



2023/2024
FINANCIAL YEAR

**MONTHLY
FINANCIAL
MONITORING
REPORT**

M08: 29 February 2024



Garden Route District Municipality
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Glossary:

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

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

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

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

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

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

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

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

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

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

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

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

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

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

mSCOA – Municipal Standard Chart of Accounts

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

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

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

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

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

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

Virement – A transfer of funds within a vote.

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

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

YTDB – Year to Date Budget

YTDA – Year to Date Actual

Legislative Framework:

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

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

Section 71: Monthly budget statements

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

PART 1 – IN-YEAR REPORT

Section 1 – Resolutions

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

Regulation 28 of the Municipal Budget and Reporting Regulations states:

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

Recommendations:

- That Council takes note of the monthly budget statement and supporting documentation for the month ended 29 February 2024.

Section 2 – Executive summary

2.1 Introduction

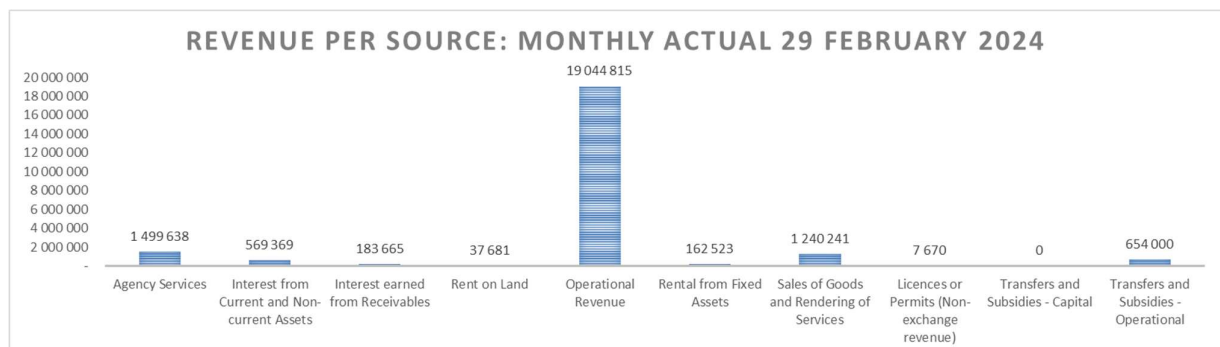
The aim of the Financial Monitoring Report (FMR) is to provide a monthly update and report on the municipality’s consolidated performance in terms of the budget, indicate any material variances from the Service Delivery and Budget Implementation Plan (SDBIP) and provide any remedial actions or corrective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

2.2 Consolidated Performance

2.2.1 Against Approved Budget

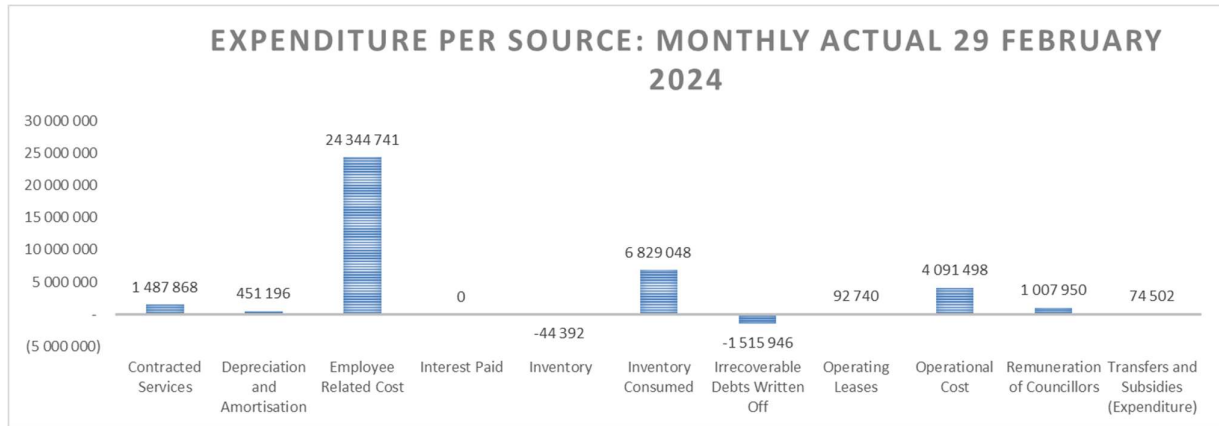
Revenue by source

The total revenue received for the month ended 29 February 2024 amounted to **R23,399,602 (YTDA: R314,775,507 and YTDB: R353,534,393)** which represents **5%** of the total adjusted budgeted figure of **R481,249,273 (including Roads)**.



