



2022/2023
FINANCIAL YEAR

**MONTHLY
FINANCIAL
MONITORING
REPORT**

M04: 31 October 2022



Garden Route District Municipality
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Glossary:

Adjusted Budget – Prescribed in section 16 of the MFMA - the formal means by which a Municipality approve official budget for the next three years.

Adjustment Budget – Prescribed in section 28 of the MFMA – the formal means by which a Municipality may revise its Adjusted budget during the year.

Allocations (Transfers – see DORA) – Money received from Provincial or National Government.

Budget Related Policy(ies) – Policies of a Municipality affecting or affected by the budget, examples include Tariff Policy, Rates Policy, Credit Control and Debt Collection Policies.

Capital Expenditure - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet and must be included in the asset register.

Cash Flow Statement – A statement showing when actual cash will be received and spent by the Municipality. Payments do not always coincide with budgeted expenditure timings - for example, when an invoice is received by the Municipality it is shown as expenditure in the month it is received, even though it may not be paid in the same period.

DORA – Division of Revenue Act. Adjusted legislation that shows the total allocations made by national to provincial and local government (see Allocations / Transfers).

Equitable Share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services and to compensate loss of RSC levies.

Fruitless and Wasteful Expenditure – Expenditure that was made in vain and would/should have been avoided had reasonable care been exercised.

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

GRAP – Generally Recognised Accounting Practice. The accounting standards for municipal accounting.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations dated April 2009.

MFMA – The Municipal Finance Management Act – Act No. 56 of 2003. The principle piece of legislation relating to municipal financial management.

mSCOA – Municipal Standard Chart of Accounts

MTREF – Medium Term Revenue and Expenditure Framework. A medium term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.

Operating Expenditure –The day-to-day expenses of the Municipality such as salaries and wages.

Rates – Local Government tax based on the assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the Rand.

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budgeted estimates.

Strategic Objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.

Unauthorised Expenditure – Generally, spending without, or in excess of, an Approved Budget.

Virement – A transfer of funds within a vote.

Virement Policy - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be approved by Council through an Adjustments Budget.

Vote – One of the main segments into which a budget is divided. In Garden Route District, this means the different GFS classification the budget is divided.

Legislative Framework:

This report has been prepared in terms of the following enabling legislation:

The Municipal Finance Management Act – Act No. 56 of 2003

Section 71: Monthly budget statements

Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations

PART 1 – IN-YEAR REPORT

Section 1 – Resolutions

These are the resolutions being presented to Council in the monthly report on the implementation of the budget and the financial state of affairs of the municipality as required in terms of Section 71 of the Municipal Finance Management Act, Act 56 of 2003 and the Municipal Budget and Reporting Regulations.

Regulation 28 of the Municipal Budget and Reporting Regulations states:

“The monthly budget statement of a municipality must be in the format specified in Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.”

Recommendations:

- That Council takes note of the monthly budget statement and supporting documentation for the month ended 31 October 2022.

Section 2 – Executive summary

2.1 Introduction

The aim of the Financial Monitoring Report (FMR) is to provide a monthly update and report on the municipality’s consolidated performance in terms of the budget, indicate any material variances from the Service Delivery and Budget Implementation Plan (SDBIP) and provide any remedial actions or corrective steps to be taken.

2.2 Consolidated Performance

2.2.1 Against Approved Budget

Revenue by source

The total revenue received for the month ended 31 October 2022 amounted to **R30,114,518** which represents **6%** of the total adjusted budgeted figure of **R485,810,961 (including Roads)**.

Operating Expenditure by type

Operating expenditure for the month ended 31 October 2022 amounted to **R 34,464,917** with a total adjusted budgeted figure of **R492,543,134 (including Roads)**, the operational expenditure for the month is **7.0%** of the total adjusted budget. The majority of the expenditure related to Employee and Councillor related cost of **R22,285,641 (65%** of the monthly expenditure).

Capital Expenditure

The adjusted capital budget for the financial year amounts to **R 126,857,299**. Capital expenditure of **R241,195** were recorded for the month ended 31 October 2022.

Refer to page 14 & 15 for detail on capital budget progress.

2.3 Material variances from SDBIP

Variances and deficiencies are identified in terms of the SDBIP. These are reported on and monitored by the Performance Management Unit, situated in the Office of the Municipal Manager, as applicable. Variances above 10% are briefly explained under the revenue by source and expenditure by type sections below.

2.4 Remedial or corrective steps

HODs monitor monthly income and expenditure reports, ensure spending is within budget and is aligned to the IDP's Strategic Goals. Departments invite officials from the BTO office to the respective departmental meetings if assistance is needed with the budget implementation or budget related enquiries. The service provider is in progress of addressing the system related issues. Tickets have been logged with the service provider's helpdesk for system issues.

Conclusion

Detailed analysis of the municipal performance for the month ended 31 October 2022 will be presented under the different sections of the report.

