

BUDGET STEERING COMMITTEE

27 FEBRUARY 2023

MAYORAL COMMITTEE

27 FEBRUARY 2023

DISTRICT COUNCIL

27 FEBRUARY 2023

1. SUBJECT: 4TH ADJUSTMENT BUDGET 2022/2023 MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF) / VIERDE AANSUIWERINGSBEGROTING 2022/2023 MEDIUM TERMYN EN INKOMSTE EN UITGAWE RAAMWERK (MTIUR) / UGQITHISELO LOLWABIWO-MALI OLU-LUNGISIWEYO LUKA 2022/2023 LWENGENISO YEXESHA ELIFUTSHANE KUNYE NENDLELA YENCITHO(MTREF)

(6/18/7)

20 February 2023

REPORT FROM THE EXECUTIVE MAYOR (M BOOYSEN)

2. PURPOSE OF THE REPORT

The report is tabled to council in terms of section 28(2) (Municipal Adjustments Budgets) as required in terms of the Municipal Finance Management Act 56 of 2003.

3. DELEGATED AUTHORITY

Council

4. EXECUTIVE SUMMARY

Sub regulation (1) of Regulation 23 (3) of the Budget and Reporting Regulations, states –

An adjustment budget referred to in section 28(2)(b), (d) and (f) of the Act may be tabled in the municipal council at any time after the mid-year budget and performance assessment has been tabled in the council, but not later than 28 February of the current year.

The Executive Mayor must table an adjustment budget to Council for consideration and approval. Additional revenues/allocations received from the Provincial Government to the amount of R1.6m (Gazette 8719, dated 13 February 2023) has been included in this adjustment budget.

5. RECOMMENDATIONS

That council take the following resolutions:

- (1) That the 4th adjustments budget of Garden Route District Municipality for the financial year 2022/2023 as set out in the schedules contained in Section 4 be **approved**:
 - i. Table B1 Adjustments Budget Summary;
 - ii. Table B2 Adjustments Budget Financial Performance (by standard classification);
 - iii. Table B3 Adjustments Budget Financial Performance (by municipal vote);
 - iv. Table B4 Adjustment Budget Financial Performance (revenue by source);
and
 - v. Table B5 Adjustment Budget Capital Expenditure (by municipal vote and funding source)
- (2) Council approves the Adjustment Operating Expenditure Budget of R496,081,438
- (3) Council approves the Adjustment Operating Revenue Budget of R487,921,059
- (4) Council approves the Adjustment Capital Budget of R38,440,814
- (5) That a revised Service Delivery and Budget Implementation Plan (SDBIP) for the 2022/23 financial year be compiled and tabled to the Executive Mayor for approval.

AANBEVELINGS

Dat die raad die volgende resolusies aanvaar:

- (1) *Dat die vierde Aangepaste Begroting van Garden Route Distriksmunisipaliteit vir die finansiële jaar 2022/2023 soos vervat in die skedules van Seksie 4 goedgekeur word:*
 - i. Tabel B1 Aangepaste Begrotings Opsomming;*
 - ii. Tabel B2 Aangepaste Begroting Finansiële Prestasie (volgens standaard klassifikasie);*
 - iii. Tabel B3 Aangepaste Begroting Finansiële Prestasie (volgens pos);*
 - iv. Tabel B4 Aangepaste Begroting Finansiële Prestasie (volgens finansieringsbron); en*
 - v. Tabel B5 Aangepaste Kapitale Begroting (volgens pos en finansieringsbron)*

- (2) Die Raad die Aangepaste Uitgawe Begroting van R496,081,438 goedkeur.
- (3) Die Raad die Aangepaste Inkomste Begroting van R487,921,059 goedkeur.
- (4) Die Raad die Aangepaste Kapitaal Begroting van R38,440,814 goedkeur.
- (5) Dat die hersiende Dienslewering- en Begrotings Implementerings Plan vir 2022/2023 opgestel en aan die Uitvoerende Burgermeester voorgelê word vir goedkeuring.

IZINDULULO

Sesokuba iBhunga lithathe ezi zigqibo zilandelayo:

- (1) Sesokuba ulwabiwo-mali olulungisiweyo (izibonelelo ezingasetyenziswanga) loMasipala Wesithili se Garden Route kunyakamali ka 2021/2022 njengoko kuchaziwe kuluhlu oluqulwathwe kuMhlathi 4 luphunyezwe:
 - i. Table B1 Ushwankathelo loLwabiwo-Mali Olu-Lungisiweyo
 - ii. Table B2 Ulwabiwo-Mali Olulungisiweyo Umsebenzi Wezemali (ngokwendlela ezifanelekileyo);
 - iii. Table B3 Ulwabiwo-Mali Olulungisiweyo Umsebenzi Wezemali (ngokwevoti yomasipala);
 - iv. Table B4 Ulwabiwo-Mali Olulungisiweyo Umsebenzi Wezemali (ingeniso ngokovimba); kunye
 - v. Table B5 Ulwabiwo-Mali Olulungisiweyo Incitho Yenkunzi (ngokwevoti yomasipala kunye nenxaso yovimba)
- (2) IBhunga liphumeze Ulwabiwo-Mali Olu-Lungisiweyo Lencitho Eqhubayo ye R496,081,438

- (3) IBhunga liphumeze uLwabiwo-Mali Oluqhubayo Lwengeniso noluyi R487,921,059
- (4) IBhunga liphumeze Ulwabiwo-Mali Oluyinkunzi Olu-Lungisiweyo lwe R38,440,814
- (5) Sesokuba ulungisowe Lonikezelo Nkonzo kunye Nesicwangciso Sokumiselwa koLwabiwo-Mali(SDBIP) kunyakamali ka 2022/2023 luqulunqwe kwaye luthiwe theca kuSodolophu obekekileyo ukuze luphunyezwe.

6. BACKGROUND

Section 28 of the Municipal Finance Management Act 2003 (No.56) (MFMA) determines that a Municipality may revise an approved annual budget through an adjustment budget.

Subsection (2) also determines that an adjustment budget:

- a) Must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;
- b) May appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;
- c) May, within a prescribed framework, authorize unforeseeable and unavoidable expenditure recommended by the mayor;
- d) May authorize the utilization of projected savings in one vote towards spending under another vote;
- e) May authorize the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the Council;
- f) May correct any errors in the annual budget; and
- g) May provide for any other expenditure within a prescribed framework.

Subsection (4) determines that only the mayor may table an adjustment budget in the municipal Council, but an adjustment budget in terms of subsection (2) (b) to (g) may only be tabled within any prescribed limitations as to timing or frequency.

Subsection (5) states that when an adjustment budget is tabled, it must be accompanied by an explanation of how the adjustment budget affects the annual budget and a motivation of any material changes to the annual budget.

Subsection (6) states very clearly that property rates and tariffs may not be increased during a financial year except when required in terms of a financial recovery plan.

Cognizance must also be taken of **Section 15** of the MFMA which refers to the appropriation of funds for expenditure.

Subsection **(a)** determines very clearly that expenditure may only be incurred in terms of an approved budget; and

(b) Within the limits of the amounts appropriated for the different votes in an approved budget.

Also take note of **Section 23 (3)** of the Budget and Reporting Regulations which refers to the Timeframes for tabling of adjustment budgets.

Subsection (1) states –

An adjustments budget referred to in section 28(2)(b),(d) and (f) of the Act may only be tabled in the municipal council at any time after the mid-year budget and performance assessment has been tabled in the council, but not later than 28 February of the current year.

6.1. FINANCIAL IMPLICATIONS

Financial implications as per the Report attached.

6.2 RELEVANT LEGISLATION

Municipal Finance Management Act, No 56 of 2003

Municipal Budget and Reporting Regulations, 17 April 2009

ANNEXURES

- 4th Adjustment Budget Report 2022/2023 MTREF



GARDEN ROUTE DISTRICT MUNICIPALITY

FINANCIAL YEAR 2022 - 2023

4th ADJUSTMENT BUDGET REPORT

2022/2023 MTREF

Table of Contents	8
Glossary	9
Legislative Framework	11
PART 1 – ADJUSTMENT BUDGET	
Section 1 – Mayoral speech	12
Section 2 – Resolutions	16
Section 3 – Executive Summary	
3.1 Introduction	17
3.2 Adjustment budget	18
3.3 Provision of basic services	18
3.4 SDBIP and MTREF financial sustainability	19
3.5 High level summary of adjustments	20
Section 4 – Annual Budget Tables	26
PART 2 SUPPORTING DOCUMENTATION	
Section 5 – Adjustment to budget assumptions	39
Section 6 – Adjustments to budget funding	39
Section 7 – Adjustments to expenditure on allocations and grant programmes	39
Section 8 – Adjustments to grants made by the municipality	39
Section 9 – Adjustments to councillor allowances and employee benefits	39
Section 10 – Adjustment to service delivery and budget implementation plan	39
Section 11 – Adjustments to Capital expenditure	39
Section 12 – Municipal Manager's quality certification	40

Glossary

Adjustments budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.

