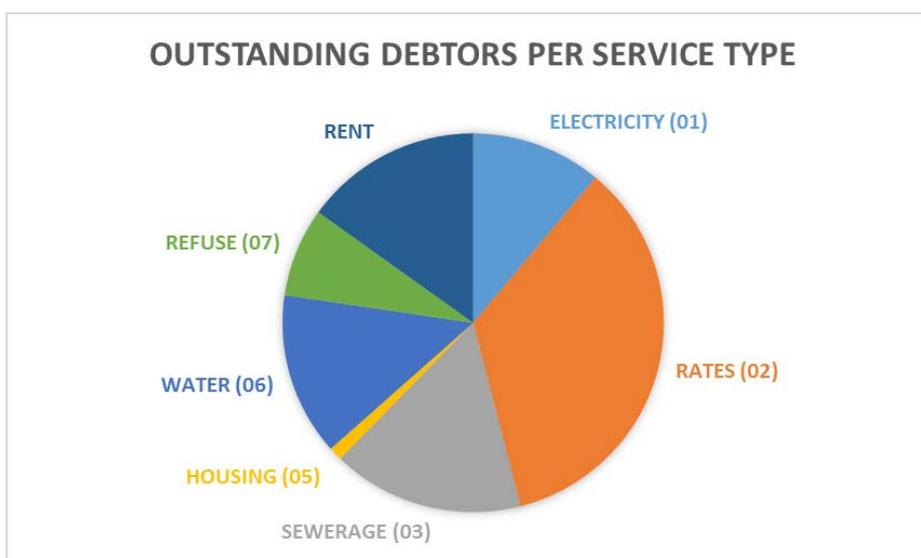
Debtors

The Outstanding Debtors of the Municipality amounts to R10,924 million for the month ended July 2019. There was an increase of R4,079 million in the total outstanding amount since the previous month. This is due to the levying of the annual property rates during July and recovered in installments over the remainder of the financial year. The payment rate for 2018/2019 financial year was 89%. This is above the ratio for the previous financial year but was due to the collection of previously written off outstanding debt of government departments. The total amount outstanding for longer than 12 months is R3,989 million and this amounts to 36,5% of all the debtors outstanding. The total cash trapped in outstanding debtors older than 90 Days amount to R4,374 million. The Municipality is implementing the Debt Collection and Credit Control Policy. Outstanding amounts in the areas where the Municipality is not the supplier of electricity are increasing rapidly.

The following graph shows the the outstanding debtors per ward as at the end of July 2019:



The following graph shows the the outstanding debtors per service type as at the end of July 2019:



Creditors

Total outstanding creditors amount to R153 884 for the month ending July 2019. 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.

Cost Containment Measures

The Local Government: Municipal Cost Containment Regulations (MCCR), were promulgated on 7 June 2019, and came into effect on 1 July 2019.

Sections 62(1)(a) and 95(a) of the Municipal Finance Management Act No. 56 of 2003 (MFMA) stipulates that the accounting officer of a municipality or municipal entity is responsible for managing the financial administration of a municipality and must for this purpose take all reasonable steps to ensure that the resources of the municipality are used effectively, efficiently and economically.

In terms of MFMA Circular 97 issued on 31 July 2019 municipalities are required to utilise existing reporting requirements, to report internally and externally on cost saving measures.

The following table summarizes the main items as prescribed in the circular and MCCR.

Cost Containment In-Year Reoprt							
Cost containment Measures	ANNUAL BUDGET	MONTHLY BUDGET	BUDGET YTD	EXPENCE THIS PERIOD	EXPENCE YTD	OVER OR (SAVINGS) THIS PERIOD	OVER OR (SAVINGS) YTD
	R'	R'	R'	R'	R'	R'	R'
Use of consultants	5 698 900	474 908	474 908	78 703	78 703	(396 205)	(396 205)
Vehicles used for political office bearers	-	-	-	-	-	-	-
Travel and subsistence	1 068 900	89 075	89 075	80 342	80 342	(8 733)	(8 733)
Domestic accommodation	279 500	23 292	23 292	22 156	22 156	(1 136)	(1 136)
Sponsorships, events and catering	168 700	14 058	14 058	500	500	(13 558)	(13 558)
Communication	620 000	51 667	51 667	24 265	24 265	(27 402)	(27 402)
Other related expenditure items		-	-			-	-
Total	R 7 836 000	R 653 000	R 653 000	R 205 966	R 205 966	(447 034)	(447 034)