Section 3 – In-year budget statement tables

3.1 Monthly budget statements

3.1.1 Table C1: S71 Monthly Budget Statement Summary

DC4 Garden Route - Table C1 Monthly Budget Statement Summary - M04 October

Description	2021/22	Budget Year 2022/23							
	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	-	-	-	-	-	-	-	-	-
Service charges	-	11 168	11 168	-	-	3 723	(3 723)	-100%	11 168
Investment revenue	-	9 010	9 010	905	2 207	851	1 356	159%	9 010
Transfers and subsidies	-	228 660	234 121	1 500	72 403	97 631	(25 228)	-26%	234 121
Other own revenue	-	220 312	220 312	27 710	91 064	42 915	48 149	112%	220 312
Total Revenue (excluding capital transfers and contributions)	-	469 150	474 611	30 115	165 674	145 120	20 554	14%	474 611
Employee costs	-	288 669	288 731	21 278	85 876	96 217	(10 341)	-11%	288 731
Remuneration of Councillors	-	12 542	12 542	1 007	4 409	4 181	228	5%	12 542
Depreciation & asset impairment	-	4 986	4 986	348	1 390	1 662	(272)	-16%	4 986
Finance charges	-	73	73	-	-	24	(24)	-100%	73
Inventory consumed and bulk purchases	-	51 011	51 286	3 979	15 399	9 047	6 352	70%	51 286
Transfers and subsidies	-	1 835	2 185	357	675	712	(37)	-5%	2 185
Other expenditure	-	128 180	132 739	7 495	23 249	34 123	(10 875)	-32%	132 739
Total Expenditure	-	487 297	492 543	34 465	130 998	145 967	(14 969)	-10%	492 543
Surplus/(Deficit)	-	(18 147)	(17 932)	(4 350)	34 676	(847)	35 523	-4194%	(17 932)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	4 000	4 000	-	2 000	1 333	667	50%	4 000
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers	-	7 200	7 200	-	-	2 400	(2 400)	-100%	7 200
Surplus/(Deficit) after capital transfers & contributions	-	(6 947)	(6 732)	(4 350)	36 676	2 886	33 789	1171%	(6 732)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	(6 947)	(6 732)	(4 350)	36 676	2 886	33 789	1171%	(6 732)
Capital expenditure & funds sources									
Capital expenditure	-	126 642	126 857	241	593	42 276	(41 682)	-99%	126 857
Capital transfers recognised	-	11 200	11 415	49	49	3 805	(3 756)	-99%	11 415
Borrowing	-	107 232	107 232	82	362	35 744	(35 383)	-99%	107 232
Internally generated funds	-	8 210	8 210	111	183	2 727	(2 544)	-93%	8 210
Total sources of capital funds	-	126 642	126 857	241	593	42 276	(41 682)	-99%	126 857
Financial position									
Total current assets	-	283 780	159 329		182 061				159 329
Total non current assets	-	431 969	420 645		306 588				420 645
Total current liabilities	-	33 460	55 097		38 364				55 097
Total non current liabilities	-	376 559	252 395		144 343				252 395
Community wealth/Equity	-	305 730	272 482		305 943				272 482
Cash flows									
Net cash from (used) operating	-	(14 037)	(13 822)	(3 975)	38 039	2 374	(19 527)	-822%	(13 822)
Net cash from (used) investing	-	(126 642)	(126 857)	(34 731)	(35 083)	(42 276)	(37 956)	90%	(126 857)
Net cash from (used) financing	-	107 232	107 232	-	-	-	-	-	107 232
Cash/cash equivalents at the month/year end	-	229 260	107 605	145 014	145 014	102 157	(57 484)	-56%	107 605
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	12 022	401	2 739	337	514	293	3 672	33 999	53 976
Creditors Age Analysis									
Total Creditors	19	168	6	4	84	24	154	454	912

3.1.2 Table C2: Monthly Budget Statement - Financial Performance (standard classification)

This table reflects the operating budget (Financial Performance) in the standard classifications that is the Government Finance Statistics Functions and Sub-function. The main functions are Governance and Administration, Community and Public Safety, Economic and Environmental Services and Trading services. In Table C3, Financial Performance is reported by municipal vote:

DC4 Garden Route - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M04 October

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		-	285 116	290 577	4 563	84 637	112 274	(27 637)	-25%	290 577
Executive and council		-	284 542	290 003	4 482	84 417	112 274	(27 857)	-25%	290 003
Finance and administration		-	574	574	80	220	-	220	#DIV/0!	574
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	8 175	8 175	549	1 537	665	873	131%	8 175
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	7 761	7 761	513	1 400	547	852	156%	7 761
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	414	414	35	138	118	20	17%	414
Economic and environmental services		-	174 784	174 784	25 003	81 499	31 823	49 677	156%	174 784
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	174 659	174 659	25 001	81 476	31 792	49 684	156%	174 659
Environmental protection		-	125	125	2	23	31	(8)	-25%	125
Trading services		-	12 275	12 275	-	-	4 092	(4 092)	-100%	12 275
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	12 275	12 275	-	-	4 092	(4 092)	-100%	12 275
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	480 350	485 811	30 115	167 674	148 853	18 821	13%	485 811
Expenditure - Functional										
Governance and administration		-	183 489	183 839	11 301	42 786	59 630	(16 844)	-28%	183 839
Executive and council		-	51 514	51 514	4 091	13 075	14 741	(1 666)	-11%	51 514
Finance and administration		-	129 055	129 405	6 992	28 787	43 928	(15 141)	-34%	129 405
Internal audit		-	2 919	2 919	218	923	960	(37)	-4%	2 919
Community and public safety		-	89 679	89 679	6 993	25 770	28 546	(2 776)	-10%	89 679
Community and social services		-	7 917	8 178	528	2 097	2 829	(732)	-26%	8 178
Sport and recreation		-	13 387	13 387	1 138	3 574	3 843	(269)	-7%	13 387
Public safety		-	28 916	28 654	2 511	7 995	9 037	(1 042)	-12%	28 654
Housing		-	-	-	-	-	-	-	-	-
Health		-	39 460	39 460	2 816	12 104	12 837	(733)	-6%	39 460
Economic and environmental services		-	197 403	202 299	15 617	61 038	52 501	8 538	16%	202 299
Planning and development		-	16 302	19 419	1 172	4 957	6 564	(1 607)	-24%	19 419
Road transport		-	177 203	178 982	14 192	55 036	44 710	10 326	23%	178 982
Environmental protection		-	3 898	3 898	253	1 045	1 227	(182)	-15%	3 898
Trading services		-	14 051	14 051	131	558	4 492	(3 934)	-88%	14 051
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	14 051	14 051	131	558	4 492	(3 934)	-88%	14 051
Other		-	2 676	2 676	423	846	798	48	6%	2 676
Total Expenditure - Functional	3	-	487 297	492 543	34 465	130 998	145 967	(14 969)	-10%	492 543
Surplus/ (Deficit) for the year		-	(6 947)	(6 732)	(4 350)	36 676	2 886	33 789	1171%	(6 732)

3.1.3 Table C3: Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)

DC4 Garden Route - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M04 October