Allocations – Money received from Provincial or National Government or other municipalities.

Budget – The financial plan of the Municipality.

Budget related policy – Policy of a municipality affecting or affected by the budget, examples include tariff policy, rates policy and credit control and debt collection policy.

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.

Cash flow statement – A statement showing when actual cash will be received and spent by the Municipality. Cash 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. Annual legislation that shows the total allocations made by national to provincial and local government.

Equitable share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

Fruitless and wasteful expenditure – Expenditure that was made in vain and would 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 new standard 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 April 2009

MFMA – The Municipal Finance Management 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 – Spending on 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 budget 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 budget.

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

Vote – One of the main segments into which a budget. 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 – No. 56 of 2003

Section 28 Municipal Adjustment Budgets

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

Schedule B format of adjustment budgets

PART 1 – IN-YEAR REPORT

SECTION 1 – MAYORAL SPEECH

Honourable Speaker, leaders of the Opposition, honourable members of the Garden Route District Council on both sides of the house, The Municipal Manager and his Executive Management Team, the Members of the Media, interest groups and the citizens of the Garden Route District Municipality.

I would like to express a hearty warm welcome to you all. We are here today to approve the adjustment budget after the mid-year assessment was tabled at council on 25 January 2023.

Section 23 (3) of the Budget and Reporting Regulations which refers to the timeframes of tabling of adjustment budgets.

Sub regulation (1) states –

“An adjustment budget referred to in section 28(2)(b), (d) and (f) of the Act may be tabled in the municipal council at any time after the mid-year budget and performance assessment has been tabled in the council, but not later than 28 February of the current year.”

Provincial Government allocated an additional R1,600,000 (Emergency Municipal Load Shedding Relief Grant) as per Provincial Gazette 8719 dated 13 February 2023 to the municipality and this additional allocation has been included in this adjustment budget.

The details of the above inclusions are as follows:

Additional Provincial Conditional Grants

Provincial Government Additional Grant Allocation		
Provincial Government Gazette Nr 8719		
Section	Project Description	Grant Amount
Exexutive & Council	Emergency Municipal Load-Shedding Relief Grant	1 600 000,00
		<u>1 600 000,00</u>
Provincial Government Additional Grant Allocation		
Provincial Government Gazette Nr 8719		
Section	Project Description	Roll - Over Amount
Disaster Management - Capital Budget	Emergency Municipal Load-Shedding Relief Grant	1 600 000,00
		<u>1 600 000,00</u>

In the Provincial Gazette Extraordinary 8719 dated 13 February 2023 as issued by Western Cape Government, the above additional grant allocations were made to the Garden Route District Municipality. This is therefore added to operating revenue and capital expenditure in the 2022/2023 budget.

The details of the amendments made to the budget are as follows:

Summary

BUDGET - Fourth Adjustment Budget (27 February 2023)							
DESCRIPTION	Approved Budget 2022/2023	Roll - Over Budget 2022/2023	Second Adjustment Budget 2022/2023	Third Adjustment Budget 2022/2023	Fourth Adjustment Budget 2022/2023	Approved Budget 2023/24	Approved Budget 2024/25
Revised Operational Income	480 350 118	485 810 960	505 851 075	507 251 075	487 921 147	499 722 115	530 845 281
Revised Operational Expenditure	487 297 291	492 543 133	511 643 133	513 043 133	496 081 438	506 670 494	534 654 277
Surplus / (Deficit)	- 6 947 173	- 6 732 173	- 5 792 058	- 5 792 058	- 8 160 291	- 6 948 379	- 3 808 996
Revised Capital Budget	126 642 299	126 857 299	127 797 414	127 797 414	38 440 814	158 401 316	10 550 000
Less funded from NT Grants	4 000 000	4 000 000	4 000 000	4 000 000	4 000 000	4 000 000	5 000 000
Less funded from PT Grants	-	215 000	215 000	215 000	1 815 000		
Less funded from Borrowings	107 232 299	107 232 299	107 232 299	107 232 299	26 577 183	153 851 316	2 850 000
Less funded from CRR	8 210 000	8 210 000	9 150 115	9 150 115	6 048 631	550 000	-
Less funded from Donated PPE	7 200 000	7 200 000	7 200 000	7 200 000	-		
Revised Capital Budget	126 642 299	126 857 299	127 797 414	127 797 414	38 440 814	158 401 316	7 850 000

Note that the 2022/23 adjustments budget totals to a net deficit, but it is not an unfunded budget. GRDM has accumulated surpluses which will fund the shortfall in the short term, it is imperative that alternative revenue sources must be obtained by implementing sustainable projects to ensure GRDM can maintain its healthy financial position in the current extremely challenging economic conditions, as well as over the long term.

Operational Budget:

Income: The operational revenue budget has decreased by approximately R19 million, the largest items contributing to the decrease is as follows:

- Service Charges – Refuse R11 million decreased due to construction that will only take commence in the new financial year.
- Skills Meca decreased with R4m.
- Transfers and Subsidies decreased with R3 million, the unspent grant of Human Settlement of R2m and Integrated Transport Planning (R1m) were paid back to Provincial Treasury.
- The municipality received additional allocation to the amount of R1.6 million from Provincial Government as per Gazette 8719 dated 13 February 2023.

- The capital contribution to the amount of R7.2 million for the donated properties have been removed from the income budget as the transfer of the properties will not be finalized by 30 June 2023.

Expenditure: The operational expenditure budget has decreased by approximately R16.9 million, the largest items contributing to the decrease is as follows:

- R2.6 million decrease in employee related cost the repayment of the unspent Human Settlements Grant included salary related expenses.
- Expenditure for the Skills Mecca was reduced with R4m.
- R14 million decrease in contracted services due to the R11m of the regional landfill site that had to be removed as construction will commence later than anticipated.
- Decrease in other expenditure of R1.4 million due to savings identified.

Capital Budget:

The main reason for the decrease in the capital budget of almost R80.6m is as follows:

- R80.6 million decrease in landfill site capital budget, due to shifting of capital expenditure from the 2022/23 to the 2023/24 financial year as construction will commence later due to delays. The delayed expenditure does not cause any loss of funding to Council as this is a loan funded project.

A regional landfill site project steering committee was established represented by the different sections in GRDM consisting of different expertise where pertinent issues are discussed and cleared, timelines and progress is discussed.

The participation of the 4 participating municipalities are imperative and updated council resolutions are needed confirming the participation in the regional landfill site and acknowledgement that provision is made in the budget, as this is one of the documents that GRDM need urgently for the loan funding process as this is one of the documents requested the bank.

I would therefore like to recommend that council approve the following resolutions:

- (1) That the adjustment budget of Garden Route District Municipality for the financial year **2022/2023** as set out in the schedules contained in Section 4 be approved:
 - (i) Table B1 Adjustments Budget Summary;

- (ii) Table B2 Adjustments Budget Financial Performance (by standard classification);
 - (iii) Table B3 Adjustments Budget Financial Performance (by municipal vote);
 - (iv) Table B4 Adjustments Budget Financial Performance (revenue by source); and
 - (v) Table B5 Adjustments Budget Capital Expenditure (by municipal vote and funding source)
- (2) That the adjusted operating expenditure budget of Garden Route District Municipality for the financial year **2022/2023 of R496,081,438** be approved.
- (3) That the adjusted operating revenue budget of Garden Route District Municipality for the financial year **2022/2023 of R487,921,059** be approved.
- (4) That the adjusted capital of Garden Route District Municipality for the financial year **2022/2023 of R38,440,814.**
- (5) That a revised Service Delivery and Budget Implementation Plan (SDBIP) for the **2022/2023** financial year be compiled and tabled to the Executive Mayor for approval.

SECTION 2 – RESOLUTIONS

Municipal Financial Management Act, 56 of 2003 – SECTION 28 Municipal Adjustment Budgets.

These are the resolutions being presented to Council in terms of the Municipal Finance Management Act, 56 of 2003 on the adjustment budget and related information.

RECOMMENDATIONS:

- (1) That the adjustment budget of Garden Route District Municipality for the financial year **2022/2023** as set out in the schedules contained in Section 4 be approved:
- (i) Table B1 Adjustments Budget Summary;

- (ii) Table B2 Adjustments Budget Financial Performance (by standard classification);
 - (iii) Table B3 Adjustments Budget Financial Performance (by municipal vote);
 - (iv) Table B4 Adjustments Budget Financial Performance (revenue by source);
and
 - (v) Table B5 Adjustments Budget Capital Expenditure (by municipal vote and funding source)
- (2) That the adjusted operating expenditure budget of Garden Route District Municipality for the financial year **2022/2023 of R496,081,438** be approved.
- (3) That the adjusted operating revenue budget of Garden Route District Municipality for the financial year **2022/2023 of R487,921,059** be approved.
- (4) That the adjusted capital budget of Garden Route District Municipality for the financial year **2022/2023 of R38,440,814** be approved.
- (5) That a revised Service Delivery and Budget Implementation Plan (SDBIP) for the **2022/2023** financial year be compiled and tabled to the Executive Mayor for approval.