July is the first month of this budget period and account statements are only received at the end of the period and are payable in the second period. The saving on items for this period amounts to R447 034. During the second period the financial picture will begin to change and influence of the expences will become more clear and meaningful.

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-

- Table C1 Monthly Budget Statement Summary
- Table C2 Monthly Budget Statement -Financial Performance (standard classification)
- Table C3 Monthly Budget Statement- Financial Performance (revenue and expenditure by municipal vote)
- 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 - M01 July

Description	2018/19		Budget Year 2019/20						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	3 847	4 656	4 656	4 128	4 128	3 880	248	6%	4 656
Service charges	1 767	20 941	20 941	1 932	1 932	17 451	(15 519)	-89%	20 941
Investment revenue	49	811	811	34	34	676	(642)	-95%	811
Transfers and subsidies	6 298	21 623	21 623	6 906	6 906	18 019	(11 113)	-62%	21 623
Other own revenue	244	34 544	34 544	334	334	28 787	(28 452)	-99%	34 544
Total Revenue (excluding capital transfers and contributions)	12 205	82 575	82 575	13 334	13 334	68 813	(55 479)	-81%	82 575
Employee costs	136	26 131	26 131	1 778	1 778	21 776	(19 998)	-92%	26 131
Remuneration of Councillors	-	2 801	2 801	227	227	2 334	(2 107)	-90%	2 801
Depreciation & asset impairment	20	11 752	11 752	-	-	9 793	(9 793)	-100%	11 752
Finance charges	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	-	7 923	7 923	-	-	6 603	(6 603)	-100%	7 923
Transfers and subsidies	358	2 522	2 522	306	306	2 102	(1 796)	-85%	2 522
Other expenditure	608	42 924	42 924	883	883	35 770	(34 886)	-98%	42 924
Total Expenditure	1 122	94 052	94 052	3 194	3 194	78 377	(75 183)	-96%	94 052
Surplus/(Deficit)	11 083	(11 477)	(11 477)	10 140	10 140	(9 564)	19 704	-206%	(11 477)
Transfers and subsidies - capital (monetary alloc	-	12 054	12 054	-	-	10 045	(10 045)	-100%	12 054
Contributions & Contributed assets	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	11 083	577	577	10 140	10 140	481	9 659	2008%	577
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	11 083	577	577	10 140	10 140	481	9 659	2008%	577
Capital expenditure & funds sources									
Capital expenditure	16 781	8 064	8 064	-	-	-	-	-	8 064
Capital transfers recognised	16 688	8 064	8 064	-	-	-	-	-	8 064
Public contributions & donations	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	94	-	-	-	-	-	-	-	-
Total sources of capital funds	16 781	8 064	8 064	-	-	-	-	-	8 064
Financial position									
Total current assets	14 599	37 049	37 049	-	49 109	-	-	-	37 049
Total non current assets	163 379	181 464	181 464	-	181 464	-	-	-	181 464
Total current liabilities	13 718	30 371	30 371	-	32 304	-	-	-	30 371
Total non current liabilities	8 795	4 389	4 389	-	4 389	-	-	-	4 389
Community wealth/Equity	155 467	183 753	183 753	-	193 880	-	-	-	183 753
Cash flows									
Net cash from (used) operating	(2 752)	10 455	10 455	8 536	8 536	4 831	(3 705)	-77%	10 455
Net cash from (used) investing	(3 035)	(11 976)	(11 976)	-	-	-	-	-	(11 976)
Net cash from (used) financing	91	34	34	7	7	3	(4)	-150%	34
Cash/cash equivalents at the month/year end	778	4 988	4 988	-	15 018	11 309	(3 709)	-33%	4 988
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys- 1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	5 350	1 078	121	142	98	145	3 108	881	10 924
Creditors Age Analysis									
Total Creditors	154	-	-	-	-	-	-	-	154

