

1. ROLL-OVER ADJUSTMENT BUDGET 2023/2024 MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF) / OORROL VAN FONDSE AANSUIWERINGSBEGROTING 2023/2024 MEDIUM TERMYN EN INKOMSTE EN UITGAWE RAAMWERK (MTIUR) / UGQITHISELO LOLWABIWO-MALI OLU-LUNGISIWEYO LUKA 2023/2024 LWENGENISO YEXESHA ELIFUTSHANE KUNYE NENDLELA YENCITHO(MTREF)

(6/18/7)

8 August 2023

REPORT FROM THE EXECUTIVE MAYOR (ALD 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

The Mayor must submit the Adjusted Budget to the municipal council for consideration and approval. The rollover budget for state grants must be submitted to the council for approval by 25 August.

5. RECOMMENDATIONS

That Council take the following resolutions:

(1) That the adjustments budget (unspent grants) of Garden Route District Municipality for the financial year 2023/2024 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) That Council approves the Adjustment Operating Expenditure Budget of R532,490,161
- (3) That Council approves the Adjustment Operating Revenue Budget of R528,303,963
- (4) That Council approves the Adjustment Capital Budget of R159,900,075
- (5) That a revised Service Delivery and Budget Implementation Plan (SDBIP) for the 2023/24 financial year be compiled and tabled to the Executive Mayor for approval.
- (6) The approval of the above is subject to the approval from National and Provincial Treasury for the roll-over of funds.

AANBEVELINGS

Dat die Raad die volgende resolusies aanvaar:

- (1) *Dat die Aangepaste Begroting (ongespandeerde toelae van Garden Route Distriksmunisipaliteit vir die finansiële jaar 2023/2024 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) *Dat die Raad die Aangepaste Uitgawe Begroting van R532,490,161 goedkeur.*

(3) *Dat die Raad die Aangepaste Inkomste Begroting van R528,303,963 goedkeur.*

(4) *Dat die Raad die Aangepaste Kapitaal Begroting van R159,900,075 goedkeur.*

(5) *Dat die hersiende Dienslewering- en Begrotings Implementerings Plan vir 2023/2024 opgestel en aan die Uitvoerende Burgermeester voorgelê word vir goedkeuring.*

(6) *Dat goedkeuring van bostaande is onderhewig aan die goedkeuring van Nasionale en Provinsiale Tesourie vir die oorrol van fondse.*

IZINDULULO

Sesokuba iBhunga lithathe ezi zigqibo zilandelayo:

(1) Sesokuba ulwabiwo-mali olulungisiweyo(izibonelelo ezingasetyenziswanga) loMasipala Wesithili se Garden Route kunyakamali ka 2023/2024 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 R532,490,161

(3) IBhunga liphumeze uLwabiwo-Mali Oluqhubayo Lwengeniso noluyi R528,303,963

(4) IBhunga liphumeze Ulwabiwo-Mali Oluyinkunzi Olu-Lungisiweyo lwe R159,900,075

(5) Sesokuba ulungisowe Lonikezelo Nkonzo kunye Nesicwangciso Sokumiselwa koLwabiwo-Mali(SDBIP) kunyakamali ka 2023/2024 luqulunqwe kwaye luthiwe theca kuSodolophu obekekileyo ukuze luphunyezwe.

(6) Ukuphunyezwa komba ongentla kuxhomeke ekuphunyezweni kwakho kuNondyebo ka Zwelonke nowePhondo ngemali esigqithiselweyo.

6.1 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 (5)** of the Budget and Reporting Regulations which refers to the Timeframes for tabling of adjustment budgets.

Subsection (5) states –

An adjustments budget referred to in section 28(2) (e) of the Act may only be tabled after the end of the financial year to which the roll-overs relate, and must be approved by the municipal council by 25 August of the financial year following the financial year to which the roll-overs relate.

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

6.2 FINANCIAL IMPLICATIONS

Financial implications as per the Report attached

6.3 RELEVANT LEGISLATION

Municipal Finance Management Act, No 56 of 2003

Municipal Budget and Reporting Regulations, 17 April 2009

6.4 COMMENTS FROM EXECUTIVE MANAGERS

6.4.1 Executive Manager: Financial Services

Report noted.

6.4.2 Executive Manager: Corporate Services

Report noted.

6.4.3 Executive Manager: Community Services

Content is noted

6.4.4 Executive Manager : Economic Development and Planning

Noted

6.4.5 Executive Manager: Roads Services

Report noted.

6.4.6 Manager: Legal Services

Noted

ANNEXURES



GARDEN ROUTE DISTRICT MUNICIPALITY

FINANCIAL YEAR 2023 - 2024

ADJUSTMENT BUDGET REPORT

2023/2024 MTREF

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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.

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

The reason for the adjustment budget tabled at council today is to include the following expenditure into the approved budget for the 2023/2024 financial year:

Unspent Grants allocations as per **Section 28(2)(e)** of the Municipal Finance Management Act, 56 of 2003 that states:

- 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;

Regulation 23(5) of the Budget and Reporting Regulation states:

- An adjustments budget referred to in section 28(2)(e) of the Act may only be tabled after the end of the financial year to which the roll-overs relate, and must be approved by the municipal council by 25 August of the financial year following the financial year to which the roll-overs relate.

The details of the above inclusions into the budget are as follows:

Provincial Grant allocation

Section	Grant	Roll-over Amount (R)
Disaster Management	Emergency Municipal Load-Shedding Relief Grant	1 600 000
Disaster Management	WC Municipal Interventions Grant	100 000
Training and Development	WC Financial Management Capability Grant	185 733
		1 885 733

Total unspent grants: **R 1 885 733.**

The detailed report provides a reconciliation between the grants included in the Adjustment Budget as well as the Unspent grant totals as per the Grant register. Explanations as to the differences in the amounts is also included in the report.