Vote Description	Ref	2021/22	Budget Year 2022/23							
		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 - Office of the Municipal Manager		-	284 542	290 003	4 482	84 417	112 274	(27 857)	-24,8%	290 003
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Financial Services (cont)		-	-	-	-	-	-	-	-	-
Vote 5 - Corporate Services		-	574	574	80	220	-	220	#DIV/0!	574
Vote 6 - Corporate Services (cont)		-	-	-	-	-	-	-	-	-
Vote 7 - Community Services		-	414	414	35	138	118	20	17,3%	414
Vote 8 - Community Services (cont)		-	12 400	12 400	2	23	4 122	(4 099)	-99,4%	12 400
Vote 9 - Planning and Economic Development		-	-	-	-	-	-	-	-	-
Vote 10 - Planning and Economic Development (cont)		-	3 015	3 015	363	1 064	383	682	178,1%	3 015
Vote 11 - Planning and Economic Development(cont2)		-	4 746	4 746	150	335	164	171	103,7%	4 746
Vote 12 - Roads		-	174 659	174 659	25 001	81 476	31 792	49 684	156,3%	174 659
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	-	480 350	485 811	30 115	167 674	148 853	18 821	12,6%	485 811
Expenditure by Vote	1									
Vote 1 - Office of the Municipal Manager		-	56 625	56 625	4 538	15 039	16 433	(1 395)	-8,5%	56 625
Vote 2 - Office of the Municipal Manager (cont)		-	6 208	6 208	476	1 956	1 956	(1)	0,0%	6 208
Vote 3 - Financial Services		-	20 275	20 275	1 881	6 483	7 083	(600)	-8,5%	20 275
Vote 4 - Financial Services (cont)		-	5 902	5 902	451	1 858	1 924	(66)	-3,4%	5 902
Vote 5 - Corporate Services		-	54 827	54 827	1 206	4 752	17 963	(13 211)	-73,5%	54 827
Vote 6 - Corporate Services (cont)		-	26 371	26 721	1 714	8 993	9 450	(457)	-4,8%	26 721
Vote 7 - Community Services		-	51 577	51 838	3 651	15 258	17 000	(1 742)	-10,2%	51 838
Vote 8 - Community Services (cont)		-	45 657	45 395	2 811	9 275	14 401	(5 126)	-35,6%	45 395
Vote 9 - Planning and Economic Development		-	17 965	20 981	1 602	5 354	7 312	(1 958)	-26,8%	20 981
Vote 10 - Planning and Economic Development (cont)		-	21 210	21 312	1 733	6 063	6 762	(698)	-10,3%	21 312
Vote 11 - Planning and Economic Development(cont2)		-	3 478	3 478	211	930	972	(42)	-4,4%	3 478
Vote 12 - Roads		-	101 065	102 949	9 294	35 566	29 289	6 277	21,4%	102 949
Vote 13 - Roads (cont)		-	76 138	76 033	4 898	19 470	15 421	4 049	26,3%	76 033
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	-	487 297	492 543	34 465	130 998	145 967	(14 969)	-10,3%	492 543
Surplus/ (Deficit) for the year	2	-	(6 947)	(6 732)	(4 350)	36 676	2 886	33 789	1170,6%	(6 732)

Reporting per municipal vote provide details on the spread of spending over the various functions of council. Revenue is mainly budgeted under the Executive and Council function and therefore the majority of the revenue will be reflected under this function. The integration of the Roads Agency function into the budget of Garden Route DM reflects under the Roads Transport municipal function above.

3.1.4 Table C4: Monthly Budget Statement - Financial Performance (revenue and expenditure)

DC4 Garden Route - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M04 October

Description	Ref	2021/22	Budget Year 2022/23							
		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		-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		-	-	-	-	-	-	-	-	-
Service charges - water revenue		-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue		-	-	-	-	-	-	-	-	-
Service charges - refuse revenue		-	11 168	11 168	-	-	3 723	(3 723)	-100%	11 168
Rental of facilities and equipment		-	2 469	2 469	77	289	809	(521)	-64%	2 469
Interest earned - external investments		-	9 010	9 010	905	2 207	851	1 356	159%	9 010
Interest earned - outstanding debtors		-	3 180	3 180	322	1 151	1 056	95	9%	3 180
Dividends received		-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		-	-	-	-	-	-	-	-	-
Licences and permits		-	125	125	2	23	31	(8)	-25%	125
Agency services		-	189 287	189 287	26 173	86 174	36 667	49 506	135%	189 287
Transfers and subsidies		-	228 660	234 121	1 500	72 403	97 631	(25 228)	-26%	234 121
Other revenue		-	22 711	22 711	1 136	3 427	3 505	(78)	-2%	22 711
Gains		-	2 540	2 540	-	-	847	(847)	-100%	2 540
Total Revenue (excluding capital transfers and contributions)		-	469 150	474 611	30 115	165 674	145 120	20 554	14%	474 611
Expenditure By Type										
Employee related costs		-	288 669	288 731	21 278	85 876	96 217	(10 341)	-11%	288 731
Remuneration of councillors		-	12 542	12 542	1 007	4 409	4 181	228	5%	12 542
Debt impairment		-	1 560	1 560	-	-	520	(520)	-100%	1 560
Depreciation & asset impairment		-	4 986	4 986	348	1 390	1 662	(272)	-16%	4 986
Finance charges		-	73	73	-	-	24	(24)	-100%	73
Bulk purchases - electricity		-	-	-	-	-	-	-	-	-
Inventory consumed		-	51 011	51 286	3 979	15 399	9 047	6 352	70%	51 286
Contracted services		-	79 177	81 010	2 172	5 656	22 996	(17 340)	-75%	81 010
Transfers and subsidies		-	1 835	2 185	357	712	675	(37)	-5%	2 185
Other expenditure		-	47 370	50 097	5 295	17 619	10 583	7 037	66%	50 097
Losses		-	73	73	28	(27)	24	(51)	-211%	73
Total Expenditure		-	487 297	492 543	34 465	130 998	145 967	(14 969)	-10%	492 543
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		-	(18 147)	(17 932)	(4 350)	34 676	(847)	35 523	(0)	(17 932)
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	4 000	4 000	-	2 000	1 333	667	0	4 000
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (in-kind - all)		-	7 200	7 200	-	-	2 400	(2 400)	(0)	7 200
Surplus/(Deficit) after capital transfers & contributions		-	(6 947)	(6 732)	(4 350)	36 676	2 886			(6 732)
Taxation		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		-	(6 947)	(6 732)	(4 350)	36 676	2 886			(6 732)
Attributable to minorities		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		-	(6 947)	(6 732)	(4 350)	36 676	2 886			(6 732)
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		-	(6 947)	(6 732)	(4 350)	36 676	2 886			(6 732)

Revenue by Source

Revenue by source explains the types of income budgeted for and the performance of these items individually.

Rental of facilities and equipment:

The municipality recorded income for rental of facilities and equipment of R77,156 for the month ended 31 October 2022.

Interest earned – External Investments:

Reflects the interest earned in respect of surplus funds not immediately needed in the operations of the municipality over the short-term period. Interest on external investments for the month ended 31 October 2022 amounts to R904,963.

Interest raised – Outstanding debtors

The interest on outstanding debtors for the month of 31 October 2022 amounts to R321,716.