SECTION 3 - EXECUTIVE SUMMARY

3.1 Introduction

This budget report is tabled in terms of the Municipal Finance Management Act, 56 of 2003 and the Municipal Budget and Reporting regulations, dated 17 April 2009.

Municipal Finance Management Act, 56 of 2003

Section 28(1) *A municipality may revise an approved annual budget through an adjustment budget.*

Section 28(2)(b) *may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;*

Section 28(2)(d) may authorise the utilisation of projected savings in one vote towards spending under another vote;

Section 28(2)(f) may correct any errors in the annual budget

Section 28(3) An adjustment budget must be in a prescribed format.

Municipal Budget and Reporting Regulations, 17 April 2009, Regulation 23 Timeframes for tabling of adjustments budgets:

Sub regulation (1) states –

An adjustment budget referred to in section 28(2)(b), (d) and (f) of the Act may be tabled in the municipal council at any time after the mid-year budget and performance assessment has been tabled in the council, but not later than 28 February of the current year.

Schedule B Adjustment budget and supporting documentation of municipalities.

(1) An adjustment budget and support documentation of a municipality that is –

- a. Contemplated in sub regulation 23(1) must have all the headings in the sequence shown in the table of contents below, contain the information described in this Schedules and be appropriately page numbered, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.

3.2 Adjustment Budget

Operational Budget

Comparison between the **Original, Rollover, Second, Third and Fourth Adjustment Budget** for the 2022/23 financial year:

BUDGET - Fourth Adjustment Budget (27 February 2023)							
DESCRIPTION	Approved Budget 2022/2023	Roll - Over Budget 2022/2023	Second Adjustment Budget 2022/2023	Third Adjustment Budget 2022/2023	Fourth Adjustment Budget 2022/2023	Approved Budget 2023/24	Approved Budget 2024/25
Revised Operational Income	480 350 118	485 810 960	505 851 075	507 251 075	487 921 147	499 722 115	530 845 281
Revised Operational Expenditure	487 297 291	492 543 133	511 643 133	513 043 133	496 081 438	506 670 494	534 654 277
Surplus / (Deficit)	- 6 947 173	- 6 732 173	- 5 792 058	- 5 792 058	- 8 160 291	- 6 948 379	- 3 808 996
Revised Capital Budget	126 642 299	126 857 299	127 797 414	127 797 414	38 440 814	158 401 316	10 550 000
Less funded from NT Grants	4 000 000	4 000 000	4 000 000	4 000 000	4 000 000	4 000 000	5 000 000
Less funded from PT Grants	-	215 000	215 000	215 000	1 815 000		
Less funded from Borrowings	107 232 299	107 232 299	107 232 299	107 232 299	26 577 183	153 851 316	2 850 000
Less funded from CRR	8 210 000	8 210 000	9 150 115	9 150 115	6 048 631	550 000	-
Less funded from Donated PPE	7 200 000	7 200 000	7 200 000	7 200 000	-		
Revised Capital Budget	126 642 299	126 857 299	127 797 414	127 797 414	38 440 814	158 401 316	7 850 000

OPERATING (SURPLUS)/DEFICIT

Note that the 2022/23 adjustments budget totals to a net deficit, but it is not an unfunded budget. GRDM has accumulated surpluses which will fund the shortfall in the short term, it is imperative that alternative revenue sources must be obtained by implementing sustainable projects to ensure GRDM can maintain its healthy financial position in the current extremely challenging economic conditions, as well as over the long term.

Capital Budget

The main reason for the decrease in the capital budget of almost R80.6m is as follows:

- R80.6 million decrease in landfill site capital budget, due to shifting of capital expenditure from the 2022/23 to the 2023/24 financial year due to delays construction will commence later. The delayed expenditure does not cause any loss of funding to Council as this is a loan funded project.

A regional landfill site project steering committee is established represented by the different sections in GRDM consisting of different expertise where pertinent issues are discussed and cleared, timelines and progress is discussed.

The participation of the 4 participating municipalities are imperative and updated council resolutions are needed confirming the participation in the regional landfill site and acknowledgement that provision is made in the budget, as this is one of the documents that GRDM need urgently for the loan funding process as this is one of the documents requested the bank.

3.3 Provision of basic services

The municipality as a category C municipality do not deliver basic services in respect of the following:

- Provision of Water services
- Provision of sanitation services
- Provision of refuse
- Provision of housing

Service that is delivered by the municipality that is essential to the communities of the Garden Route region includes the following:

- a. Garden Route DM plays a critical role in the delivery of Fire services in the area. This is supported by the fact that several service delivery agreements are in place with different local municipalities to ensure delivery of fire services within their areas.
- b. Garden Route DM also has an Air Quality service level agreement with the municipality of Hessequa Municipality.
- c. Disaster Management and ensuring that a collective effort is implemented is also a key function performed by the municipality.
- d. The provision of Environmental Health practitioners is another key function performed by the district. With the food scarcity crisis and the impact that drought has on the provision of food security the impact this function is performing is of critical importance.
- e. Garden Route DM maintains and constructs roads on behalf of the Provincial Department of Transport and Public Works.
- f. Garden Route DM is in the process to establish and operate a regional landfill site where participating local municipalities will be utilizing GRDM's services, and a tariff will be payable to GRDM.

The municipal budget is drafted to ensure the provision of these services can continue on an uninterrupted basis within these municipal jurisdiction areas.

3.4 SDBIP and MTREF financial sustainability

The municipality tabled a balanced/funded budget during the May council approval budget process. The SDBIP was compiled based on this approved budget.

The adjustment will have no negative effect on the sustainability of the original budget as approved by council.

The Integrated Development Planning unit implement an approved and improved IDP project plan and approach. This should ensure optimisation of the use of resources and enhance planning and monitoring of implementation in terms of the service delivery and

budget implementation plan (SDBIP). The municipal SDBIP and KPI adhere to the SMART principles that are being advocated as best municipal practices.

Amendments to the SDBIP are also regularly completed and performed to ensure that administration stays on track towards the achievements of the targets and objectives of the IDP.

3.5 High level summary of adjustments

The following table illustrates the Original Budget approved by council for the **2022/2023** MTREF period during the May council budget approval process and the subsequent movement of the adjustment budgets.

Operating Revenue

	3rd Adjustment Budget 2022/2023	4th Adjustment Budget 2022/2023	Variance (Aug'22 - Feb'23)	% percentage	Note
Summary: Total Income					
Service charges - refuse revenue	11 167 790,00	-	- 11 167 790,00	0%	1
Rental of facilities and equipment	2 468 745,00	2 468 745,00	-	0%	2
Interest earned - external investments	9 010 000,00	9 560 000,00	550 000,00	6%	3
Interest earned - outstanding debtors	3 180 000,00	3 180 000,00	-	0%	4
Licences and permits	125 057,00	125 057,00	-	0%	5
Agency services	209 327 568,00	209 327 568,00	-	0%	6
Transfers and subsidies	235 520 843,00	232 029 729,00	- 3 491 114,00	-2%	7
Other revenue	22 711 073,00	25 629 960,00	2 918 887,00	11%	8
Gains	2 540 000,00	-	- 2 540 000,00	0%	9
Transfers and subsidies - capital	11 200 000,00	5 600 000,00	- 5 600 000,00	-100%	10
Revised Operational Income	507 251 076,00	487 921 059,00	- 19 330 017,00		

Notes:

1. Service Charges – refuse revenue – decrease with R11 million due to the regional landfill site project not commencing with construction in the current financial year.
2. Rental of facilities and equipment – remain unchanged.
3. Interest earned: external investments – increase with R550 000.
4. Interest earned: outstanding debtors and Licences and permits – remain unchanged.
5. Licences and permits – remain unchanged.
6. Agency Services - remain unchanged.

7. Transfers and Subsidies decreased with R3.4 million because of the repayment of unspent Human Settlement Grants (R2 million) and Integrated Transport Planning Grant of R1 million.

8. Other revenue – Total increase with R2.9 million consisting of the resort income.

9. Gains – immaterial movement account – item were removed from the budget.

10. Transfers and subsidies - capital (in-kind - all). Immaterial movement – the donated properties of R7.2 million were removed from the budget and R1.6 million were added from the additional allocation of R1.6 million from Provincial Treasury.

Operating Expenditure

	3rd Adjustment Budget 2022/2023	4th Adjustment Budget 2022/2023	Variance (Aug'22 - Feb'23)	% percentage	Note
Summary: Total Expenditure					
Employee related costs	287 202 408,00	284 510 402,00	- 2 692 006,00	-1%	1
Remuneration of councillors	12 542 344,00	13 285 973,00	743 629,00	6%	2
Debt impairment	1 560 000,00	1 560 000,00	-	0%	3
Depreciation & asset impairment	4 986 328,00	4 981 904,00	- 4 424,00	0%	4
Finance charges	73 360,00	73 360,00	-	0%	5
Other materials	52 488 908,00	53 073 043,00	584 135,00	1%	6
Contracted services	82 163 297,00	68 025 248,00	- 14 138 049,00	-21%	7
Transfers and subsidies	3 675 200,00	3 703 388,00	28 188,00	1%	8
Other expenditure	68 278 549,00	66 795 380,00	- 1 483 169,00	-2%	9
Losses	72 740,00	72 740,00	-	0%	10
Revised Operational Income	513 043 134,00	496 081 438,00	- 16 961 696,00		

Notes:

1. Employee related costs – decrease mainly due to repayment of unspent grants of Human Settlement Grant which included employee related cost, and also vacant positions budgeted but not fill yet in current financial year.