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 **2023/2024** 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 **2023/2024 of R532,490,161** be approved.
- (3) That the adjusted operating revenue budget of Garden Route District Municipality for the financial year **2023/2024 of R528,303,963** be approved.
- (4) That the adjusted capital of Garden Route District Municipality for the financial year **2023/2024 of R159,900,075**
- (5) That a revised Service Delivery and Budget Implementation Plan (SDBIP) for the **2023/2024** financial year be compiled and tabled to the Executive Mayor for approval .
- (6) The approval of the above is subject to the approval from National and Provincial Treasury for the roll-over of funds.

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 Municipal Finance Management Act, 56 of 2003 on the adjustment budget and related information.

RECOMMENDATION:

- (1) That the adjustment budget of Garden Route District Municipality for the financial year **2023/2024** 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 **2023/2024 of R532,490,161** be approved.
- (3) That the adjusted operating revenue budget of Garden Route District Municipality for the financial year **2023/2024 of R528,303,963** be approved.
- (4) That the adjusted capital budget of Garden Route District Municipality for the financial year **2023/2024 of R159,900,075** be approved.
- (5) That a revised Service Delivery and Budget Implementation Plan (SDBIP) for the **2023/2024** financial year be compiled and tabled to the Executive Mayor for approval.

- (6) The approval of the above is subject to the approval from National and Provincial Treasury for the roll-over of funds.

SECTION 3 - EXECUTIVE SUMMARY

3.1 Introduction

The Adjustment budget is tabled to Council for approval, this adjustment budget includes the rollover unspent grants received from National Treasury and Provincial Treasury.

3.2 Adjustment Budget

Municipal Budget and Reporting Regulations

According to Regulation 23(5) of the Municipal Budget and Reporting Regulations, Government Gazette 32141 dated 17 April 2009, an adjustment budget referred to in Section 28 (2) of the Municipal Finance Management Act (MFMA) (Act No 56 of 2003), may only be tabled after the end of the financial year to which the roll-overs relate; and must be approved by the municipal council by 25 August of the financial year following the financial year to which the roll-overs relate.

In terms of the funding of the projects that will be rolled-over to the next financial year, Provincial Treasury advises as follows:

1. Municipal Own Funds

The Municipality must ensure that the funding of the projects is available and not committed for other purposes.

2. Grant funding

According to Section 20 of the Division of Revenue Act, the receiving officer needs to pay back all unspent conditional grants to the National Revenue Fund at the end of the municipal financial year, unless the relevant receiving officer can prove to the satisfaction of the National Treasury that the unspent allocation is committed to identifiable projects.

Treasury Circular 7/2023 dated 9 June 2023

Provincial Treasury issued Treasury Circular 7/2023 dated 9 June 2023, which provides clear guidance, on the procedure for requesting retention of the unspent allocation (grants) by the affected receiving officers.

In essence, when applying to retain unspent conditional allocations committed to identifiable projects or requesting a rollover in terms of section 20(2) of the Division of Revenue Act (DoRA), the Municipality must supply National Treasury with the following information –

1. Details of each of the projects to which funds are committed;
2. A progress report on the state of implementation of each of the projects;
3. The amount of funds committed to each project, and the conditional allocation from which the funds come from; and
4. An indication of the time-period within which the funds are to be spent.

When preparing their annual financial statements a municipality must determine what portion of each national conditional allocation it received remained unspent as at 30 June yearly.

National Treasury will initiate the process outlined in section 22 of the Division of Revenue Act based on the June 2023 conditional grant expenditure reports. If the receiving officer wants to motivate in terms of section 22(2) that the funds have been

spent or are committed to identifiable projects or wants to propose an alternative payment method or schedule the required information must be submitted to National Treasury yearly.

National Treasury will confirm in writing whether or not the municipality may retain as a rollover any of the unspent funds because they are committed to identifiable projects or whether it has agreed to any alternative payment methods or schedules yearly by 30 September.

A municipality must return the remaining unspent conditional grant funds that are not subject of a specific repayment agreement with National Treasury to the National Revenue Fund yearly by 17 October. Failure to return these unspent funds by this date will constitute financial misconduct in terms of section 20(7) of the Division of Revenue Act.

Any unspent conditional grant funds that should have been repaid to the National Revenue Fund yearly by 17 October will be offset against the municipality's November equitable share allocation.

Operational Budget

Based on the above information the municipality is required to table an adjustment budget to council stipulating the unspent roll-over projects that council seeks approval from National and Provincial Treasury as well as other roll-over projects that required inclusion in the approved budget in order to ensure completion of these projects.

The different grants required for inclusion into the budget are as follows:

1. National and Provincial Treasury Grants in terms of the Division of Revenue Act's, these grants should be accompanied by application for roll-over as explained above.
2. Projects funded by means of other sources that is Memorandum of Understanding or Service Level Agreements.

These grants are funded by means of SLA or MOU whereby the municipality enter into agreement with the respective funders to implement projects as per the stipulated agreements.

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

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 on the basis of this approved budget.

The roll-over projects tabled in this report for inclusion in the budget is either funded from a National or Provincial allocation or a result of a negotiation process end being concluded by means of a Memorandum of Understanding (MOU) or Service Level Agreement (SLA).

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

3.5 High level summary of adjustments

The following table illustrates the Original Budget approved by council for the **2023/2024** MTREF period during the May council budget approval process and the subsequent movement of the proposed August rollover budget.

Revised High-level summary of budget approval required:

The following table explains the effect that the approval of the unspent grants will have on the Operational budget of Council.