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) - M01 July

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		10 326	34 585	34 585	11 256	11 256	28 821	(17 565)	-61%	34 585
Executive and council	(5)		2 521	2 521	-	-	2 101	(2 101)	-100%	2 521
Finance and administration	10 330		32 065	32 065	11 256	11 256	26 721	(15 465)	-58%	32 065
Internal audit	-		-	-	-	-	-	-	-	-
<i>Community and public safety</i>		120	34 140	34 140	143	143	28 450	(28 306)	-99%	34 140
Community and social services	0		1 265	1 265	0	0	1 054	(1 054)	-100%	1 265
Sport and recreation	1		24	24	0	0	20	(20)	-99%	24
Public safety	118		32 839	32 839	142	142	27 366	(27 224)	-99%	32 839
Housing	1		11	11	1	1	9	(8)	-89%	11
Health	-		0	0	0	0	0	(0)	-75%	1
<i>Economic and environmental services</i>		1	1 304	1 304	2	2	1 087	(1 085)	-100%	1 304
Planning and development	-		-	-	-	-	-	-	-	-
Road transport	1		1 304	1 304	2	2	1 087	(1 085)	-100%	1 304
Environmental protection	-		-	-	-	-	-	-	-	-
<i>Trading services</i>		1 761	24 600	24 600	1 933	1 933	20 500	(18 568)	-91%	24 600
Energy sources	1 109		15 414	15 414	1 227	1 227	12 845	(11 617)	-90%	15 414
Water management	223		4 009	4 009	254	254	3 340	(3 087)	-92%	4 009
Waste water management	231		2 793	2 793	242	242	2 327	(2 085)	-90%	2 793
Waste management	199		2 385	2 385	209	209	1 988	(1 779)	-89%	2 385
<i>Other</i>	4		-	-	-	-	-	-	-	-
Total Revenue - Functional	2	12 209	94 630	94 630	13 334	13 334	78 858	(65 524)	-83%	94 630
Expenditure - Functional										
<i>Governance and administration</i>		832	28 259	28 259	1 832	1 832	23 549	(21 717)	-92%	28 259
Executive and council	536		9 682	9 682	837	837	8 068	(7 231)	-90%	9 682
Finance and administration	296		18 577	18 577	994	994	15 481	(14 486)	-94%	18 577
Internal audit	-		-	-	-	-	-	-	-	-
<i>Community and public safety</i>		118	36 208	36 208	450	450	30 174	(29 724)	-99%	36 208
Community and social services	2		2 188	2 188	115	115	1 823	(1 708)	-94%	2 188
Sport and recreation	3		26	26	4	4	22	(18)	-83%	26
Public safety	113		33 784	33 784	330	330	28 153	(27 823)	-99%	33 784
Housing	-		207	207	-	-	173	(173)	-100%	207
Health	-		4	4	2	2	3	(1)	-43%	4
<i>Economic and environmental services</i>		24	3 556	3 556	193	193	2 963	(2 770)	-93%	3 556
Planning and development	2		1 324	1 324	112	112	1 104	(992)	-90%	1 324
Road transport	22		2 231	2 231	81	81	1 859	(1 778)	-96%	2 231
Environmental protection	-		-	-	-	-	-	-	-	-
<i>Trading services</i>		148	26 022	26 022	719	719	21 685	(20 966)	-97%	26 022
Energy sources	-		9 270	9 270	-	-	7 725	(7 725)	-100%	9 270
Water management	4		2 933	2 933	131	131	2 444	(2 313)	-95%	2 933
Waste water management	144		12 195	12 195	541	541	10 162	(9 621)	-95%	12 195
Waste management	-		1 625	1 625	48	48	1 355	(1 306)	-96%	1 625
<i>Other</i>			7	7	-	-	6	(6)	-100%	7
Total Expenditure - Functional	3	1 122	94 052	94 052	3 194	3 194	78 377	(75 183)	-96%	94 052
Surplus/ (Deficit) for the year		11 087	577	577	10 140	10 140	481	9 659	2008%	578