Agency services

The municipality performs an agency function on behalf of the Department of Transport – Roads department. Monthly agency fees are collected from the department. 12% Admin fee is received on the original allocation and 6% on any additional allocations. Revenue from agency services was recorded for the month ended 31 October 2022 to the amount of R1,308,478.

Transfers recognised – operational

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of Revenues Act's respectively. The first instalment of R67,361,000 for the Equitable Share was received during July 2022. The municipality received its first instalment of R1,815,000 for the Rural Roads Assets Management Grant during July 2022. The municipality received R1,000,000 for the Financial Management Grant (FMG), R610,000 the first instalment of the EPWP grant and a R2,000,000 for the EEDS grant from the National Treasury for the month end 31 August 2022, VAT were deducted from the income amount and only R1.7 reflects on the income statement, the correction journal will be processed in September 2022 month end. The municipality recorded no income for grants received for the month 30 September 2022. The amount of R1,500,000 was received for Safety Initiative Implementation Plan during the month of October 2022.

Other revenue / Sundry income

Other revenue reflects an amount of R1,135,991 for the month ended 31 October 2022. Other revenue mostly consists of the following: Fire Services and Health Services.

Expenditure by Type

Expenditure by type reflects the operational budget per main type/category of expenditure.

Employee Related cost / Remuneration of councillors

Remuneration related expenditure (councillors and staff) for the month ended 31 October 2022 amounted to R22,285,641 of a budgeted amount R301,273,202 that represents 7% of the budgeted amount and 64% of the monthly expenditure.

Debt Impairment / Depreciation and asset impairment

Depreciation of R347,618 was recognised in October 2022.

These items account for non-cash budgeted items. The fixed asset register module must still be implemented at Garden Route DM by the service provider of the financial system. The municipality are awaiting the service provider to implement the new fixed asset management system as the previous asset management system provider (Market Demand) terminated its services under the mSCOA contract. Phoenix had to develop a new asset register (at no additional cost to municipalities, as this was an mSCOA requirement when National Treasury awarded the transversal tender for financial systems). Garden Route DM must first test the new proposed asset register extensively to ensure it meets the requirements of mSCOA and GRAP and fully integrates seamlessly and correctly with the financial system before it can be implemented. The Asset Verification module has been implemented – the GRAP implementation testing will be done in February 2023.

Other materials

Other materials consists of all inventory consumed purchases for materials and supplies and amounts to R3,979,314 for the month ended 31 October 2022 against an adjusted budgeted amount of R51,285,574.

Contracted services

The contracted services for the month ended 31 October 2022 amounts to R2,172,320 against an adjusted budgeted amount of R81,010,020.

Transfers and subsidies

The transfers and subsidies expenditure for the month ended 31 October 2022 amounts to R357,079 against an adjusted budgeted amount of R2,185,200.

Other expenditure

Other expenditure reflects all other expenses not specifically mentioned and amounts to R5,294,935 for month ended 31 October 2022.

The other expenditure consists of the following:

- Operating costs

- Operating Projects (own funds)

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

DC4 Garden Route - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M04 October

Vote Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		-	30	30	-	10	-	10	#DIV/0!	30
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	30	30	-	-	10	(10)	-100%	30
Vote 4 - Financial Services (cont)		-	-	-	-	-	-	-	-	-
Vote 5 - Corporate Services		-	30	30	5	5	10	(5)	-45%	30
Vote 6 - Corporate Services (cont)		-	250	250	19	19	83	(64)	-77%	250
Vote 7 - Community Services		-	6 890	6 890	74	74	2 297	(2 223)	-97%	6 890
Vote 8 - Community Services (cont)		-	107 382	107 382	94	436	35 794	(35 358)	-99%	107 382
Vote 9 - Planning and Economic Development		-	7 230	7 445	49	49	2 482	(2 433)	-98%	7 445
Vote 10 - Planning and Economic Development (cont)		-	4 800	4 800	-	-	1 600	(1 600)	-100%	4 800
Vote 11 - Planning and Economic Development(cont2)		-	-	-	-	-	-	-	-	-
Vote 12 - Roads		-	-	-	-	-	-	-	-	-
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	126 642	126 857	241	593	42 276	(41 682)	-99%	126 857
Single Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Financial Services (cont)		-	-	-	-	-	-	-	-	-
Vote 5 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 6 - Corporate Services (cont)		-	-	-	-	-	-	-	-	-
Vote 7 - Community Services		-	-	-	-	-	-	-	-	-
Vote 8 - Community Services (cont)		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Economic Development		-	-	-	-	-	-	-	-	-
Vote 10 - Planning and Economic Development (cont)		-	-	-	-	-	-	-	-	-
Vote 11 - Planning and Economic Development(cont2)		-	-	-	-	-	-	-	-	-
Vote 12 - Roads		-	-	-	-	-	-	-	-	-
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	-	-	-	-	-	-	-	-
Total Capital Expenditure		-	126 642	126 857	241	593	42 276	(41 682)	-99%	126 857

Refer to next page for detail breakdown of the capital expenditure:

SCOA config	Nr	Project description	Cost centre	Adjusted budget R'	YTD Expenditure R'	Status of the project	Any challenges identified that is resulting in delays?
71120006635	1	Office furniture: Office MM	1001	30 000,00	9 865,00	Order Issued to Supplier	No expected challenges anticipated
71010110001	2	Upgrading of buildings - Retrofitting EEDS	1010	4 000 000,00		In Process	No expected challenges anticipated
71010190001	3	Fresh Produce Market	1010	800 000,00		In Process	No expected challenges anticipated
71204240001	4	Office equipment: CFO	1204	30 000,00		In Process	No expected challenges anticipated
71207230002	5	Replacing ICT Capital Equipment beyond economical repairs	1207	34 000,00		In Process	No expected challenges anticipated
71301240001	6	Office furniture: Exec Manager Corporate Services	1301	26 500,00	5 476,52	Order Issued to Supplier	No expected challenges anticipated
71120006639	7	Office Furniture & Equipment: Man Planning&Dev	1401	30 000,00		In Process	No expected challenges anticipated
71403103104	8	Donated Properties - 2 x Wilderness	1403	1 200 000,00		In Process	No expected challenges anticipated
71403103105	9	Donated Properties - King George Park	1403	1 000 000,00		In Process	No expected challenges anticipated
71403103106	10	Donated Properties - Heatherlands	1403	2 500 000,00		In Process	No expected challenges anticipated
71403103107	11	Donated Properties - Fresh Produce	1403	2 500 000,00		In Process	No expected challenges anticipated
71602230001	12	Mosselbay JOC equipment	1602	1 000 000,00		In Process	No expected challenges anticipated
71801240001	13	Office of the executive manager Community: office equipment	1801	30 000,00		In Process	No expected challenges anticipated
71801310001	14	Firestation: George	1801	4 435 300,00	73 896,25	Order Issued to Supplier	No expected challenges anticipated