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

BUDGET - August Roll-Over Adjustment Budget (24 August 2023)					
DESCRIPTION	Approved Budget 2023/2024	Roll - Over Budget Amounts	Roll - Over Budget 2023/2024	Approved Budget 2024/25	Approved Budget 2025/26
Operational Income	526 418 230		526 418 230	578 422 856	609 223 914
Unspent Grants		1 885 733	1 885 733		
Revised Operational Income	526 418 230	1 885 733	528 303 963	578 422 856	609 223 914
Operational Expenditure	532 204 428		532 204 428	584 664 581	617 007 539
National Grants		-	-		
Provincial Grants		285 733	285 733		
Revised Operational Expenditure	532 204 428	285 733	532 490 161	584 664 581	617 007 539
Surplus / (Deficit)	- 5 786 198	1 600 000	- 4 186 198	- 6 241 725	- 7 783 625
Capital Expenditure	158 300 075		158 300 075	96 446 650	900 000
Provincial Grants		1 600 000	1 600 000		
Revised Capital Budget	158 300 075	1 600 000	159 900 075	96 446 650	900 000
Less funded from NT Grants	4 000 000		4 000 000	5 000 000	-
Less funded from PT Grants	4 481 000		4 481 000	-	-
Less funded from PT Grants / Rollover	-	-	1 600 000	500 000	500 000
Less funded from Borrowings	143 981 000		143 981 000	90 546 650	-
Less funded from CRR	5 838 075		5 838 075	400 000	400 000
Less funded from Donated PPE			-	-	-
Surplus / (Deficit) after Capital	- 5 786 198	0	- 5 786 198	- 6 241 725	- 7 783 625

Section 4 – Annual Budget Tables

DC4 Garden Route - Table B1 Adjustments Budget Summary -

Description	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
	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
R thousands	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		
Financial Performance											
Property rates	–	–	–	–	–	–	–	–	–	–	–
Service charges	37 688	37 688	–	–	–	–	–	–	37 688	76 291	78 908
Investment revenue	10 134	10 134	–	–	–	–	–	–	10 134	10 742	11 557
Transfers recognised - operational	212 004	212 004	–	–	–	286	–	286	212 290	217 070	228 771
Other own revenue	258 111	258 111	–	–	–	–	–	–	258 111	268 821	289 489
Total Revenue (excluding capital transfers and contributions)	517 937	517 937	–	–	–	286	–	286	518 223	572 923	608 724
Employee costs	300 666	300 666	–	–	–	100	–	100	300 766	310 041	331 522
Remuneration of councillors	14 216	14 216	–	–	–	–	–	–	14 216	15 211	16 276
Depreciation & asset impairment	5 106	5 106	–	–	–	–	–	–	5 106	5 234	5 365
Finance charges	8 820	8 820	–	–	–	–	–	–	8 820	20 309	19 564
Inventory consumed and bulk purchases	51 861	51 861	–	–	–	–	(500)	(500)	51 361	55 781	57 172
Transfers and grants	2 501	2 501	–	–	–	186	–	186	2 687	2 001	2 034
Other expenditure	149 034	149 034	–	–	–	500	–	500	149 534	176 089	185 075
Total Expenditure	532 204	532 204	–	–	–	786	(500)	286	532 490	584 665	617 008
Surplus/(Deficit)	(14 267)	(14 267)	–	–	–	(500)	500	–	(14 267)	(11 742)	(8 284)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	8 481	8 481	–	–	–	1 600	–	1 600	10 081	5 500	500
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(5 786)	(5 786)	–	–	–	1 100	500	1 600	(4 186)	(6 242)	(7 784)
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year	(5 786)	(5 786)	–	–	–	1 100	500	1 600	(4 186)	(6 242)	(7 784)
Capital expenditure & funds sources											
Capital expenditure	158 300	158 300	–	–	–	–	1 600	1 600	159 900	96 447	900
Transfers recognised - capital	8 481	8 481	–	–	–	–	1 600	1 600	10 081	5 500	500
Borrowing	143 981	143 981	–	–	–	–	–	–	143 981	90 547	–
Internally generated funds	5 838	5 838	–	–	–	–	–	–	5 838	400	400
Total sources of capital funds	158 300	158 300	–	–	–	–	1 600	1 600	159 900	96 447	900
Financial position											
Total current assets	149 940	149 940	–	–	–	–	12 490	12 490	162 430	137 671	135 793
Total non current assets	482 146	482 146	–	–	–	–	(15 294)	(15 294)	466 852	573 359	568 894
Total current liabilities	62 133	62 133	–	–	–	–	(4 632)	(4 632)	57 501	62 133	62 133
Total non current liabilities	316 731	316 731	–	–	–	–	(4 127)	(4 127)	312 603	408 624	410 064
Community wealth/Equity	253 223	253 223	–	–	–	1 100	4 855	5 955	259 178	246 981	239 197
Cash flows											
Net cash from (used) operating	(4 936)	(4 936)	–	–	–	–	1 786	1 786	(3 151)	(6 270)	(8 880)
Net cash from (used) investing	(158 300)	(158 300)	–	–	–	–	(1 600)	(1 600)	(159 900)	(96 447)	(900)
Net cash from (used) financing	143 732	143 732	–	–	–	–	26 577	26 577	170 309	90 547	–
Cash/cash equivalents at the year end	101 769	101 769	–	–	–	–	41 893	41 893	143 662	87 940	77 052
Cash backing/surplus reconciliation											
Cash and investments available	100 139	100 139	–	–	–	–	41 753	41 753	141 892	86 861	75 993
Application of cash and investments	60 867	60 867	–	–	–	–	(21 709)	(21 709)	39 158	52 938	49 484
Balance - surplus (shortfall)	39 272	39 272	–	–	–	–	63 463	63 463	102 734	33 923	26 510
Asset Management											
Asset register summary (WDV)	257 916	257 916	–	4 000	–	–	(28 761)	(24 761)	233 154	253 582	249 117
Depreciation	5 106	5 106	–	–	–	–	–	–	5 106	5 234	5 365
Renewal and Upgrading of Existing Assets	14 069	14 069	–	–	–	–	–	–	14 069	5 650	650
Repairs and Maintenance	4 686	4 686	–	–	–	–	–	–	4 686	3 227	3 308
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) -