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) - M01 July**

Vote Description	Ref	Budget Year 2019/20								
		2018/19 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote										
Vote 1 - MAYORAL & COUNCIL	1	(5)	2 521	2 521	-	-	2 101	(2 101)	-100.0%	2 521
Vote 2 - MUNICIPAL MANAGER		-	-	-	-	-	-	-	-	-
Vote 3 - CORPORATE SERVICES		173	1 632	1 632	206	206	1 360	(1 154)	-84.9%	1 632
Vote 4 - BUDGET & TREASURY		10 157	30 433	30 433	11 050	11 050	25 361	(14 311)	-56.4%	30 433
Vote 5 - PLANNING AND DEVELOPMENT		-	-	-	-	-	-	-	-	-
Vote 6 - COMMUNITY AND SOCIAL SERV		0	1 266	1 266	0	0	1 055	(1 054)	-100.0%	1 266
Vote 7 - SPORTS AND RECREATION		1	24	24	0	0	20	(20)	-99.3%	24
Vote 8 - HOUSING		1	11	11	1	1	9	(8)	-88.8%	11
Vote 9 - PUBLIC SAFETY		118	32 839	32 839	142	142	27 366	(27 224)	-99.5%	32 839
Vote 10 - ROAD TRANSPORT		1	1 321	1 321	2	2	1 101	(1 099)	-99.8%	1 321
Vote 11 - WASTE MANAGEMENT		199	2 385	2 385	209	209	1 988	(1 779)	-89.5%	2 385
Vote 12 - WASTE WATER MANAGEMENT		231	2 776	2 776	242	242	2 313	(2 071)	-89.5%	2 776
Vote 13 - WATER		223	4 009	4 009	254	254	3 340	(3 087)	-92.4%	4 009
Vote 14 - ELECTRICITY		1 109	15 414	15 414	1 227	1 227	12 845	(11 617)	-90.4%	15 414
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	12 209	94 630	94 630	13 334	13 334	78 858	(65 524)	-83.1%	94 630
Expenditure by Vote										
Vote 1 - MAYORAL & COUNCIL	1	386	6 339	6 339	603	603	5 282	(4 679)	-88.6%	6 339
Vote 2 - MUNICIPAL MANAGER		151	3 343	3 343	234	234	2 786	(2 552)	-91.6%	3 343
Vote 3 - CORPORATE SERVICES		205	6 738	6 738	452	452	5 615	(5 163)	-91.9%	6 738
Vote 4 - BUDGET & TREASURY		91	11 838	11 838	542	542	9 865	(9 323)	-94.5%	11 838
Vote 5 - PLANNING AND DEVELOPMENT		2	1 324	1 324	112	112	1 104	(992)	-89.9%	1 324
Vote 6 - COMMUNITY AND SOCIAL SERV		1	1 619	1 619	106	106	1 349	(1 244)	-92.2%	1 619
Vote 7 - SPORTS AND RECREATION		4	606	606	15	15	505	(490)	-97.1%	606
Vote 8 - HOUSING		-	207	207	-	-	173	(173)	-100.0%	207
Vote 9 - PUBLIC SAFETY		113	33 784	33 784	330	330	28 153	(27 823)	-98.8%	33 784
Vote 10 - ROAD TRANSPORT		166	11 913	11 913	536	536	9 927	(9 391)	-94.6%	11 913
Vote 11 - WASTE MANAGEMENT		-	1 625	1 625	48	48	1 355	(1 306)	-96.4%	1 625
Vote 12 - WASTE WATER MANAGEMENT		-	2 513	2 513	85	85	2 094	(2 009)	-95.9%	2 513
Vote 13 - WATER		4	2 933	2 933	131	131	2 444	(2 313)	-94.7%	2 933
Vote 14 - ELECTRICITY		-	9 270	9 270	-	-	7 725	(7 725)	-100.0%	9 270
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	1 122	94 052	94 052	3 194	3 194	78 377	(75 183)	-95.9%	94 052
Surplus/ (Deficit) for the year	2	11 087	577	577	10 140	10 140	481	9 659	2007.7%	577