SCOA config	Nr	Project description	Cost centre	Adjusted budget R'	YTD Expenditure R'	Status of the project	Any challenges identified that is resulting in delays?
72305230001	15	Hazmat Rescue & Fire Equipment	2305	150 000,00	74 739,68	Order Issued to Supplier	No expected challenges anticipated
74402100901	16	Landfill Site: PPE	4402	107 232 299,00	361 567,47	In Process	No expected challenges anticipated
71207230003	17	Routers	1207	20 570,00		Order Issued to Supplier	No expected challenges anticipated
71207230004	18	Network Infrastructure	1207	173 000,00		Order Issued to Supplier	No expected challenges anticipated
71301104031	19	Loud Speakers	1301	3 500,00		Order Issued to Supplier	No expected challenges anticipated
71408102304	20	Banners: Human Settlements	1408	15 000,00		Order Issued to Supplier	No expected challenges anticipated
71408104002	21	Fridges: Human Settlements	1408	20 000,00		Order Issued to Supplier	No expected challenges anticipated
71408104103	22	IT Equipment: Human Settlements	1408	50 000,00		Order Issued to Supplier	No expected challenges anticipated
71408104122	23	Laptops: Human Settlements	1408	50 000,00	35 930,00	Order Issued to Supplier	No expected challenges anticipated
71408400001	24	Office Furniture: Human Settlements	1408	80 000,00	12 975,00	Order Issued to Supplier	No expected challenges anticipated
71207104112	25	Wireless Access Points	1207	17 390,00	17 386,95	Order Issued to Supplier	No expected challenges anticipated
71207102463	26	Replacing Urn	1207	1 500,00	1 500,00	Order Issued to Supplier	No expected challenges anticipated
71207104145	27	Monitor	1207	3 540,00			
72205160001	28	Hot Springs Thatch Roofs	2205	1 424 700,00			
Totals				126 857 299,00	593 336,87		

Project status: If the project is in the SCM process of being procured. Please state in which stage (planning,				
Commitments against capital for the month October 2022				
71120006635	1	Office furniture: Office MM	1001	3 040,00
71204240001	4	Office equipment: CFO	1204	6 919,91
71207104145	27	Monitor	1207	2 195,00
71207230003	17	Routers	1207	20 565,22
71207230004	18	Network Infrastructure	1207	166 987,00
71408104002	21	Fridges: Human Settlements	1408	2 694,79
71408400001	24	Office Furniture: Human Settlements	1408	42 961,74
71602230001	12	Mosselbay JOC equipment	1602	993 763,20
71801240001	13	Office of the executive manager Community: office equipment	1801	1 643,48
72305230001	15	Hazmat Rescue & Fire Equipment	2305	20 868,70
74402100901	16	Landfill Site: PPE	4402	247 428,15
72205160001	28	Hot Springs Thatch Roofs	2205	1 424 700,00
		Total Commitments		2 933 767,19

3.1.6 Table C6: Monthly Budget Statement - Financial Position

DC4 Garden Route - Table C6 Monthly Budget Statement - Financial Position - M04 October

Description	Ref	2021/22	Budget Year 2022/23			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		–	224 260	102 605	10 014	102 605
Call investment deposits		–	5 000	5 000	135 000	5 000
Consumer debtors		–	4 368	10 181	4 743	10 181
Other debtors		–	42 789	34 197	22 863	34 197
Current portion of long-term receivables		–	4 246	4 293	4 293	4 293
Inventory		–	3 117	3 053	5 148	3 053
Total current assets		–	283 780	159 329	182 061	159 329
Non current assets						
Long-term receivables		–	61 388	62 764	62 764	62 764
Investments		–	27	28	28	28
Investment property		–	57 400	67 525	63 945	67 525
Investments in Associate		–	–	–	–	–
Property, plant and equipment		–	313 383	290 351	179 375	290 351
Biological		–	–	–	–	–
Intangible		–	(228)	(23)	475	(23)
Other non-current assets		–	–	–	–	–
Total non current assets		–	431 969	420 645	306 588	420 645
TOTAL ASSETS		–	715 749	579 975	488 650	579 975
LIABILITIES						
Current liabilities						
Bank overdraft		–	–	–	–	–
Borrowing		–	536	100	100	100
Consumer deposits		–	374	468	2 587	468
Trade and other payables		–	948	27 537	8 948	27 537
Provisions		–	31 602	26 993	26 729	26 993
Total current liabilities		–	33 460	55 097	38 364	55 097
Non current liabilities						
Borrowing		–	236 166	107 238	362	107 238
Provisions		–	140 393	145 157	143 981	145 157
Total non current liabilities		–	376 559	252 395	144 343	252 395
TOTAL LIABILITIES		–	410 019	307 492	182 707	307 492
NET ASSETS	2	–	305 730	272 482	305 943	272 482
COMMUNITY WEALTH/EQUITY						
Accumulated Surplus/(Deficit)		–	245 217	211 973	253 017	211 973
Reserves		–	60 513	60 509	52 925	60 509
TOTAL COMMUNITY WEALTH/EQUITY	2	–	305 730	272 482	305 943	272 482