Standard Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		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	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
R thousands	1, 4											
Revenue - Functional												
<i>Governance and administration</i>		275 990	275 990	–	–	–	1 886	(12 021)	(10 135)	265 854	275 003	289 981
Executive and council		274 960	274 960	–	–	–	1 886	(19 864)	(17 979)	256 982	273 912	288 825
Finance and administration		1 029	1 029	–	–	–	–	7 843	7 843	8 873	1 091	1 157
Internal audit		–	–	–	–	–	–	–	–	–	–	–
<i>Community and public safety</i>		15 036	15 036	–	–	–	–	8 650	8 650	23 686	15 938	17 291
Community and social services		–	–	–	–	–	–	–	–	–	–	–
Sport and recreation		14 597	14 597	–	–	–	–	(443)	(443)	14 154	15 473	16 798
Public safety		–	(0)	–	–	–	–	9 094	9 094	9 094	–	–
Housing		–	–	–	–	–	–	–	–	–	–	–
Health		439	439	–	–	–	–	–	–	439	465	493
<i>Economic and environmental services</i>		195 060	195 060	–	–	–	–	3 371	3 371	198 431	204 885	217 101
Planning and development		–	(0)	–	–	–	–	3 371	3 371	–	–	–
Road transport		194 878	194 878	–	–	–	–	–	–	194 878	204 691	216 896
Environmental protection		183	183	–	–	–	–	–	–	183	194	205
<i>Trading services</i>		40 332	40 332	–	–	–	–	–	–	40 332	82 597	84 850
Energy sources		–	–	–	–	–	–	–	–	–	–	–
Water management		–	–	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–	–	–
Waste management		40 332	40 332	–	–	–	–	–	–	40 332	82 597	84 850
<i>Other</i>		–	–	–	–	–	–	–	–	–	–	–
Total Revenue - Functional	2	526 418	526 418	–	–	–	1 886	–	1 886	528 304	578 423	609 224
Expenditure - Functional												
<i>Governance and administration</i>		182 063	182 063	–	–	–	186	–	186	182 249	179 625	192 140
Executive and council		55 515	55 515	–	–	–	–	–	–	55 515	57 765	61 136
Finance and administration		123 362	123 362	–	–	–	186	–	186	123 548	118 457	127 369
Internal audit		3 186	3 186	–	–	–	–	–	–	3 186	3 403	3 635
<i>Community and public safety</i>		91 305	91 305	–	–	–	100	(72)	28	91 333	97 729	103 599
Community and social services		8 016	8 016	–	–	–	100	–	100	8 116	8 275	8 819
Sport and recreation		14 322	14 322	–	–	–	–	–	–	14 322	14 237	14 990
Public safety		28 546	28 546	–	–	–	–	–	–	28 546	32 261	34 086
Housing		–	–	–	–	–	–	–	–	–	–	–
Health		40 421	40 421	–	–	–	–	(72)	(72)	40 349	42 956	45 704
<i>Economic and environmental services</i>		218 159	218 159	–	–	–	–	72	72	218 231	225 347	236 493
Planning and development		18 300	18 300	–	–	–	–	–	–	18 300	14 685	15 304
Road transport		195 904	195 904	–	–	–	–	–	–	195 904	206 520	216 780
Environmental protection		3 955	3 955	–	–	–	–	72	72	4 027	4 142	4 408
<i>Trading services</i>		38 047	38 047	–	–	–	–	–	–	38 047	79 315	82 108
Energy sources		–	–	–	–	–	–	–	–	–	–	–
Water management		–	–	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–	–	–
Waste management		38 047	38 047	–	–	–	–	–	–	38 047	79 315	82 108
<i>Other</i>		2 630	2 630	–	–	–	–	–	–	2 630	2 649	2 668
Total Expenditure - Functional	3	532 204	532 204	–	–	–	286	–	286	532 490	584 665	617 008
Surplus/ (Deficit) for the year		(5 786)	(5 786)	–	–	–	1 600	–	1 600	(4 186)	(6 242)	(7 784)