Table C4: Financial Performance (Revenue and Expenditure)

WC051 Laingsburg - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M01 July

Description	Ref	Budget Year 2019/20								
		2018/19 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		3 847	4 656	4 656	4 128	4 128	3 880	248	6%	4 656
Service charges - electricity revenue		1 109	15 055	15 055	1 227	1 227	12 546	(11 318)	-90%	15 055
Service charges - water revenue		228	1 628	1 628	254	254	1 357	(1 103)	-81%	1 628
Service charges - sanitation revenue		231	2 776	2 776	242	242	2 313	(2 071)	-90%	2 776
Service charges - refuse revenue		199	1 483	1 483	208	208	1 236	(1 028)	-83%	1 483
Service charges - other		-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		110	711	711	118	118	592	(475)	-80%	711
Interest earned - external investments		49	811	811	34	34	676	(642)	-95%	811
Interest earned - outstanding debtors		16	40	40	45	45	33	12	37%	40
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		2	31 775	31 775	-	-	26 479	(26 479)	-100%	31 775
Licences and permits		117	1 072	1 072	143	143	893	(751)	-84%	1 072
Agency services		11	122	122	14	14	102	(88)	-86%	122
Transfers and subsidies		6 298	21 623	21 623	6 906	6 906	18 019	(11 113)	-62%	21 623
Other revenue		(10)	825	825	15	15	688	(673)	-98%	825
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		12 205	82 575	82 575	13 334	13 334	68 813	(55 479)	-81%	82 575
Expenditure By Type										
Employee related costs		136	26 131	26 131	1 778	1 778	21 776	(19 998)	-92%	26 131
Remuneration of councillors		-	2 801	2 801	227	227	2 334	(2 107)	-90%	2 801
Debt impairment		-	26 442	26 442	-	-	22 035	(22 035)	-100%	26 442
Depreciation & asset impairment		20	11 752	11 752	-	-	9 793	(9 793)	-100%	11 752
Finance charges		-	-	-	-	-	-	-	-	-
Bulk purchases		-	7 923	7 923	-	-	6 603	(6 603)	-100%	7 923
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		2	3 813	3 813	1	1	3 177	(3 176)	-100%	3 813
Transfers and subsidies		358	2 522	2 522	306	306	2 102	(1 796)	-85%	2 522
Other expenditure		606	12 669	12 669	882	882	10 557	(9 675)	-92%	12 669
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		1 122	94 052	94 052	3 194	3 194	78 377	(75 183)	-96%	94 052
Surplus/(Deficit)		11 083	(11 477)	(11 477)	10 140	10 140	(9 564)	19 704	(0)	(11 477)
Transfers and subsidies - capital (monetary contributions) (National / Provincial and District)		-	12 054	12 054	-	-	10 045	(10 045)	(0)	12 054
(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		11 083	577	577	10 140	10 140	481			577
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		11 083	577	577	10 140	10 140	481			577
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		11 083	577	577	10 140	10 140	481			577
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		11 083	577	577	10 140	10 140	481			577

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) - M01 July

Vote Description	Ref	2018/19	Budget Year 2019/20							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
R thousands	1									

Capital Expenditure - Functional Classification										
<i>Governance and administration</i>		(3)	-	-	-	-	-	-	-	-
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	-	-	-	-	-	-	-	-
Internal audit		(3)	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		1 391	-	-	-	-	-	-	-	-
Community and social services		1 067	-	-	-	-	-	-	-	-
Sport and recreation		318	-	-	-	-	-	-	-	-
Public safety		6	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		1 019	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		1 019	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		14 374	8 064	8 064	-	-	-	-	-	8 064
Energy sources		7 192	-	-	-	-	-	-	-	-
Water management		6 558	6 064	6 064	-	-	-	-	-	6 064
Waste water management		623	2 000	2 000	-	-	-	-	-	2 000
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	16 781	8 064	8 064	-	-	-	-	-	8 064
Funded by:										
National Government		15 162	8 064	8 064	-	-	-	-	-	8 064
Provincial Government		1 525	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		16 688	8 064	8 064	-	-	-	-	-	8 064
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		94	-	-	-	-	-	-	-	-
Total Capital Funding		16 781	8 064	8 064	-	-	-	-	-	8 064