2. Remuneration of councillors – increased with R743 629

3 – 5. Debt Impairment, Depreciation and asset impairment and Finance charges remain unchanged, this is year-end transactions that is processed.

6. Other materials – increased with R183 135 and are mainly due to savings identified for other expenditure projects, this relates mainly to the roads department.

7. Contracted Services – decrease by R13.7 million due to savings identified and moved across the rest of the vote structure to other expenditure.

8. Transfers and subsidies – Increase with R28 188 and is due to the savings identified from other vote structure to the transfers and subsidies item..

9. Other expenditure – decrease with R1.4m and are due to savings identified in other vote structures and moved to other expenditure (e.g., refer number 6 above).

Capital budget.

The following capital were added and removed on the 4th Adjustment Budget:

Description	Total Prior Budget 2022/2023	Adjustment to Budget	Total Adjustment Budget 22/23	CostCentre	Noti
Upgrading of buildings - Retrofitting EEDS	4 000 000,00	-	4 000 000,00	PMU	
Fresh Produce Market	315 000,00	- 315 000,00	-	PMU	1
Office furniture: Office MM	30 000,00	-	30 000,00	Municipal Manager	
Office Furniture , Equipment: Man PlanningDev	30 000,00	-	30 000,00	Executive Manager: Planning and Economic Developm	
Office equipment: CFO	30 000,00	-	30 000,00	BTO , AFS	
Backup Power System	24 123,00	- 24 123,00	-	Information technology	2
Replacing Urn	1 500,00	-	1 500,00	Information technology	
Wireless Access Points	17 390,00	-	17 390,00	Information technology	
Monitor	2 195,00	-	2 195,00	Information technology	
USB Port Replicator	4 779,00	2 579,00	7 358,00	Information technology	
Replacing ICT Capital Equipment beyond economical	-	19 000,00	19 000,00	Information technology	
Routers	33 026,00	2 544,00	35 570,00	Information technology	
Network Infrastructure	166 987,00	250 000,00	416 987,00	Information technology	
Loud Speakers	3 500,00	-	3 500,00	Executive Manager: Corporate Services	
Office furniture: Exec Manager Corporate Services	26 500,00	- 20 000,00	6 500,00	Executive Manager: Corporate Services	
Donated Properties - 2x Wilderness	1 200 000,00	- 1 200 000,00	-	Regional planning	3
Donated Properties - King George Park	1 000 000,00	- 1 000 000,00	-	Regional planning	4
Donated Properties - Heatherlands	2 500 000,00	- 2 500 000,00	-	Regional planning	5
Donated Properties - Fresh Produce	2 500 000,00	- 2 500 000,00	-	Regional planning	6
Banners: Human Settlements	15 000,00	-	15 000,00	Human Settlement	
Fridges: Human Settlements	20 000,00	-	20 000,00	Human Settlement	
IT Equipment: Human Settlements	50 000,00	-	50 000,00	Human Settlement	
Laptops: Human Settlements	50 000,00	-	50 000,00	Human Settlement	
Office Furniture: Human Settlements	80 000,00	-	80 000,00	Human Settlement	
Mobile Generators	-	1 600 000,00	1 600 000,00	Disaster Management	7
Mosselbay JOC equipment	1 000 000,00	-	1 000 000,00	Disaster Management	
Office of the executive manager Community: office	30 000,00	-	30 000,00	Executive Manager: Community Services	
Firestation: George	5 860 000,00	- 3 016 484,00	2 843 516,00	Executive Manager: Community Services	8
Hot Springs Thatch Roofs	1 425 115,00	-	1 425 115,00	Resorts: Calitzdorp Spa Resort	
Electrical Equipment and tools	-	64 000,00	64 000,00	Resorts: De Hoek Mountain Resort	9
Hazmat Rescue , Fire Equipment	150 000,00	-	150 000,00	Fire Fighting	
Landfill Site: PPE	107 232 299,00	- 80 655 116,00	26 577 183,00	Waste Management Landfill Sites	10
	127 797 414,00	- 89 292 600,00	38 504 814,00		

Notes

1. Savings identified for other urgent needs.
2. ICT upgrades to the network.

3 - 6. Donated property removed from the capital budget as this will not be finalized by 30 June 2023.

7. Additional funds received from PT for mobile generators.

8. R3m decrease in original fire station capital budget as construction will commence later than anticipated, majority will be spend in 23/23 financial year.

9. Increase budget for purchase of electrical equipment at the Resorts

10. R80.6m decrease in landfill site capital budget, there was some delays on the project and this large portion of the capital budget is expected to be spend in the next financial year. Refer to above section for more detail regarding this project.

NET (SURPLUS)/DEFICIT

BUDGET - Fourth Adjustment Budget (27 February 2023)							
DESCRIPTION	Approved Budget 2022/2023	Roll - Over Budget 2022/2023	Second Adjustment Budget 2022/2023	Third Adjustment Budget 2022/2023	Fourth Adjustment Budget 2022/2023	Approved Budget 2023/24	Approved Budget 2024/25
Revised Operational Income	480 350 118	485 810 960	505 851 075	507 251 075	487 921 147	499 722 115	530 845 281
Revised Operational Expenditure	487 297 291	492 543 133	511 643 133	513 043 133	496 081 438	506 670 494	534 654 277
Surplus / (Deficit)	- 6 947 173	- 6 732 173	- 5 792 058	- 5 792 058	- 8 160 291	- 6 948 379	- 3 808 996
Revised Capital Budget	126 642 299	126 857 299	127 797 414	127 797 414	38 440 814	158 401 316	10 550 000
Less funded from NT Grants	4 000 000	4 000 000	4 000 000	4 000 000	4 000 000	4 000 000	5 000 000
Less funded from PT Grants	-	215 000	215 000	215 000	1 815 000		
Less funded from Borrowings	107 232 299	107 232 299	107 232 299	107 232 299	26 577 183	153 851 316	2 850 000
Less funded from CRR	8 210 000	8 210 000	9 150 115	9 150 115	6 048 631	550 000	-
Less funded from Donated PPE	7 200 000	7 200 000	7 200 000	7 200 000	-		
Revised Capital Budget	126 642 299	126 857 299	127 797 414	127 797 414	38 440 814	158 401 316	7 850 000

A deficit MTREF budget is being tabled for 2022/2023. Note that it is not an unfunded budget. GRDM has accumulated surpluses which will fund the shortfall in the short term. Projects must be identified and implemented to generate additional revenue to replenish the cash reserves that are being utilized to fund operational deficits.

More details regarding these changes are explained in Part 2 of the budget document as required in terms of the budget regulation.

BUDGET - Fourth Adjustment Budget (27 February 2023)							
DESCRIPTION	Approved Budget 2022/2023	Roll - Over Budget 2022/2023	Second Adjustment Budget 2022/2023	Third Adjustment Budget 2022/2023	Fourth Adjustment Budget 2022/2023	Approved Budget 2023/24	Approved Budget 2024/25
OPERATING EXPENDITURE							
Operational Income	480 350 118	480 350 118	485 810 960	505 851 075	507 251 075	499 722 115	530 845 281
Unspent Grants		5 460 842		-			
Additional Funding (DTPW)			20 040 115	-			
Provincial Grants (additional funds)				1 400 000	1 600 000		
Repayment of unspent Human Settlement Grant					- 2 331 000		
Decrease in income					- 18 598 928		
Revised Operational Income	480 350 118	485 810 960	505 851 075	507 251 075	487 921 147	499 722 115	530 845 281
Operational Expenditure	487 297 291	487 297 291	492 543 133	511 643 133	513 043 134	506 670 494	534 654 277
National Grants		-					
Provincial Grants		5 245 842		1 400 000	-		
Expenditure Adjustments					- 16 961 696		
Additional funding (DTPW)			19 100 000				
Revised Operational Expenditure	487 297 291	492 543 133	511 643 133	513 043 133	496 081 438	506 670 494	534 654 277
Surplus / (Deficit)	- 6 947 173	- 6 732 173	- 5 792 058	- 5 792 058	- 8 160 291	- 6 948 379	- 3 808 996
CAPITAL EXPENDITURE							
Capital Expenditure	126 642 299	126 642 299	126 857 299	126 857 299	127 797 414	158 401 316	10 550 000
Provincial Grants		215 000	-	-	1 600 000		
Capital Adjustments					- 90 956 600		
Additional Funding (DTPW)			940 115	940 115			
Revised Capital Budget	126 642 299	126 857 299	127 797 414	127 797 414	38 440 814	158 401 316	10 550 000
Less funded from NT Grants	4 000 000	4 000 000	4 000 000	4 000 000	4 000 000	4 000 000	5 000 000
Less funded from PT Grants	-	215 000	215 000	215 000	1 815 000		
Less funded from Borrowings	107 232 299	107 232 299	107 232 299	107 232 299	26 577 183	153 851 316	2 850 000
Less funded from CRR	8 210 000	8 210 000	9 150 115	9 150 115	6 048 631	550 000	-
Less funded from Donated PPE	7 200 000	7 200 000	7 200 000	7 200 000	-		
Revised Capital Budget	126 642 299	126 857 299	127 797 414	127 797 414	38 440 814	158 401 316	7 850 000