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

Vote Description [Insert departmental structure etc]	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		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 - Office of the Municipal Manager		274 960	274 960	-	-	-	1 886	(19 864)	(17 979)	256 982	273 912	288 825
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	(0)	-	-	-	-	6 358	6 358	6 358	-	-
Vote 4 - Financial Services (cont)		-	(0)	-	-	-	-	-	-	(0)	-	-
Vote 5 - Corporate Services		1 029	1 029	-	-	-	-	443	443	1 473	1 091	1 157
Vote 6 - Corporate Services (cont)		-	(0)	-	-	-	-	1 042	1 042	1 042	-	-
Vote 7 - Community Services		439	439	-	-	-	-	-	-	439	465	493
Vote 8 - Community Services (cont)		40 515	40 515	-	-	-	-	9 094	9 094	49 609	82 790	85 055
Vote 9 - Planning and Economic Development		-	(0)	-	-	-	-	-	-	(0)	-	-
Vote 10 - Planning and Economic Development (cont)		7 612	7 612	-	-	-	-	2 927	2 927	10 540	8 069	8 754
Vote 11 - Planning and Economic Development(cont2)		6 985	6 985	-	-	-	-	-	-	6 985	7 404	8 045
Vote 12 - Roads		194 878	194 878	-	-	-	-	-	-	194 878	204 691	216 896
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	526 418	526 418	-	-	-	1 886	-	1 886	528 304	578 423	609 224
Expenditure by Vote	1											
Vote 1 - Office of the Municipal Manager		63 758	63 758	-	-	-	-	-	-	63 758	65 588	69 419
Vote 2 - Office of the Municipal Manager (cont)		6 734	6 734	-	-	-	-	-	-	6 734	7 143	7 620
Vote 3 - Financial Services		22 124	22 124	-	-	-	-	-	-	22 124	23 441	24 946
Vote 4 - Financial Services (cont)		6 511	6 511	-	-	-	-	-	-	6 511	6 957	7 434
Vote 5 - Corporate Services		37 456	37 456	-	-	-	186	(1)	185	37 641	34 649	35 645
Vote 6 - Corporate Services (cont)		29 874	29 874	-	-	-	-	1	1	29 875	27 024	31 403
Vote 7 - Community Services		52 804	52 804	-	-	-	100	(72)	28	52 832	55 848	59 406
Vote 8 - Community Services (cont)		69 242	69 242	-	-	-	-	72	72	69 314	114 333	119 133
Vote 9 - Planning and Economic Development		20 176	20 176	-	-	-	-	-	-	20 176	19 239	19 927
Vote 10 - Planning and Economic Development (cont)		23 326	23 326	-	-	-	-	-	-	23 326	20 032	21 188
Vote 11 - Planning and Economic Development(cont2)		4 296	4 296	-	-	-	-	-	-	4 296	3 890	4 107
Vote 12 - Roads		124 074	124 074	-	-	-	-	-	-	124 074	128 685	135 527
Vote 13 - Roads (cont)		71 830	71 830	-	-	-	-	-	-	71 830	77 835	81 252
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	532 204	532 204	-	-	-	286	-	286	532 490	584 665	617 008
Surplus/ (Deficit) for the year	2	(5 786)	(5 786)	-	-	-	1 600	-	1 600	(4 186)	(6 242)	(7 784)

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

Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		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
R thousands	1	A	A1	B	C	D	E	F	G	H		
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	37 688	37 688	–	–	–	–	–	–	37 688	76 291	78 908
Rental of facilities and equipment		3 377	3 377	–	–	–	–	–	–	3 377	3 392	4 294
Interest earned - external investments		10 134	10 134	–	–	–	–	–	–	10 134	10 742	11 557
Interest earned - outstanding debtors		3 371	3 371	–	–	–	–	337	337	3 708	3 573	3 787
Dividends received		–	–	–	–	–	–	–	–	–	–	–
Fines, penalties and forfeits		–	–	–	–	–	–	–	–	–	–	–
Licences and permits		183	183	–	–	–	–	–	–	183	194	205
Agency services		214 389	214 389	–	–	–	–	(193 150)	(193 150)	21 239	224 084	240 750
Transfers and subsidies		212 004	212 004	–	–	–	286	–	286	212 290	217 070	228 771
Other revenue	2	36 792	36 792	–	–	–	–	192 813	192 813	229 605	37 578	40 453
Gains		–	–	–	–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		517 937	517 937	–	–	–	286	–	286	518 223	572 923	608 724
Expenditure By Type												
Employee related costs		300 666	300 666	–	–	–	100	–	100	300 766	310 041	331 522
Remuneration of councillors		14 216	14 216	–	–	–	–	–	–	14 216	15 211	16 276
Debt impairment		2 100	2 100	–	–	–	–	–	–	2 100	1 639	1 680
Depreciation & asset impairment		5 106	5 106	–	–	–	–	–	–	5 106	5 234	5 365
Finance charges		8 820	8 820	–	–	–	–	–	–	8 820	20 309	19 564
Bulk purchases - electricity		–	–	–	–	–	–	–	–	–	–	–
Inventory consumed		51 861	51 861	–	–	–	–	(500)	(500)	51 361	55 781	57 172
Contracted services		81 910	81 910	–	–	–	–	59	59	81 969	103 802	110 910
Transfers and subsidies		2 501	2 501	–	–	–	186	–	186	2 687	2 001	2 034
Other expenditure		64 950	64 950	–	–	–	500	(59)	441	65 390	70 571	72 407
Losses		75	75	–	–	–	–	–	–	75	76	78
Total Expenditure		532 204	532 204	–	–	–	786	(500)	286	532 490	584 665	617 008
Surplus/(Deficit)		(14 267)	(14 267)	–	–	–	(500)	500	–	(14 267)	(11 742)	(8 284)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		8 481	8 481	–	–	–	1 600	–	1 600	10 081	5 500	500
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		–	–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (in-kind - all)		–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) before taxation		(5 786)	(5 786)	–	–	–	1 100	500	1 600	(4 186)	(6 242)	(7 784)
Taxation		–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation		(5 786)	(5 786)	–	–	–	1 100	500	1 600	(4 186)	(6 242)	(7 784)
Attributable to minorities		–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		(5 786)	(5 786)	–	–	–	1 100	500	1 600	(4 186)	(6 242)	(7 784)
Share of surplus/ (deficit) of associate		–	–	–	–	–	–	–	–	–	–	–
Surplus/ (Deficit) for the year		(5 786)	(5 786)	–	–	–	1 100	500	1 600	(4 186)	(6 242)	(7 784)