3.1.7 Table C7: Monthly Budget Statement - Cash Flow

DC4 Garden Route - Table C7 Monthly Budget Statement - Cash Flow - M04 October

Description	Ref	Budget Year 2022/23								
		2021/22 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										
Service charges		-	11 168	11 168	-	-	3 723	(3 723)	-100%	11 168
Other revenue		-	81 249	81 249	27 710	91 064	24 113	(192 343)	-798%	81 249
Transfers and Subsidies - Operational		-	359 315	364 776	1 500	72 403	115 345	109 436	95%	364 776
Transfers and Subsidies - Capital		-	4 000	4 000	-	2 000	1 333	667	50%	4 000
Interest		-	9 010	9 010	905	2 207	851	(83)	-10%	9 010
Dividends										
Payments										
Suppliers and employees		-	(477 594)	(482 490)	(33 732)	(128 960)	(142 632)	(105 216)	74%	(482 490)
Finance charges		-	(73)	(73)	-	-	(24)	(24)	100%	(73)
Transfers and Grants		-	(1 112)	(1 462)	(357)	(675)	(334)	(334)	100%	(1 462)
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	(14 037)	(13 822)	(3 975)	38 039	2 374	(19 527)	-822%	(13 822)
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE										
Decrease (increase) in non-current receivables										
Decrease (increase) in non-current investments					(34 490)	(34 490)				
Payments										
Capital assets		-	(126 642)	(126 857)	(241)	(593)	(42 276)	(37 956)	90%	(126 857)
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	(126 642)	(126 857)	(34 731)	(35 083)	(42 276)	(37 956)	90%	(126 857)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans										
Borrowing long term/refinancing		-	107 232	107 232	-	-	-	-		107 232
Increase (decrease) in consumer deposits										
Payments										
Repayment of borrowing										
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	107 232	107 232	-	-	-	-		107 232
NET INCREASE/ (DECREASE) IN CASH HELD		-	(33 447)	(33 447)	(12 481)	2 956	(39 902)			(33 447)
Cash/cash equivalents at beginning:		-	263 042	142 058	145 014	142 058	142 058			142 058
Cash/cash equivalents at month/year end:		-	229 595	108 611		145 014	102 157			108 611

The municipal bank balance at 31 October 2022 totals R10 013 894 and there was short term deposits made of R125 000 000 and call account deposits of R10 000 000. Total cash available at month-end is therefore R145,013,894.

Detailed information regarding commitments against the cash position is tabled below.

REPORTING MONTH: 31 OCTOBER 2022		
Commitments against Cash & Cash Equivalents		
ITEM	Previous Month R'000	Current Month R'000
Bank balance as at 31 October 2022	12 804 154,42	10 013 893,81
Other Cash & Cash Equivalents: Short term deposits	110 000 000,00	125 000 000,00
Other Cash & Cash Equivalents: Call accounts	20 000 000,00	10 000 000,00
Total Cash & Cash Equivalents:	142 804 154,42	145 013 893,81
LESS:	86 709 510,39	86 956 479,57
Unspent Conditional Grants	7 460 842,00	7 460 842,00
Provision for staff leave	23 367 198,00	23 367 198,00
Provision for bonus	8 685 239,00	8 685 239,00
Post Retirement Benefits	24 535 000,00	24 535 000,00
Performance Bonus	1 409 384,00	1 409 384,00
Grant received in advance	-	-
Trade Payables	-	-
YTD Unspent Capital budget	9 722 882,00	8 027 136,00
YTD Unspent Operational budget	11 528 965,39	13 471 680,57
Sub total	56 094 644,03	58 057 414,24
PLUS:	9 083 243,00	9 083 243,00
VAT Receivable	1 751 533,00	1 751 533,00
Receivable Exchange	7 331 710,00	7 331 710,00
	65 177 887,03	67 140 657,24
LESS OTHER MATTERS:		
Capital Replacement Reserve	18 765 298,00	18 765 298,00
Employee Benefits Reserves	34 169 029,00	34 169 029,00
Sub Total	12 243 560,03	14 206 330,24
LESS: CONTINGENT LIABILITIES	4 622 115,00	4 622 115,00
Barry Louis Rae Trust	4 500 000,00	4 500 000,00
Portion of Portion 2 of Farm 238, Hooggekraal	32 115,00	32 115,00
Erf 99, Glentana	-	-
Labour disputes	90 000,00	90 000,00
Recalculated available cash balance	7 621 445,03	9 584 215,24
Total monthly commitments	9 537 858,64	5 192 956,15

PART 2 – SUPPORTING DOCUMENTATION

Section 4 – Debtors' analysis

Supporting Table SC3

DC4 Garden Route - Supporting Table SC3 Monthly Budget Statement - aged debtors - M04 October

Description	NT Code	Budget Year 2022/23								Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr				
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-	-	-
Interest on Anear Debtor Accounts	1810	12	17	17	16	15	14	96	390	577	532	-	
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	12 010	384	2 722	320	499	279	3 576	33 609	53 399	38 282	-	
Total By Income Source	2000	12 022	401	2 739	337	514	293	3 672	33 999	53 976	38 814	-	
2021/22 - totals only													
Debtors Age Analysis By Customer Group													
Organs of State	2200	(27)	23	36	16	61	14	103	2 154	2 381	2 348	-	
Commercial	2300	-	-	-	-	-	-	-	-	-	-	-	-
Households	2400	2	-	-	-	-	-	-	-	2	-	-	-
Other	2500	12 048	378	2 703	320	452	279	3 569	31 845	51 594	36 466	-	
Total By Customer Group	2600	12 022	401	2 739	337	514	293	3 672	33 999	53 976	38 814	-	

Long outstanding debtors that mainly consist of old sundry debt and fire accounts, remains a concern for the municipality and management will continue to report in terms of progress made.

The majority of the firefighting accounts are disputed with regards to the origin of the fire and who is responsible for the payment of the account. The fire section have implemented an electronic system which will assist in the future with disputes.

The municipality are required to submit debtors aged analysis data strings on a monthly basis.

Currently the debtor section initiated debt collection processes and will report quarterly to the financial services committee on the debt collection process.

Section 5 – Creditors' analysis

Supporting Table C4

DC4 Garden Route - Supporting Table SC4 Monthly Budget Statement - aged creditors - M04 October

Description R thousands	NT Code	Budget Year 2022/23								Total	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		
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	19	168	6	4	84	24	154	454	912	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	19	168	6	4	84	24	154	454	912	-

The municipality are required to submit creditors aged analysis data strings on a monthly basis.

The reasons for long outstanding creditors include invoices not submitted by suppliers or unresolved disputes on certain invoices.

The municipality are continuously working towards resolving outstanding disputes on invoices and obtaining outstanding invoices.

Section 6 – Investment portfolio analysis

6.1 Investment monitoring information

	Balance as at 01 October 2022	Movements for the month			Balance as at 31 October 2022	Interest earned Month	Interest earned Year to date
		Investments matured	Investments made	Interest capitalis ed			
Garden Route District Municipality							
Standard Bank	55 000 000,00	-20 000 000,00	27 500 000,00		62 500 000,00	329 602,19	678 798,90
ABSA	30 000 000,00	-12 000 000,00	16 500 000,00		34 500 000,00	192 992,88	192 992,88
Nedbank	17 000 000,00	-8 000 000,00	3 000 000,00		12 000 000,00	125 654,79	326 199,45
FNB	8 000 000,00		8 000 000,00		16 000 000,00		129 067,40
BANK DEPOSITS	110 000 000,00	-40 000 000,00	55 000 000,00	-	125 000 000,00	648 249,86	1 327 058,63

The municipality invest surplus funds in order to maximise the interest and to have cash readily available when needed and is done in line with the Cash Management and Investment Policy of council.