Section 4 – Annual Budget Tables

DC4 Garden Route - Table B1 Adjustments Budget Summary - 24 August 2021

Description	Budget Year 2021/22									Budget Year	Budget Year
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		
R thousands											
Financial Performance											
Property rates	-	-	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-	33 000	90 750
Investment revenue	8 500	-	-	-	-	-	-	-	8 500	8 500	8 500
Transfers recognised - operational	187 375	-	-	-	-	5 565	-	5 565	192 940	184 341	188 711
Other own revenue	224 819	-	-	-	-	-	-	-	224 819	232 276	237 042
Total Revenue (excluding capital transfers and contributions)	420 694	-	-	-	-	5 565	-	5 565	426 259	458 117	525 003
Employee costs	260 917	-	-	-	-	637	-	637	261 554	262 206	266 780
Remuneration of councillors	13 360	-	-	-	-	-	-	-	13 360	13 360	13 360
Depreciation & asset impairment	4 852	-	-	-	-	-	-	-	4 852	6 288	15 788
Finance charges	70	-	-	-	-	-	-	-	70	3 070	18 070
Materials and bulk purchases	57 894	-	-	-	-	-	-	-	57 894	60 123	62 390
Transfers and grants	2 375	-	-	-	-	-	-	-	2 375	2 125	2 125
Other expenditure	88 698	-	-	-	-	4 528	-	4 528	93 226	113 663	144 089
Total Expenditure	428 166	-	-	-	-	5 165	-	5 165	433 331	460 835	522 601
Surplus/(Deficit)	(7 472)	-	-	-	-	400	-	400	(7 072)	(2 718)	2 402
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(7 472)	-	-	-	-	400	-	400	(7 072)	(2 718)	2 402
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(7 472)	-	-	-	-	400	-	400	(7 072)	(2 718)	2 402
Capital expenditure & funds sources											
Capital expenditure	76 173	-	-	-	-	400	-	400	76 573	182 600	2 850
Transfers recognised - capital	-	-	-	-	-	400	-	400	400	-	-
Borrowing	60 000	-	-	-	-	-	-	-	60 000	180 000	-
Internally generated funds	16 173	-	-	-	-	-	-	-	16 173	2 600	2 850
Total sources of capital funds	76 173	-	-	-	-	400	-	400	76 573	182 600	2 850
Financial position											
Total current assets	195 152	-	-	-	-	-	-	-	195 152	170 883	173 206
Total non current assets	334 418	-	-	-	-	400	-	400	334 818	522 554	519 254
Total current liabilities	65 748	-	-	-	-	-	-	-	65 748	60 343	59 348
Total non current liabilities	195 506	-	-	-	-	-	-	-	195 506	370 096	346 596
Community wealth/Equity	268 316	-	-	-	-	400	-	400	268 716	262 998	286 516
Cash flows											
Net cash from (used) operating	(7 472)	-	-	-	-	400	-	400	(7 072)	(2 718)	2 402
Net cash from (used) investing	(76 173)	-	-	-	-	(400)	-	(400)	(76 573)	(182 600)	(2 850)
Net cash from (used) financing	60 000	-	-	-	-	-	-	-	60 000	160 000	-
Cash/cash equivalents at the year end	164 643	-	-	-	-	-	-	-	164 643	139 325	138 877
Cash backing/surplus reconciliation											
Cash and investments available	164 670	-	-	-	-	-	-	-	164 670	139 353	138 905
Application of cash and investments	56 995	-	-	-	-	-	(0)	(0)	56 995	56 922	61 700
Balance - surplus (shortfall)	107 675	-	-	-	-	-	0	0	107 675	82 431	77 205
Asset Management											
Asset register summary (WDV)	281 846	-	-	-	-	400	-	400	282 246	468 332	465 782
Depreciation & asset impairment	4 852	-	-	-	-	-	-	-	4 852	6 288	15 788
Renewal and Upgrading of Existing Assets	8 010	-	-	-	-	-	-	-	8 010	1 750	2 000
Repairs and Maintenance	2 573	-	-	-	-	-	-	-	2 573	2 573	2 573
Free services											
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-	-
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

DC4 Garden Route - Table B2 Adjustments Budget Financial Performance (functional classification) - 24 August 2021

Standard Description	Ref	Budget Year 2021/22										Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted	
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget	
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	+1 2022/23	+2 2023/24	
Revenue - Functional													
<i>Governance and administration</i>		236 045	-	-	-	-	5 565	-	5 565	241 611	233 035	234 414	
Executive and council		234 304	-	-	-	-	5 565	-	5 565	239 869	232 479	233 843	
Finance and administration		1 741	-	-	-	-	-	-	-	1 741	556	571	
Internal audit		-	-	-	-	-	-	-	-	-	-	-	
<i>Community and public safety</i>		5 812	-	-	-	-	-	-	-	5 812	6 064	6 348	
Community and social services		-	-	-	-	-	-	-	-	-	-	-	
Sport and recreation		5 422	-	-	-	-	-	-	-	5 422	5 671	5 932	
Public safety		-	-	-	-	-	-	-	-	-	-	-	
Housing		-	-	-	-	-	-	-	-	-	-	-	
Health		390	-	-	-	-	-	-	-	390	393	416	
<i>Economic and environmental services</i>		178 836	-	-	-	-	-	-	-	178 836	186 019	193 490	
Planning and development		-	-	-	-	-	-	-	-	-	-	-	
Road transport		178 718	-	-	-	-	-	-	-	178 718	185 894	193 358	
Environmental protection		118	-	-	-	-	-	-	-	118	125	133	
<i>Trading services</i>		-	-	-	-	-	-	-	-	-	33 000	90 750	
Energy sources		-	-	-	-	-	-	-	-	-	-	-	
Water management		-	-	-	-	-	-	-	-	-	-	-	
Waste water management		-	-	-	-	-	-	-	-	-	-	-	
Waste management		-	-	-	-	-	-	-	-	-	33 000	90 750	
<i>Other</i>		-	-	-	-	-	-	-	-	-	-	-	
Total Revenue - Functional	2	420 694	-	-	-	-	5 565	-	5 565	426 259	458 117	525 003	
Expenditure - Functional													
<i>Governance and administration</i>		138 000	-	-	-	-	2 793	-	2 793	140 792	136 137	136 661	
Executive and council		50 582	-	-	-	-	2 750	-	2 750	53 332	51 105	51 543	
Finance and administration		84 933	-	-	-	-	43	-	43	84 976	82 532	82 601	
Internal audit		2 485	-	-	-	-	-	-	-	2 485	2 500	2 516	
<i>Community and public safety</i>		80 872	-	-	-	-	27	-	27	80 899	80 172	81 485	
Community and social services		7 804	-	-	-	-	27	-	27	7 831	7 676	7 701	
Sport and recreation		12 512	-	-	-	-	-	-	-	12 512	12 057	12 107	
Public safety		25 100	-	-	-	-	-	-	-	25 100	25 199	26 286	
Housing		-	-	-	-	-	-	-	-	-	-	-	
Health		35 456	-	-	-	-	-	-	-	35 456	35 240	35 392	
<i>Economic and environmental services</i>		203 424	-	-	-	-	2 345	-	2 345	205 770	208 635	216 043	
Planning and development		19 390	-	-	-	-	629	-	629	20 019	17 369	17 381	
Road transport		180 758	-	-	-	-	1 716	-	1 716	182 474	187 976	195 358	
Environmental protection		3 277	-	-	-	-	-	-	-	3 277	3 290	3 304	
<i>Trading services</i>		3 209	-	-	-	-	-	-	-	3 209	33 225	85 742	
Energy sources		-	-	-	-	-	-	-	-	-	-	-	
Water management		-	-	-	-	-	-	-	-	-	-	-	
Waste water management		-	-	-	-	-	-	-	-	-	-	-	
Waste management		3 209	-	-	-	-	-	-	-	3 209	33 225	85 742	
<i>Other</i>		2 661	-	-	-	-	-	-	-	2 661	2 666	2 671	
Total Expenditure - Functional	3	428 166	-	-	-	-	5 165	-	5 165	433 331	460 835	522 601	
Surplus/ (Deficit) for the year		(7 472)	-	-	-	-	400	-	400	(7 072)	(2 718)	2 402	

DC4 Garden Route - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 24 August 2021