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

Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	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)		250	250	-	-	-	-	-	-	250	250	250
Vote 7 - Community Services		8 619	8 619	-	-	-	-	1 600	1 600	10 219	-	-
Vote 8 - Community Services (cont)		144 631	144 631	-	-	-	-	-	-	144 631	91 197	650
Vote 9 - Planning and Economic Development		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Planning and Economic Development (cont)		4 800	4 800	-	-	-	-	-	-	4 800	5 000	-
Vote 11 - Planning and Economic Development(cont2)		-	-	-	-	-	-	-	-	-	-	-
Vote 12 - Roads		-	-	-	-	-	-	-	-	-	-	-
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	158 300	158 300	-	-	-	-	1 600	1 600	159 900	96 447	900
Single-year expenditure to be adjusted	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)		-	0	-	-	-	-	-	-	0	-	-
Vote 7 - Community Services		-	0	-	-	-	-	-	-	0	-	-
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 -		-	0	-	-	-	-	-	-	0	-	-
Capital single-year expenditure sub-total		-	0	-	-	-	-	-	-	0	-	-
Total Capital Expenditure - Vote		158 300	158 300	-	-	-	-	1 600	1 600	159 900	96 447	900
Capital Expenditure - Functional												
Governance and administration		8 869	8 869	-	-	-	-	-	-	8 869	250	250
Executive and council		-	0	-	-	-	-	-	-	0	-	-
Finance and administration		8 869	8 869	-	-	-	-	-	-	8 869	250	250
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		1 450	1 450	-	-	-	-	1 600	1 600	3 050	650	650
Community and social services		-	0	-	-	-	-	1 600	1 600	1 600	-	-
Sport and recreation		800	800	-	-	-	-	-	-	800	-	-
Public safety		650	650	-	-	-	-	-	-	650	650	650
Housing		-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		4 000	4 000	-	-	-	-	-	-	4 000	5 000	-
Planning and development		4 000	4 000	-	-	-	-	-	-	4 000	5 000	-
Road transport		-	-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		143 981	143 981	-	-	-	-	-	-	143 981	90 547	-
Energy sources		-	-	-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-	-
Waste management		143 981	143 981	-	-	-	-	-	-	143 981	90 547	-
Other		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional	3	158 300	158 300	-	-	-	-	1 600	1 600	159 900	96 447	900
Funded by:												
National Government		4 000	4 000	-	-	-	-	-	-	4 000	5 000	-
Provincial Government		4 481	4 481	-	-	-	-	1 600	1 600	6 081	500	500
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatbns, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	8 481	8 481	-	-	-	-	1 600	1 600	10 081	5 500	500
Borrowing		143 981	143 981	-	-	-	-	-	-	143 981	90 547	-
Internally generated funds		5 838	5 838	-	-	-	-	-	-	5 838	400	400
Total Capital Funding		158 300	158 300	-	-	-	-	1 600	1 600	159 900	96 447	900

DC4 Garden Route - Table B6 Adjustments Budget Financial Position -

Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		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
R thousands		A	A1	B	C	D	E	F	G	H		
ASSETS												
Current assets												
Cash		94 834	94 834	–	–	–	–	46 984	46 984	141 818	81 556	70 688
Call investment deposits	1	5 276	5 276	–	–	–	–	(5 276)	(5 276)	(0)	5 276	5 276
Consumer debtors	1	19 939	19 939	–	–	–	–	(11 935)	(11 935)	8 004	22 232	32 981
Other debtors		22 619	22 619	–	–	–	–	(17 712)	(17 712)	4 907	20 980	19 301
Current portion of long-term receivables		4 293	4 293	–	–	–	–	–	–	4 293	4 293	4 293
Inventory		2 979	2 979	–	–	–	–	430	430	3 409	3 332	3 254
Total current assets		149 940	149 940	–	–	–	–	12 490	12 490	162 430	137 671	135 793
Non current assets												
Long-term receivables		62 764	62 764	–	–	–	–	(2 676)	(2 676)	60 088	62 764	62 764
Investments		28	28	–	–	–	–	–	–	28	28	28
Investment property		64 187	64 187	–	–	–	–	(103)	(103)	64 084	64 187	64 187
Investment in Associate		–	–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	1	355 193	355 193	–	–	–	–	(12 954)	(12 954)	342 240	447 368	443 890
Biological		–	–	–	–	–	–	–	–	–	–	–
Intangible		(26)	(26)	–	–	–	–	438	438	412	(989)	(1 976)
Other non-current assets		–	–	–	–	–	–	–	–	–	–	–
Total non current assets		482 146	482 146	–	–	–	–	(15 294)	(15 294)	466 852	573 359	568 894
TOTAL ASSETS		632 086	632 086	–	–	–	–	(2 804)	(2 804)	629 282	711 029	704 686
LIABILITIES												
Current liabilities												
Bank overdraft		–	–	–	–	–	–	–	–	–	–	–
Borrowing		100	100	–	–	–	–	–	–	100	100	100
Consumer deposits		468	468	–	–	–	–	168	168	636	468	468
Trade and other payables		20 506	20 506	–	–	–	–	(4 274)	(4 274)	16 232	19 511	18 446
Provisions		26 843	26 843	–	–	–	–	(526)	(526)	26 317	26 843	26 843
Total current liabilities		47 917	47 917	–	–	–	–	(4 632)	(4 632)	43 285	46 922	45 857
Non current liabilities												
Borrowing	1	170 315	170 315	–	–	–	–	(0)	(0)	170 315	260 862	260 862
Provisions	1	146 416	146 416	–	–	–	–	(4 127)	(4 127)	142 289	147 762	149 203
Total non current liabilities		316 731	316 731	–	–	–	–	(4 127)	(4 127)	312 603	408 624	410 064
TOTAL LIABILITIES		364 648	364 648	–	–	–	–	(8 760)	(8 760)	355 888	455 546	455 922
NET ASSETS	2	267 439	267 439	–	–	–	–	5 955	5 955	273 394	255 484	248 765
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		200 293	200 293	–	–	–	1 100	4 870	5 970	206 262	194 051	186 267
Reserves		52 930	52 930	–	–	–	–	(14)	(14)	52 915	52 930	52 930
TOTAL COMMUNITY WEALTH/EQUITY		253 223	253 223	–	–	–	1 100	4 855	5 955	259 178	246 981	239 197