Section 7 – Allocation and grant receipts and expenditure

7.1 Supporting Table C6

DC4 Garden Route - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M04 October

Description	Ref	Budget Year 2022/23								
		2021/22 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:										
National Government:		–	181 160	182 938	–	70 786	82 737	(11 951)	-14,4%	182 938
Local Government Equitable Share		–	172 721	172 721	–	67 361	76 980	(9 619)	-12,5%	172 721
Energy Efficiency and Demand Side Management Grant		–	1 000	1 000	–	–	333	(333)	-100,0%	1 000
Expanded Public Works Programme Integrated Grant		–	2 440	2 440	–	610	610	–	–	2 440
Infrastructure Skills Development Grant		–	–	–	–	–	–	–	–	–
Local Government Financial Management Grant		–	1 000	1 000	–	1 000	1 000	–	–	1 000
Municipal Disaster Relief Grant		–	–	–	–	–	–	–	–	–
Municipal Systems Improvement Grant		–	1 405	1 405	–	–	1 405	(1 405)	-100,0%	1 405
Municipal Disaster Recovery Grant		–	–	–	–	–	–	–	–	–
Municipal Demarcation Transition Grant		–	–	–	–	–	–	–	–	–
Integrated City Development Grant		–	–	–	–	–	–	–	–	–
Municipal Infrastructure Grant		–	–	–	–	–	–	–	–	–
Water Services Infrastructure Grant		–	–	–	–	–	–	–	–	–
Neighbourhood Development Partnership Grant		–	–	–	–	–	–	–	–	–
Public Transport Network Grant		–	–	1 778	–	–	593	(593)	-100,0%	1 778
Rural Road Asset Management Systems Grant		–	2 594	2 594	–	1 815	1 816	(1)	-0,1%	2 594
Urban Settlement Development Grant		–	–	–	–	–	–	–	–	–
Integrated National Electrification Programme Grant		–	–	–	–	–	–	–	–	–
Municipal Rehabilitation Grant		–	–	–	–	–	–	–	–	–
Municipal Emergency Housing Grant		–	–	–	–	–	–	–	–	–
Regional Bulk Infrastructure Grant		–	–	–	–	–	–	–	–	–
Metro Informal Settlements Partnership Grant		–	–	–	–	–	–	–	–	–
Integrated Urban Development Grant		–	–	–	–	–	–	–	–	–
Programme and Project Preparation Support Grant		–	–	–	–	–	–	–	–	–
Provincial Government:		–	6 500	10 183	1 500	1 500	1 228	272	22,2%	10 183
Infrastructure		–	–	–	–	–	–	–	–	–
Infrastructure		–	–	–	–	–	–	–	–	–
Capacity Building		–	6 500	10 183	1 500	1 500	1 228	272	22,2%	10 183
Capacity Building		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Infrastructure		–	–	–	–	–	–	–	–	–
Infrastructure		–	–	–	–	–	–	–	–	–
Capacity Building		–	–	–	–	–	–	–	–	–
Capacity Building		–	–	–	–	–	–	–	–	–
Other grant providers:		–	41 000	41 000	–	117	13 667	(13 549)	-99,1%	41 000
Other Grants Received		–	41 000	41 000	–	117	13 667	(13 549)	-99,1%	41 000
Total Operating Transfers and Grants	5	–	228 660	234 121	1 500	72 403	97 631	(25 228)	-25,8%	234 121
Capital Transfers and Grants										
National Government:										
Integrated National Electrification Programme Grant		–	4 000	4 000	–	2 000	1 333	667	50,0%	4 000
Municipal Infrastructure Grant		–	–	–	–	–	–	–	–	–
Neighbourhood Development Partnership Grant		–	–	–	–	–	–	–	–	–
Rural Road Asset Management Systems Grant		–	–	–	–	–	–	–	–	–
Urban Settlements Development Grant		–	–	–	–	–	–	–	–	–
Integrated City Development Grant		–	–	–	–	–	–	–	–	–
Municipal Disaster Recovery Grant		–	–	–	–	–	–	–	–	–
Energy Efficiency and Demand Side Management Grant		–	4 000	4 000	–	2 000	1 333	667	50,0%	4 000
Water Services Infrastructure Grant		–	–	–	–	–	–	–	–	–
Public Transport Network Grant		–	–	–	–	–	–	–	–	–
Regional Bulk Infrastructure Grant		–	–	–	–	–	–	–	–	–
Infrastructure Skills Development Grant		–	–	–	–	–	–	–	–	–
Municipal Disaster Relief Grant		–	–	–	–	–	–	–	–	–
Municipal Emergency Housing Grant		–	–	–	–	–	–	–	–	–
Metro Informal Settlements Partnership Grant		–	–	–	–	–	–	–	–	–
Integrated Urban Development Grant		–	–	–	–	–	–	–	–	–
Provincial Government:		–	–	–	–	–	–	–	–	–
Infrastructure		–	–	–	–	–	–	–	–	–
Infrastructure		–	–	–	–	–	–	–	–	–
Capacity Building		–	–	–	–	–	–	–	–	–
Capacity Building		–	–	–	–	–	–	–	–	–
District Municipality:		–	–	–	–	–	–	–	–	–
Infrastructure		–	–	–	–	–	–	–	–	–
Infrastructure		–	–	–	–	–	–	–	–	–
Capacity Building		–	–	–	–	–	–	–	–	–
Capacity Building		–	–	–	–	–	–	–	–	–
Other grant providers:		–	7 200	7 200	–	–	2 400	(2 400)	-100,0%	7 200
Other Grants Received		–	7 200	7 200	–	–	2 400	(2 400)	-100,0%	7 200
Total Capital Transfers and Grants	5	–	11 200	11 200	–	2 000	3 733	(1 733)	-46,4%	11 200
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	–	239 860	245 321	1 500	74 403	101 365	(26 961)	-26,6%	245 321

Performance reporting on grants will be enhanced to ensure compliance with the Division of Revenue Act.