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
Revenue by Vote	1											
Vote 1 - Executive and Council		234 304	-	-	-	-	5 565	-	5 565	239 869	232 479	233 843
Vote 2 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		1 741	-	-	-	-	-	-	-	1 741	556	571
Vote 4 - Planning and Development		-	-	-	-	-	-	-	-	-	-	-
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-	-	-
Vote 6 - Health		390	-	-	-	-	-	-	-	390	393	416
Vote 7 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Sport and Recreation		5 422	-	-	-	-	-	-	-	5 422	5 671	5 932
Vote 9 - Waste Management		-	-	-	-	-	-	-	-	-	33 000	90 750
Vote 10 - Roads Transport		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Water		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Environment Protection		118	-	-	-	-	-	-	-	118	125	133
Vote 14 - Roads Agency Function		178 718	-	-	-	-	-	-	-	178 718	185 894	193 358
Vote 15 - Electricity		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	420 694	-	-	-	-	5 565	-	5 565	426 259	458 117	525 003
Expenditure by Vote	1											
Vote 1 - Executive and Council		54 394	-	-	-	-	2 750	-	2 750	57 144	54 921	55 364
Vote 2 - Budget and Treasury Office		24 007	-	-	-	-	-	-	-	24 007	23 970	24 051
Vote 3 - Corporate Services		49 126	-	-	-	-	43	-	43	49 168	47 202	47 178
Vote 4 - Planning and Development		30 006	-	-	-	-	629	-	629	30 635	28 011	28 050
Vote 5 - Public Safety		32 904	-	-	-	-	27	-	27	32 931	32 875	33 986
Vote 6 - Health		37 973	-	-	-	-	-	-	-	37 973	37 307	37 462
Vote 7 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	-
Vote 8 - Sport and Recreation		12 512	-	-	-	-	-	-	-	12 512	12 057	12 107
Vote 9 - Waste Management		3 209	-	-	-	-	-	-	-	3 209	33 225	85 742
Vote 10 - Roads Transport		3 378	-	-	-	-	1 716	-	1 716	5 094	3 501	3 504
Vote 11 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Water		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Environment Protection		3 277	-	-	-	-	-	-	-	3 277	3 290	3 304
Vote 14 - Roads Agency Function		177 380	-	-	-	-	-	-	-	177 380	184 475	191 854
Vote 15 - Electricity		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	428 166	-	-	-	-	5 165	-	5 165	433 331	460 835	522 601
Surplus/ (Deficit) for the year	2	(7 472)	-	-	-	-	400	-	400	(7 072)	(2 718)	2 402

DC4 Garden Route - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 24 August 2021

Description	Ref	Budget Year 2021/22									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands	1	A	A1	B	C	D	E	F	G	H	+1 2022/23	+2 2023/24
Revenue By Source												
Property rates	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	-	-	-	-	-	-	-	-	-	33 000	90 750
Rental of facilities and equipment		3 829								3 829	4 066	4 297
Interest earned - external investments		8 500								8 500	8 500	8 500
Interest earned - outstanding debtors		2 970								2 970	3 149	3 338
Dividends received		-								-	-	-
Fines, penalties and forfeits		-								-	-	-
Licences and permits		118								118	125	133
Agency services		195 834								195 834	203 668	211 814
Transfers and subsidies		187 375					5 565		5 565	192 940	184 341	188 711
Other revenue	2	22 067	-	-	-	-	-	-	-	22 067	21 279	17 461
Gains												
Total Revenue (excluding capital transfers and contributions)		420 694					5 565		5 565	426 259	458 117	525 003
Expenditure By Type												
Employee related costs		260 917	-	-	-	-	637	-	637	261 554	262 206	266 780
Remuneration of councillors		13 360								13 360	13 360	13 360
Debt impairment		1 500								1 500	1 500	1 500
Depreciation & asset impairment		4 852	-	-	-	-	-	-		4 852	6 288	15 788
Finance charges		70								70	3 070	18 070
Bulk purchases		-	-	-	-	-	-	-		-	-	-
Other materials		57 894								57 894	60 123	62 390
Contracted services		29 457	-	-	-	-	4 466	-	4 466	33 924	53 785	82 824
Transfers and subsidies		2 375								2 375	2 125	2 125
Other expenditure		57 740	-	-	-	-	62	-	62	57 802	58 378	59 765
Losses												
Total Expenditure		428 166					5 165		5 165	433 331	460 835	522 601
Surplus/(Deficit)		(7 472)					400		400	(7 072)	(2 718)	2 402
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Transfers and subsidies - capital (in-kind - all)												
Surplus/(Deficit) before taxation		(7 472)					400		400	(7 072)	(2 718)	2 402
Taxation												
Surplus/(Deficit) after taxation		(7 472)					400		400	(7 072)	(2 718)	2 402
Attributable to minorities												
Surplus/(Deficit) attributable to municipality		(7 472)					400		400	(7 072)	(2 718)	2 402
Share of surplus/ (deficit) of associate												
Surplus/ (Deficit) for the year		(7 472)					400		400	(7 072)	(2 718)	2 402

DC4 Garden Route - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 24 August 2021

Description	Ref	Budget Year 2021/22									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands	A	5	6	7	8	9	10	11	12	+1 2022/23	+2 2023/24	
		A1	B	C	D	E	F	G	H			
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-	-	
Vote 2 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-	-	
Vote 3 - Corporate Services		1 500	-	-	-	-	-	-	1 500	2 100	2 350	
Vote 4 - Planning and Development		-	-	-	-	-	-	-	-	-	-	
Vote 5 - Public Safety		200	-	-	-	-	-	-	200	350	350	
Vote 6 - Health		7 000	-	-	-	-	-	-	7 000	-	-	
Vote 7 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	
Vote 8 - Sport and Recreation		-	-	-	-	-	-	-	-	-	-	
Vote 9 - Waste Management		60 000	-	-	-	-	-	-	60 000	180 000	-	
Vote 10 - Roads Transport		-	-	-	-	-	-	-	-	-	-	
Vote 11 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	
Vote 12 - Water		-	-	-	-	-	-	-	-	-	-	
Vote 13 - Environment Protection		-	-	-	-	-	-	-	-	-	-	
Vote 14 - Roads Agency Function		-	-	-	-	-	-	-	-	-	-	
Vote 15 - Electricity		-	-	-	-	-	-	-	-	-	-	
Capital multi-year expenditure sub-total	3	68 700	-	-	-	-	-	-	68 700	182 450	2 700	
Single-year expenditure to be adjusted	2											
Vote 1 - Executive and Council		30	-	-	-	-	-	-	30	30	30	
Vote 2 - Budget and Treasury Office		30	-	-	-	-	-	-	30	30	30	
Vote 3 - Corporate Services		5 130	-	-	-	-	-	-	5 130	30	30	
Vote 4 - Planning and Development		90	-	-	-	-	-	-	90	30	30	
Vote 5 - Public Safety		-	-	-	-	-	-	-	-	-	-	
Vote 6 - Health		63	-	-	-	-	-	-	63	30	30	
Vote 7 - Community and Social Services		-	-	-	-	-	-	-	-	-	-	
Vote 8 - Sport and Recreation		2 130	-	-	-	-	-	-	2 130	-	-	
Vote 9 - Waste Management		-	-	-	-	-	-	-	-	-	-	
Vote 10 - Roads Transport		-	-	-	-	-	400	400	400	-	-	
Vote 11 - Waste Water Management		-	-	-	-	-	-	-	-	-	-	
Vote 12 - Water		-	-	-	-	-	-	-	-	-	-	
Vote 13 - Environment Protection		-	-	-	-	-	-	-	-	-	-	
Vote 14 - Roads Agency Function		-	-	-	-	-	-	-	-	-	-	
Vote 15 - Electricity		-	-	-	-	-	-	-	-	-	-	
Capital single-year expenditure sub-total		7 473	-	-	-	-	400	400	7 873	150	150	
Total Capital Expenditure - Vote		76 173	-	-	-	-	400	400	76 573	182 600	2 850	
Capital Expenditure - Functional												
Governance and administration		13 750	-	-	-	-	-	-	13 750	2 250	2 500	
Executive and council		30	-	-	-	-	-	-	30	30	30	
Finance and administration		13 720	-	-	-	-	-	-	13 720	2 220	2 470	
Internal audit		-	-	-	-	-	-	-	-	-	-	
Community and public safety		2 363	-	-	-	-	-	-	2 363	350	350	
Community and social services		-	-	-	-	-	-	-	-	-	-	
Sport and recreation		2 130	-	-	-	-	-	-	2 130	-	-	
Public safety		200	-	-	-	-	-	-	200	350	350	
Housing		-	-	-	-	-	-	-	-	-	-	
Health		33	-	-	-	-	-	-	33	-	-	
Economic and environmental services		60	-	-	-	-	400	400	460	-	-	
Planning and development		60	-	-	-	-	-	-	60	-	-	
Road transport		-	-	-	-	-	400	400	400	-	-	
Environmental protection		-	-	-	-	-	-	-	-	-	-	
Trading services		60 000	-	-	-	-	-	-	60 000	180 000	-	
Energy sources		-	-	-	-	-	-	-	-	-	-	
Water management		-	-	-	-	-	-	-	-	-	-	
Waste water management		-	-	-	-	-	-	-	-	-	-	
Waste management		60 000	-	-	-	-	-	-	60 000	180 000	-	
Other		-	-	-	-	-	-	-	-	-	-	
Total Capital Expenditure - Functional	3	76 173	-	-	-	-	400	400	76 573	182 600	2 850	
Funded by:												
National Government		-	-	-	-	400	-	400	400	-	-	
Provincial Government		-	-	-	-	-	-	-	-	-	-	
District Municipality		-	-	-	-	-	-	-	-	-	-	
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private		-	-	-	-	-	-	-	-	-	-	
Transfers recognised - capital	4	-	-	-	-	400	-	400	400	-	-	
Borrowing		60 000	-	-	-	-	-	-	60 000	180 000	-	
Internally generated funds		16 173	-	-	-	-	-	-	16 173	2 600	2 850	
Total Capital Funding		76 173	-	-	-	-	400	400	76 573	182 600	2 850	