Table C6: Financial Position**WC051 Laingsburg - Table C6 Monthly Budget Statement - Financial Position - M01 July**

Description	Ref	2018/19	Budget Year 2019/20			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		5 875	23 011	23 011	31 554	23 011
Call investment deposits		-	-	-	-	-
Consumer debtors		3 499	9 018	9 018	13 100	9 018
Other debtors		3 846	4 157	4 157	3 591	4 157
Current portion of long-term receivables		1	-	-	-	-
Inventory		1 378	864	864	864	864
Total current assets		14 599	37 049	37 049	49 109	37 049
Non current assets						
Long-term receivables		-	-	-	-	-
Investments		-	-	-	-	-
Investment property		4 273	25 050	25 050	25 050	25 050
Investments in Associate		-	-	-	-	-
Property, plant and equipment		158 542	155 961	155 961	155 961	155 961
Agricultural		-	-	-	-	-
Biological		-	-	-	-	-
Intangible		522	442	442	442	442
Other non-current assets		43	12	12	12	12
Total non current assets		163 379	181 464	181 464	181 464	181 464
TOTAL ASSETS		177 979	218 514	218 514	230 573	218 514
LIABILITIES						
Current liabilities						
Bank overdraft		-	-	-	-	-
Borrowing		-	-	-	-	-
Consumer deposits		485	507	507	513	507
Trade and other payables		12 487	19 815	19 815	21 742	19 815
Provisions		745	10 049	10 049	10 049	10 049
Total current liabilities		13 718	30 371	30 371	32 304	30 371
Non current liabilities						
Borrowing		-	-	-	-	-
Provisions		8 795	4 389	4 389	4 389	4 389
Total non current liabilities		8 795	4 389	4 389	4 389	4 389
TOTAL LIABILITIES		22 512	34 760	34 760	36 693	34 760
NET ASSETS	2	155 467	183 753	183 753	193 880	183 753
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		155 467	147 308	147 308	157 435	147 308
Reserves		-	36 445	36 445	36 445	36 445
TOTAL COMMUNITY WEALTH/EQUITY	2	155 467	183 753	183 753	193 880	183 753

Table C7: Cash Flow

WC051 Laingsburg - Table C7 Monthly Budget Statement - Cash Flow - M01 July

Description	Ref	2018/19	Budget Year 2019/20							
		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		4 237	3 846	3 846	290	290	279	11	4%	3 846
Service charges		16 072	19 696	19 696	1 311	1 311	1 814	(503)	-28%	19 696
Other revenue		23 281	8 263	8 263	4 817	4 817	583	4 235	727%	8 263
Government - operating		15 542	22 612	22 612	6 906	6 906	6 190	716	12%	22 612
Government - capital		8 476	11 723	11 723	-	-	469	(469)	-100%	11 723
Interest		911	1 195	1 195	79	79	74	5	7%	1 195
Dividends		-	-	-	-	-	-	-	-	-
Payments										
Suppliers and employees		(74 809)	(56 874)	(56 874)	(4 843)	(4 843)	(4 576)	267	-6%	(56 874)
Finance charges		-	(7)	(7)	-	-	(1)	(1)	100%	(7)
Transfers and Grants		3 537	-	-	(23)	(23)	-	23	#DIV/0!	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		(2 752)	10 455	10 455	8 536	8 536	4 831	(3 705)	-77%	10 455
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		8 000	-	-	-	-	-	-	-	-
Payments										
Capital assets		(11 035)	(11 976)	(11 976)	-	-	-	-	-	(11 976)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(3 035)	(11 976)	(11 976)	-	-	-	-	-	(11 976)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		91	34	34	7	7	3	4	150%	34
Payments										
Repayment of borrowing		-	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		91	34	34	7	7	3	(4)	-150%	34
NET INCREASE/ (DECREASE) IN CASH HELD		(5 696)	(1 486)	(1 486)	8 543	8 543	4 834			(1 486)
Cash/cash equivalents at beginning:		6 475	6 475	6 475		6 475	6 475			6 475
Cash/cash equivalents at month/year end:		778	4 988	4 988		15 018	11 309			4 988