DC4 Garden Route - Table B7 Adjustments Budget Cash Flows -

Description	Ref	Budget Year 2023/24									Budget Year	Budget Year
											+1 2024/25	+2 2025/26
		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
R thousands		A	A1	B	C	D	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates									–	–		
Service charges		37 688	37 688	–	–	–	–			37 688	76 291	78 908
Other revenue		54 770	54 770	–	–	–	–	193 150	193 150	247 920	55 635	62 839
Transfers and Subsidies - Operational	1	405 154	405 154	–	–	–	–	(192 864)	(192 864)	212 290	419 930	443 726
Transfers and Subsidies - Capital	1	8 481	8 481	–	–	–	–	1 600	1 600	10 081	5 500	500
Interest		10 134	10 134	–	–	–	–	–	–	10 134	10 742	11 557
Dividends									–	–		
Payments												
Suppliers and employees		(512 343)	(512 343)	–	–	–	–	(100)	(100)	(512 443)	(554 059)	(586 846)
Finance charges		(8 820)	(8 820)	–	–	–	–	–	–	(8 820)	(20 309)	(19 564)
Transfers and Grants	1	–	–	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) OPERATING ACTIVITIES		(4 936)	(4 936)	–	–	–	–	1 786	1 786	(3 151)	(6 270)	(8 880)
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		(158 300)	(158 300)	–	–	–	–	(1 600)	(1 600)	(159 900)	(96 447)	(900)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(158 300)	(158 300)	–	–	–	–	(1 600)	(1 600)	(159 900)	(96 447)	(900)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans									–	–		
Borrowing long term/refinancing		143 732	143 732	–	–	–	–	26 577	26 577	170 309	90 547	–
Increase (decrease) in consumer deposits									–	–		
Payments												
Repayment of borrowing									–	–		
NET CASH FROM/(USED) FINANCING ACTIVITIES		143 732	143 732	–	–	–	–	26 577	26 577	170 309	90 547	–
NET INCREASE/ (DECREASE) IN CASH HELD												
		(19 504)	(19 504)	–	–	–	–	26 763	26 763	7 258	(12 170)	(9 780)
Cash/cash equivalents at the year begin:	2	121 273	121 273	–	–	–	–	15 130	15 130	136 403	100 110	86 832
Cash/cash equivalents at the year end:	2	101 769	101 769	–	–	–	–	41 893	41 893	143 662	87 940	77 052

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

Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		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												
Cash and investments available												
Cash/cash equivalents at the year end	1	101 769	101 769	–	–	–	–	41 893	41 893	143 662	87 940	77 052
Other current investments > 90 days		(1 659)	(1 659)	–	–	–	–	(140)	(140)	(1 798)	(1 108)	(1 087)
Non current assets - Investments	1	28	28	–	–	–	–	–	–	28	28	28
Cash and investments available:		100 139	100 139	–	–	–	–	41 753	41 753	141 892	86 861	75 993
Applications of cash and investments												
Unspent conditional transfers		4 483	4 483	–	–	–	–	(3 415)	(3 415)	1 068	4 483	4 483
Unspent borrowing								–	–	–		
Statutory requirements		7 364	7 364	–	–	–	–	–	–	7 364	7 364	7 364
Other working capital requirements	2	(3 909)	(3 909)					(18 280)	(18 280)	(22 190)	(11 838)	(15 293)
Other provisions		–	–	–	–	–	–	–	–	–	–	–
Long term investments committed		–	–					–	–	–	–	–
Reserves to be backed by cash/investments		52 930	52 930					(14)	(14)	52 915	52 930	52 930
Total Application of cash and investments:		60 867	60 867	–	–	–	–	(21 709)	(21 709)	39 158	52 938	49 484
Surplus(shortfall)		39 272	39 272	–	–	–	–	63 463	63 463	102 734	33 923	26 510

Total Upgrading of Existing Assets to be adjusted	2a	800	800	-	-	-	-	-	-	800	-	-
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		800	800	-	-	-	-	-	800	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure to be adjusted	4	158 300	158 300	-	-	-	1 600	1 600	159 900	96 447	900	
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Solid Waste Infrastructure		143 981	143 981	-	-	-	-	-	143 981	90 547	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		143 981	143 981	-	-	-	-	-	143 981	90 547	-	-
Community Facilities		13 269	13 269	-	-	-	-	-	13 269	5 650	650	-
Sport and Recreation Facilities		-	-	-	-	-	-	-	-	-	-	-
Community Assets		13 269	13 269	-	-	-	-	-	13 269	5 650	650	-
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		-	0	-	-	-	-	-	0	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		-	0	-	-	-	-	-	0	-	-	-
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		-	-	-	-	-	-	-	-	-	-	-
Furniture and Office Equipment		250	250	-	-	-	-	-	250	250	250	-
Machinery and Equipment		-	0	-	-	-	1 600	1 600	1 600	-	-	-
Transport Assets		800	800	-	-	-	-	-	800	-	-	-
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE to be adjusted	4	158 300	158 300	-	-	-	1 600	1 600	159 900	96 447	900	