DC4 Garden Route - Table B6 Adjustments Budget Financial Position - 24 August 2021

Description	Ref	Budget Year 2021/22									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
		3	4	5	6	7	8	9	10	+1 2022/23	+2 2023/24	
R thousands		A	A1	B	C	D	E	F	G	H		
ASSETS												
Current assets												
Cash		164 643							-	164 643	139 325	138 877
Call investment deposits	1	-	-	-	-	-	-	-	-	-	-	-
Consumer debtors	1	-	-	-	-	-	-	-	-	-	-	-
Other debtors		24 106							-	24 106	24 693	26 195
Current portion of long-term receivables		3 733							-	3 733	4 192	4 427
Inventory		2 669							-	2 669	2 673	3 707
Total current assets		195 152								195 152	170 883	173 206
Non current assets												
Long-term receivables		52 945							-	52 945	54 195	53 445
Investments		27							-	27	27	
Investment property		51 682							-	51 682	51 182	50 682
Investment in Associate		-							-	-	-	-
Property, plant and equipment	1	227 652	-	-	-	-	400	-	400	228 052	415 402	413 402
Biological		-							-	-	-	-
Intangible		2 113							-	2 113	1 749	1 699
Other non-current assets		-							-	-	-	-
Total non current assets		334 418					400		400	334 818	522 554	519 254
TOTAL ASSETS		529 570					400		400	529 970	693 437	692 460
LIABILITIES												
Current liabilities												
Bank overdraft		-							-	-	-	-
Borrowing		-							-	-	-	-
Consumer deposits		-							-	-	-	-
Trade and other payables		31 478							-	31 478	24 828	21 287
Provisions		34 270							-	34 270	35 515	38 061
Total current liabilities		65 748								65 748	60 343	59 348
Non current liabilities												
Borrowing	1	60 000							-	60 000	240 000	220 000
Provisions	1	135 506							-	135 506	130 096	126 596
Total non current liabilities		195 506								195 506	370 096	346 596
TOTAL LIABILITIES		261 254								261 254	430 439	405 944
NET ASSETS	2	268 316					400		400	268 716	262 998	286 516
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		201 063					400		400	201 463	188 496	205 363
Reserves		67 253							-	67 253	74 503	81 153
TOTAL COMMUNITY WEALTH/EQUITY		268 316					400		400	268 716	262 998	286 516

DC4 Garden Route - Table B7 Adjustments Budget Cash Flows - 24 August 2021

Description	Ref	Budget Year 2021/22									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjus.	Adjus.	Budget	Budget	Budget
R thousands	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H			
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		-							-	-	-	-
Service charges		-							-	-	33 000	90 750
Other revenue		221 849							-	221 849	229 128	233 705
Transfers and Subsidies - Operational	1	187 375				5 565		5 565	192 940	184 341	188 711	
Transfers and Subsidies - Capital	1	-							-	-	-	-
Interest		11 470							11 470	11 649	11 838	
Dividends		-							-	-	-	-
Payments												
Suppliers and employees		(428 096)				(5 165)		(5 165)	(433 261)	(457 765)	(504 531)	
Finance charges		(70)							(70)	(3 070)	(18 070)	
Transfers and Grants	1	-							-	-	-	-
NET CASH FROM/(USED) OPERATING ACTIVITIES		(7 472)	-	-	-	-	400	-	400	(7 072)	(2 718)	2 402
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE									-	-		
Decrease (increase) in non-current receivables									-	-		
Decrease (increase) in non-current investments									-	-		
Payments												
Capital assets		(76 173)				(400)		(400)	(76 573)	(182 600)	(2 850)	
NET CASH FROM/(USED) INVESTING ACTIVITIES		(76 173)	-	-	-	-	(400)	-	(400)	(76 573)	(182 600)	(2 850)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans									-	-		
Borrowing long term/refinancing		60 000							60 000	180 000		
Increase (decrease) in consumer deposits									-	-		
Payments												
Repayment of borrowing									-	(20 000)		
NET CASH FROM/(USED) FINANCING ACTIVITIES		60 000	-	-	-	-	-	-	60 000	160 000	-	-
NET INCREASE/ (DECREASE) IN CASH HELD		(23 644)	-	-	-	-	-	-	(23 644)	(25 318)	(448)	
Cash/cash equivalents at the year begin:	2	188 287							188 287	164 643	139 325	
Cash/cash equivalents at the year end:	2	164 643							164 643	139 325	138 877	

DC4 Garden Route - Table B8 Cash backed reserves/accumulated surplus reconciliation - 24 August 2021

Description	Ref	Budget Year 2021/22									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H	+1 2022/23	+2 2023/24	
Cash and investments available												
Cash/cash equivalents at the year end	1	164 643	-	-	-	-	-	-	-	164 643	139 325	138 877
Other current investments > 90 days		-	-	-	-	-	-	-	-	-	-	-
Non current assets - Investments	1	27	-	-	-	-	-	-	-	27	27	27
Cash and investments available:		164 670	-	-	-	-	-	-	-	164 670	139 353	138 905
Applications of cash and investments												
Unspent conditional transfers		-	-	-	-	-	-	-	-	-	-	-
Unspent borrowing												
Statutory requirements												
Other working capital requirements	2	(44 555)	-	-	-	-	-	-	(44 555)	(53 123)	(57 542)	
Other provisions		34 270	-	-	-	-	-	-	34 270	35 515	38 061	
Long term investments committed		27	-	-	-	-	(0)	(0)	27	27	27	
Reserves to be backed by cash/investments		67 253	-	-	-	-	-	-	67 253	74 503	81 153	
Total Application of cash and investments:		56 995	-	-	-	-	(0)	(0)	56 995	56 922	61 700	
Surplus(shortfall)		107 675	-	-	-	-	0	0	107 675	82 431	77 205	

DC4 Garden Route - Table B9 Asset Management - 24 August 2021

Description	Ref	Budget Year 2021/22									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		A	7	8	9	10	11	12	13	14	Budget	Budget
R thousands		A1	B	C	D	E	F	G	H			
CAPITAL EXPENDITURE												
Total New Assets to be adjusted	1	68 163	-	-	-	-	400	-	400	68 563	180 850	850
<i>Roads Infrastructure</i>		-	-	-	-	-	400	-	400	400	-	-
<i>Storm water Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Electrical Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Water Supply Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Sanitation Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Solid Waste Infrastructure</i>		60 000	-	-	-	-	-	-	-	60 000	180 000	-
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		60 000	-	-	-	-	400	-	400	60 400	180 000	-
Community Facilities		7 000	-	-	-	-	-	-	-	7 000	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		7 000	-	-	-	-	-	-	-	7 000	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		23	-	-	-	-	-	-	-	23	-	-
Furniture and Office Equipment		210	-	-	-	-	-	-	-	210	150	150
Machinery and Equipment		930	-	-	-	-	-	-	-	930	350	350
Transport Assets		-	-	-	-	-	-	-	-	-	350	350
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Total Renewal of Existing Assets to be adjusted	2	8 010	-	-	-	-	-	-	-	8 010	1 750	2 000
<i>Roads Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Storm water Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Electrical Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Water Supply Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Sanitation Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Solid Waste Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Rail Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Coastal Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
<i>Information and Communication Infrastructure</i>		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		2 000	-	-	-	-	-	-	-	2 000	-	-
Community Assets		2 000	-	-	-	-	-	-	-	2 000	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		6	-	-	-	-	-	-	-	6	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	6	-	-	-	-	-	-	-	6	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		6 000	-	-	-	-	-	-	-	6 000	1 750	2 000
Furniture and Office Equipment		4	-	-	-	-	-	-	-	4	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-