4. Supporting Documentation

Variance explanations

WC051 Laingsburg - Supporting Table SC1 Material variance explanations - M01 July

Ref	Description	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
	R thousands			
1	Revenue By Source			
	Property rates	247.00	All property rates are billed during July	Will fase out over budget period
2	Expenditure By Type			
	Depreciation & asset impairment			Will be processed on YE
3	Capital Expenditure			
	Capital Expenditure	-	First payments will be in early August 2019	None
4	Financial Position			
		0		0
5	Cash Flow			
	Government - operating	-	Operating grants were received during Jule for the quarter	None
6	Measureable performance			
7	Municipal Entities			
	None			

Debtors Analysis

WC051 Laingsburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M01 July

Description	NT Code	Budget Year 2019/20										Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.Lo Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total				
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	182	26	24	24	20	27	345	220	869	637	-	-	
Trade and Other Receivables from Exchange Transactions - Electricity	1300	947	28	23	34	16	38	265	117	1 468	471	-	-	
Receivables from Non-exchange Transactions - Property Rates	1400	3 815	17	13	18	11	15	1 282	83	5 253	1 408	-	-	
Receivables from Exchange Transactions - Waste Water Management	1500	177	22	22	29	18	30	416	247	962	740	-	-	
Receivables from Exchange Transactions - Waste Management	1600	177	16	16	17	14	14	164	152	568	360	-	-	
Receivables from Exchange Transactions - Property Rental Debtors	1700	45	18	20	17	15	21	536	59	731	648	-	-	
Interest on Arrear Debtor Accounts	1810	-	945	-	-	-	-	-	-	945	-	-	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	
Other	1900	8	8	3	4	3	0	100	2	128	110	-	-	
Total By Income Source	2000	5 350	1 078	121	142	98	145	3 108	881	10 924	4 374	-	-	
2018/19 - totals only		1214938	869849	180608	126680	205828	127452	3232686	886727	6 845	4 579	-	-	
Debtors Age Analysis By Customer Group														
Organs of State	2200	918	86	21	35	13	11	373	(0)	1 456	431	-	-	
Commercial	2300	2 744	381	12	14	14	41	1 105	154	4 465	1 327	-	-	
Households	2400	1 687	611	88	94	71	93	1 630	727	5 002	2 615	-	-	
Other	2500	-	-	-	-	-	-	-	-	-	-	-	-	
Total By Customer Group	2600	5 350	1 078	121	142	98	145	3 108	881	10 924	4 374	-	-	

Creditors Analysis

WC051 Laingsburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M01 July

Description	NT Code	Budget Year 2019/20									Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
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	154	-	-	-	-	-	-	-	-	154	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	154	-	-	-	-	-	-	-	-	154	-

5. Other Information or Documentation

Municipal Manager's Quality Certificate

The in-year report must be covered by a quality certificate in the format described below:

QUALITY CERTIFICATE

I, Petro Allan Williams, the Municipal Manager of Laingsburg Municipality, hereby certify that –

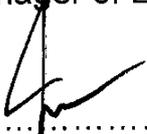
(mark as appropriate)

- The monthly budget statement
- Quarterly report on the implementation of the budget and financial state affairs of the municipality
- Mid-year budget and performance assessment

For the month of July 2019 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name PETRO ALLAN WILLIAMS

Municipal Manager of Laingsburg Municipality (WC051)

Signature 

Date 2019-08-15



6. Recommendation

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