7.2 Supporting Table C7

DC4 Garden Route - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M04 October

Description	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		-	8 439	8 812	589	1 479	1 362	117	8,6%	8 812
Energy Efficiency and Demand Side Management Grant		-	1 000	1 000	-	-	333	(333)	-100,0%	1 000
Expanded Public Works Programme Integrated Grant		-	2 440	2 440	164	605	813	(209)	-25,7%	2 440
Local Government Financial Management Grant		-	1 000	1 000	63	221	333	(112)	-33,6%	1 000
Municipal Systems Improvement Grant		-	1 405	-	-	-	(937)	937	-100,0%	-
Rural Road Asset Management Systems Grant		-	2 594	2 594	362	654	226	427	189,0%	2 594
Public Transport Network Grant		-	-	1 778	-	-	593	(593)	-100,0%	1 778
Provincial Government:		-	179 655	183 122	14 164	55 897	46 680	9 218	19,7%	183 122
Infrastructure		-	173 155	173 155	13 790	54 342	43 857	10 485	23,9%	173 155
Capacity Building		-	6 500	9 968	374	1 555	2 823	(1 268)	-44,9%	9 968
Other grant providers:		-	-	74	-	64	74	(10)	-13,0%	74
Expenditure on Other Grants		-	-	74	-	64	74	(10)	-13,0%	74
Total operating expenditure of Transfers and Grants:		-	188 094	192 009	14 753	57 441	48 116	9 325	19,4%	192 009
Capital expenditure of Transfers and Grants										
National Government:		-	4 000	4 000	-	-	1 333	(1 333)	-100,0%	4 000
Energy Efficiency and Demand Side Management Grant		-	4 000	4 000	-	-	1 333	(1 333)	-100,0%	4 000
Provincial Government:		-	-	215	49	49	72	(23)	-31,8%	215
Capacity Building		-	-	215	49	49	72			215
Other grant providers:		-	7 200	7 200	-	-	2 400	(2 400)	-100,0%	7 200
Expenditure on Other Grants		-	7 200	7 200	-	-	2 400	(2 400)	-100,0%	7 200
Total capital expenditure of Transfers and Grants		-	11 200	11 415	49	49	3 805	(3 756)	-98,7%	11 415
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	199 294	203 424	14 802	57 490	51 921	5 569	10,7%	203 424

Section 8 – Expenditure on councillor and board members allowances and employee benefits

Supporting Table C8

DC4 Garden Route - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M04 October

Summary of Employee and Councillor remuneration	Ref	2021/22	Budget Year 2022/23							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		-	12 459	12 459	631	2 844	4 153	(1 309)	-32%	12 459
Pension and UIF Contributions		-	10	10	33	132	3	129	4032%	10
Medical Aid Contributions		-	54	54	27	83	18	65	360%	54
Motor Vehicle Allowance		-	-	-	157	652	-	652	#DIV/0!	-
Cellphone Allowance		-	20	20	79	326	7	320	4849%	20
Housing Allowances		-	-	-	64	255	-	255	#DIV/0!	-
Other benefits and allowances		-	-	-	17	116	-	116	#DIV/0!	-
Sub Total - Councillors		-	12 542	12 542	1 007	4 409	4 181	228	5%	12 542
% increase	4		#DIV/0!	#DIV/0!						#DIV/0!
Senior Managers of the Municipality										
Basic Salaries and Wages		-	6 119	6 119	471	1 795	2 040	(244)	-12%	6 119
Pension and UIF Contributions		-	1 178	1 178	68	255	393	(137)	-35%	1 178
Medical Aid Contributions		-	63	63	18	66	21	45	215%	63
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	606	606	-	-	202	(202)	-100%	606
Motor Vehicle Allowance		-	527	527	72	282	176	106	61%	527
Cellphone Allowance		-	114	114	11	80	38	41	109%	114
Housing Allowances		-	-	-	32	120	-	120	#DIV/0!	-
Other benefits and allowances		-	-	-	3	9	-	9	#DIV/0!	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		-	8 608	8 608	676	2 608	2 869	(261)	-9%	8 608
% increase	4		#DIV/0!	#DIV/0!						#DIV/0!
Other Municipal Staff										
Basic Salaries and Wages		-	172 635	172 697	13 890	55 068	57 539	(2 471)	-4%	172 697
Pension and UIF Contributions		-	29 522	29 522	2 410	9 590	9 841	(250)	-3%	29 522
Medical Aid Contributions		-	26 646	26 646	2 044	8 142	8 882	(740)	-8%	26 646
Overtime		-	6 693	6 693	422	1 308	2 231	(924)	-41%	6 693
Performance Bonus		-	12 374	12 374	-	602	4 125	(3 523)	-85%	12 374
Motor Vehicle Allowance		-	10 498	10 498	956	3 884	3 499	384	11%	10 498
Cellphone Allowance		-	124	124	10	41	41	0	0%	124
Housing Allowances		-	3 137	3 137	209	829	1 046	(217)	-21%	3 137
Other benefits and allowances		-	10 444	10 444	615	2 527	3 482	(955)	-27%	10 444
Payments in lieu of leave		-	1 213	1 213	47	1 277	404	873	216%	1 213
Long service awards		-	80	80	-	-	27	(27)	-100%	80
Post-retirement benefit obligations		-	6 694	6 694	-	-	2 231	(2 231)	-100%	6 694
Sub Total - Other Municipal Staff		-	280 061	280 123	20 602	83 268	93 348	(10 080)	-11%	280 123
% increase	4		#DIV/0!	#DIV/0!						#DIV/0!
Total Parent Municipality		-	301 212	301 273	22 286	90 285	100 398	(10 113)	-10%	301 273

Remuneration related expenditure for the month ended 31 October 2022 amounted to R22,285,641.

Section 9 – Municipal manager’s quality certification



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OFFICE OF THE MUNICIPAL MANAGER

Enquiries: Louise Hoek
Reference: 6/1/1 – 22/23
Date: 08 November 2022

Provincial Treasury
Local Government Budget Analysis
Private Bag X9165
CAPE TOWN
8000

National Treasury
Local Government Budget Analysis
Private Bag X115
PRETORIA

Sir / Madam

QUALITY CERTIFICATE

I, MG STRATU, the accounting officer of **GARDEN ROUTE DISTRICT MUNICIPALITY (DC4)**, hereby certify that the–

- The monthly budget statement**
 - Quarterly report on the implementation of the budget and financial state of affairs of the municipality
 - Mid- year budget and performance assessment
- for the month ended **31 October 2022**, has been prepared in accordance with the Municipal Finance Management Act (Act 56 of 2003) and regulations made under the Act.

Print Name MONDE STRATU

Accounting Officer of **GARDEN ROUTE DISTRICT MUNICIPALITY (DC4)**.

Signature 
Date 8-11-2022