ASSET REGISTER SUMMARY - PPE (WDV)	5	257 916	257 916	-	4 000	-	-	(28 761)	(24 761)	233 154	253 582	249 117
Roads Infrastructure		44	44	-	-	-	-	(2)	(2)	42	44	44
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Sanitation Infrastructure		(1 119)	(1 119)	-	-	-	-	(12)	(12)	(1 131)	(1 119)	(1 119)
Solid Waste Infrastructure		26 577	26 577	-	-	-	-	(26 577)	(26 577)	-	26 577	26 577
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		25 503	25 503	-	-	-	-	(26 592)	(26 592)	(1 089)	25 503	25 503
Community Assets		34 913	34 913	-	-	-	-	(952)	(952)	33 961	34 832	34 749
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Investment properties		64 187	64 187	-	-	-	-	(103)	(103)	64 084	64 187	64 187
Other Assets		5 477	5 477	-	4 000	-	-	(4 411)	(411)	5 066	4 166	2 822
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		(26)	(26)	-	-	-	-	438	438	412	(969)	(1 976)
Computer Equipment		16 333	16 333	-	-	-	-	(1 211)	(1 211)	15 122	16 583	16 833
Furniture and Office Equipment		(1 974)	(1 974)	-	-	-	-	1 631	1 631	(342)	(4 853)	(7 804)
Machinery and Equipment		5 715	5 715	-	-	-	-	(412)	(412)	5 303	5 715	5 715
Transport Assets		9 172	9 172	-	-	-	-	(328)	(328)	8 843	9 172	9 172
Land		98 617	98 617	-	-	-	-	3 178	3 178	101 795	99 267	99 917
Zoo's, Marine and Non-biological Animals		-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	257 916	257 916	-	4 000	-	-	(28 761)	(24 761)	233 154	253 582	249 117
EXPENDITURE OTHER ITEMS												
Depreciation & asset impairment		5 106	5 106	-	-	-	-	-	-	5 106	5 234	5 365
Repairs and Maintenance by asset class	3	4 686	4 686	-	-	-	-	-	-	4 686	3 227	3 308
Roads Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Storm water Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Electrical Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Water Supply Infrastructure		619	619	-	-	-	-	-	-	619	369	379
Sanitation Infrastructure		737	737	-	-	-	-	-	-	737	378	388
Solid Waste Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Rail Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Coastal Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Information and Communication Infrastructure		-	-	-	-	-	-	-	-	-	-	-
Infrastructure		1 355	1 355	-	-	-	-	-	-	1 355	748	766
Community Facilities		80	80	-	-	-	-	-	-	80	82	84
Sport and Recreation Facilities		827	827	-	-	-	-	-	-	827	610	625
Community Assets		907	907	-	-	-	-	-	-	907	692	709
Heritage Assets		-	-	-	-	-	-	-	-	-	-	-
Revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Non-revenue Generating		-	-	-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-	-	-
Operational Buildings		1 698	1 698	-	-	-	-	-	-	1 698	1 046	1 072
Housing		-	-	-	-	-	-	-	-	-	-	-
Other Assets		1 698	1 698	-	-	-	-	-	-	1 698	1 046	1 072
Biological or Cultivated Assets		-	-	-	-	-	-	-	-	-	-	-
Servitudes		-	-	-	-	-	-	-	-	-	-	-
Licences and Rights		-	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	-	-	-	-	-	-	-	-	-
Computer Equipment		47	47	-	-	-	-	-	-	47	48	50
Furniture and Office Equipment		-	-	-	-	-	-	-	-	-	-	-
Machinery and Equipment		127	127	-	-	-	-	-	-	127	129	132
Transport Assets		551	551	-	-	-	-	-	-	551	565	579
Land		-	-	-	-	-	-	-	-	-	-	-
Zoo's, Marine and Non-biological Animals	6	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE OTHER ITEMS to be adjusted		9 792	9 792	-	-	-	-	-	-	9 792	8 461	8 673

[illegible]

PART 2 SUPPORTING DOCUMENTATION

Section 5 - Adjustments to budget assumptions

The budget assumption as tabled with the Original budget 2023/2024 is still applicable.

The following additional assumption is applicable for the tabling of this Adjustment budget as follows:

- The balance of the unspent funds is cash backed and the funds are available in the municipal bank account for successful implementation of the projects.
- **Unspent MOU / SLA** – Agreements to continue with the projects is in order and the respective departments will ensure compliance to the original signed MOU /SLA is adhered to and deviations from the above will be reported to the responsible authorities.
- **Unspent Provincial Grants** – The projects will be approved by Provincial Treasury and continuous reporting will be implemented to ensure achievement of the project objectives as per the approved business plans.
- **Unspent National Grants** – The projects will be approved by National Treasury and continuous reporting will be implemented to ensure achievement of the project objectives as per the approved business plans.

Section 6 – Adjustments to budget funding

The adjustment to budget funding will be on the expenditure side where additional budgeting will be added to the existing budget to ensure the implementation of these roll-over projects. The funding source for these roll-overs is the cash back surplus as at 30 June 2023.

The balance in the municipal bank account at 30 June 2023 is the following:

- Current account R120,139,702
- **Total balance R120,139,702**

Section 7 – Adjustments to expenditure on allocations and grant programmes

Adjustments to the grants for the different proposed roll-over grant funded projects are as follows:

Provincial Grant roll-over allocation

Section	Grant	Roll-over Amount (R)
Disaster Management	Emergency Municipal Load-Shedding Relief Grant	1 600 000
Disaster Management	WC Municipal Interventions Grant	100 000
Training and Development	WC Financial Management Capability Grant	185 733
		1 885 733

Total adjustments:
1 885 733

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Section 8 – Adjustments to Grants made by the Municipality

The municipality do not intent making any allocation to external parties from its own revenues resources.

Section 9 – Adjustments to Councillor and Allowances and Employee Benefits

No adjustments to councillor allowance and employee benefits are permissible during this budget process. All adjustments required will be done during the January mid-year budget process.

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

Provincial grant roll-over allocations:

R1,600,000 of the roll-over allocation is allocated to capital expenditure

Section 12 – Municipal Manager’s quality certificate



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OFFICE OF THE MUNICIPAL MANAGER

Enquiries:	L. Hoek
Reference:	6/18/7/2023-2024
Date:	10 August 2023

QUALITY CERTIFICATE

I **Monde Stratu**, municipal manager of **Garden Route District Municipality**, hereby certify that the **Roll-Over Adjustment Budget 2023/2024 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 [Signature]

Date 16/8/2023