Total Upgrading of Existing Assets to be adjusted	2a	-	-	-	-	-	-	-	-	-	-	-	-
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Community Facilities		-	-	-	-	-	-	-	-	-	-	-	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-	-
Community Assets		-	-	-	-	-	-	-	-	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	-	-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-
Other Assets	6	-	-	-	-	-	-	-	-	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		-	-	-	-	-	-	-	-	-	-	-	-
Transport Assets		-	-	-	-	-	-	-	-	-	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure to be adjusted	4	76 173	-	-	-	400	-	400	76 573	182 600	2 850	-	-
Roads Infrastructure		-	-	-	-	400	-	400	400	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		60 000	-	-	-	-	-	-	60 000	180 000	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-	-
Infrastructure		60 000	-	-	-	400	-	400	60 400	180 000	-	-	-
Community Facilities		7 000	-	-	-	-	-	-	7 000	-	-	-	-
Sport and Recreation Facilities		2 000	-	-	-	-	-	-	2 000	-	-	-	-
Community Assets		9 000	-	-	-	-	-	-	9 000	-	-	-	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		6	-	-	-	-	-	-	6	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-	-
Other Assets		6	-	-	-	-	-	-	6	-	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		6 023	-	-	-	-	-	-	6 023	1 750	2 000	-	-
Furniture and Office Equipment		214	-	-	-	-	-	-	214	150	150	-	-
Machinery and Equipment		930	-	-	-	-	-	-	930	350	350	-	-
Transport Assets		-	-	-	-	-	-	-	-	350	350	-	-
Land		-	-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE to be adjusted	4	76 173	-	-	-	400	-	400	76 573	182 600	2 850	-	-

ASSET REGISTER SUMMARY - PPE (WDV)	5	281 846	-	-	-	-	400	-	400	282 246	468 332	465 782
<i>Roads Infrastructure</i>												
<i>Storm water Infrastructure</i>												
<i>Electrical Infrastructure</i>												
<i>Water Supply Infrastructure</i>												
<i>Sanitation Infrastructure</i>												
<i>Solid Waste Infrastructure</i>												
<i>Rail Infrastructure</i>												
<i>Coastal Infrastructure</i>												
<i>Information and Communication Infrastructure</i>												
Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Community Assets												
Heritage Assets												
Investment properties		51 682								51 682	51 182	50 682
Other Assets		228 052				400		400	228 452	415 402	413 402	
Biological or Cultivated Assets												
Intangible Assets		2 113							2 113	1 749	1 699	
Computer Equipment												
Furniture and Office Equipment												
Machinery and Equipment												
Transport Assets												
Land												
Zoo's, Marine and Non-biological Animals												
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	281 846	-	-	-	-	400	-	400	282 246	468 332	465 782
EXPENDITURE OTHER ITEMS												
Depreciation & asset impairment		4 852	-	-	-	-	-	-	4 852	6 288	15 788	
Repairs and Maintenance by asset class	3	2 573	-	-	-	-	-	-	2 573	2 573	2 573	
<i>Roads Infrastructure</i>												
<i>Storm water Infrastructure</i>												
<i>Electrical Infrastructure</i>												
<i>Water Supply Infrastructure</i>		308							308	308	308	
<i>Sanitation Infrastructure</i>		161							161	161	161	
<i>Solid Waste Infrastructure</i>												
<i>Rail Infrastructure</i>												
<i>Coastal Infrastructure</i>												
<i>Information and Communication Infrastructure</i>												
Infrastructure		469	-	-	-	-	-	-	469	469	469	469
Community Facilities		75	-	-	-	-	-	-	75	75	75	75
Sport and Recreation Facilities		366	-	-	-	-	-	-	366	366	366	366
Community Assets		441	-	-	-	-	-	-	441	441	441	441
Heritage Assets												
Revenue Generating												
Non-revenue Generating												
Investment properties												
Operational Buildings		930	-	-	-	-	-	-	930	930	930	930
Housing												
Other Assets		930	-	-	-	-	-	-	930	930	930	930
Biological or Cultivated Assets												
Servitudes												
Licences and Rights												
Intangible Assets												
Computer Equipment		25	-	-	-	-	-	-	25	25	25	25
Furniture and Office Equipment												
Machinery and Equipment		250	-	-	-	-	-	-	250	250	250	250
Transport Assets		459	-	-	-	-	-	-	459	459	459	459
Land												
Zoo's, Marine and Non-biological Animals	6											
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		7 425	-	-	-	-	-	-	7 425	8 861	18 361	

DC4 Garden Route - Table B10 Basic service delivery measurement - 24 August 2021

Description	Ref	Budget Year 2021/22									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or Prov.	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
		A	A1	B	C	D	E	F	G	H		
Household service targets	1											
Water:												
Piped water inside dwelling									-	-		
Piped water inside yard (but not in dwelling)									-	-		
Using public tap (at least min.service level)	2								-	-		
Other water supply (at least min.service level)									-	-		
<i>Minimum Service Level and Above sub-total</i>	3	-	-	-	-	-	-	-	-	-	-	-
Using public tap (< min.service level)	3,4								-	-		
Other water supply (< min.service level)									-	-		
No water supply									-	-		
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:												
Flush toilet (connected to sewerage)									-	-		
Flush toilet (with septic tank)									-	-		
Chemical toilet									-	-		
Pit toilet (ventilated)									-	-		
Other toilet provisions (> min.service level)									-	-		
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-	-	-
Bucket toilet									-	-		
Other toilet provisions (< min.service level)									-	-		
No toilet provisions									-	-		
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Energy:												
Electricity (at least min. service level)									-	-		
Electricity - prepaid (> min.service level)									-	-		
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-	-	-
Electricity (< min.service level)									-	-		
Electricity - prepaid (< min. service level)									-	-		
Other energy sources									-	-		
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Refuse:												
Removed at least once a week (min.service)									-	-		
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-	-	-
Removed less frequently than once a week									-	-		
Using communal refuse dump									-	-		
Using own refuse dump									-	-		
Other rubbish disposal									-	-		
No rubbish disposal									-	-		
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-
Households receiving Free Basic Service	15											
Water (6 kilolitres per household per month)		-	-	-	-	-	-	-	-	-	-	-
Sanitation (free minimum level service)		-	-	-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per household per month)		-	-	-	-	-	-	-	-	-	-	-
Refuse (removed at least once a week)		-	-	-	-	-	-	-	-	-	-	-
Cost of Free Basic Services provided (R'000)	16											
Water (6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Sanitation (free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per indigent household)		-	-	-	-	-	-	-	-	-	-	-
Refuse (removed once a week for indigent households)		-	-	-	-	-	-	-	-	-	-	-
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		-	-	-	-	-	-	-	-	-	-	-
Total cost of FBS provided		-	-	-	-	-	-	-	-	-	-	-
Highest level of free service provided												
Property rates (R'000 value threshold)									-	-		
Water (kilolitres per household per month)									-	-		
Sanitation (kilolitres per household per month)									-	-		
Sanitation (Rand per household per month)									-	-		
Electricity (kw per household per month)									-	-		
Refuse (average litres per week)									-	-		
Revenue cost of free services provided (R'000)	17											
Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)									-	-		
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA		-	-	-	-	-	-	-	-	-	-	-
Water (in excess of 6 kilolitres per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
Sanitation (in excess of free sanitation service to indigent households)		-	-	-	-	-	-	-	-	-	-	-
Electricity/other energy (in excess of 50 kwh per indigent household per month)		-	-	-	-	-	-	-	-	-	-	-
households)		-	-	-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates		-	-	-	-	-	-	-	-	-	-	-
Housing - top structure subsidies	6	-	-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total revenue cost of subsidised services provided		-	-	-	-	-	-	-	-	-	-	-

PART 2 SUPPORTING DOCUMENTATION

Section 5 - Adjustments to budget assumptions

The municipality implemented the following assumptions in the compilation of the adjustment budget:

- Refer to section 3.5 where the adjustments are explained.

Section 6 – Adjustments to budget funding

Refer to section 3.5 and the budget schedules for the funding of the budget.

Section 7 – Adjustments to expenditure on allocations and grant programmes

Refer to section 3.5 of the report and supporting tables for the proposed adjustments.

Section 8 – Adjustments to Grants made by the Municipality

Not applicable

Section 9 – Adjustments to Councillor and Allowances and Employee Benefits

Refer to section 3.5 of the report and supporting tables for the proposed adjustments.

Section 10 – Adjustments to Service Delivery and Budget Implementation Plan

As part of council's resolution Service Delivery and Budget Implementation Plan will be revised and presented to the Mayor to incorporate these projects.

This will be concluded as per the legislative requirements.

Section 11 – Adjustment to Capital expenditure

Refer to section 3.5 and the budget schedules for adjustments to capital expenditure.

Section 12 – Municipal Manager’s quality certificate

NAVRAE:
ENQUIRIES: T Loliwe

KONTAKNR
CONTACT NO 044 803 1449

VERW:
REF: 6/18/7/2022-2023

KANTOOR:
OFFICES: George

DATUM
DATE 16 February 2023



QUALITY CERTIFICATE

I **Monde Stratu**, municipal manager of **Garden Route District Municipality**, hereby certify that the **February Adjustment Budget 2022/2023 MTREF** and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act.

Print Name Monde Stratu

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

Signature [Handwritten Signature]

Date 16/02/2023