Operating Expenditure by type

Operating expenditure for the month ended 29 February 2024 amounted to **R36,819,208 (YTDA: R303,404,843 and YTDB: R354,984,508)** with a total adjusted budgeted figure of **R481,292,936 (including Roads)**. The operational expenditure for the month is **8%** of the total budget. Most of the expenditure relates to Employee and Councillor remuneration costs of R25,352,692 (**69%** of the monthly expenditure).



Capital Expenditure

The adjusted capital budget for the financial year amounts to **R52,116,191**. Capital expenditure of **R30,029,362 (including orders)** was recorded for the period ended 29 February 2024. The largest item on the capital budget (R32,000,000) is the construction of the regional landfill site (actual expenditure on the landfill site to date (including orders) is R16,140,343). Construction commenced to the end of the 2022/2023 financial year.

CAPITAL BUDGET SPENDING AS AT 29 FEBRUARY 2024						
Number	Description	Budget	Expenditure	Orders	Available	% Spent
1	Upgrading of buildings - Retrofitting EEDS	3 440 000	901 158	1 879 942	658 901	81%
2	Council Chambers Chairs	800 000	-	-	800 000	0%
3	Wireless Access Points	35 052	34 613	-	439	99%
4	QNAP Backup Storage	72 741	71 287	-	1 454	98%
5	Monitor	2 477	2 477	-	-	100%
6	Network Equipment	12 000	10 312	-	1 688	86%
7	Inverters	114 730	113 432	-	1 298	99%
8	USB Type-C Port Replicators	8 000	5 480	-	2 520	69%
9	Medical Chair	5 000	4 331	-	669	87%
10	Flood Response Vehicle	2 500 000	-	219 601	2 280 399	9%
11	Flood Response Vehicle CRR	52 082	-	-	52 082	0%
12	Mobile Generator Trailer	73 451	-	-	73 451	0%
13	Mobile Generator Trailer CRR	21 686	-	-	21 686	0%
14	Repeater	171 862	-	-	171 862	0%
15	Mobile Generators	1 526 549	1 526 549	-	0	100%
16	Firestation: George	5 814 561	5 494 990	-	319 571	95%
17	Firestation: George	3 000 000	2 758 563	186 119	55 318	98%
18	Firefighting Vehicle (bakkie)	981 000	-	-	981 000	0%
19	Vehicle (bakkie)	800 000	-	549 971	250 029	69%
20	Hazmat Rescue & Fire Equipment	150 000	12 595	117 600	19 805	87%
21	Hazardous Materials Equipment	500 000	-	-	500 000	0%
22	Landfill Site: PPE	32 000 000	14 764 780	1 375 563	15 859 657	50%
23	Drone: Donated PPE	35 000	-	-	35 000	0%
		52 116 191	25 700 566	4 328 796	22 086 829	58%
Percentage spent	Colour					
0% - 50%						
51% - 75%						
76% - 100%						

Refer to page 20 for detail on capital budget progress.

2.3 Material variances from SDBIP

Variances and deficiencies are identified in terms of the SDBIP. These are reported on and monitored by the Performance Management Unit, situated in the Office of the Municipal Manager, as applicable. Variances above 10% are briefly explained under the revenue by source and expenditure by type sections below (refer to pages 13 to 18).

2.4 Remedial or corrective steps

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

Conclusion

Detailed analysis of the municipal performance for the month ended 29 February 2024 is presented under the different sections of the report.

Section 3 – In-year budget statement tables

3.1 Monthly budget statements

3.1.1 Table C1: S71 Monthly Budget Statement Summary

DC4 Garden Route - Table C1 Monthly Budget Statement Summary - M08 February

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	37 688	-	-	-	0	(0)	-100%	-
Investment revenue	10 253	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	189 810	212 004	213 305	654	141 780	142 195	(415)	-0%	213 305
Other own revenue	215 857	268 245	255 328	22 746	166 488	170 219	(3 731)	-2%	-
Total Revenue (excluding capital transfers and contributions)	415 921	517 937	468 633	23 400	308 268	312 414	(4 146)	-1%	468 633
Employee costs	279 902	300 666	288 519	24 345	199 970	191 479	8 491	4%	288 519
Remuneration of Councillors	12 306	14 216	13 397	1 008	8 492	8 931	(439)	-5%	13 397
Depreciation and amortisation	5 766	5 106	5 960	451	3 610	3 973	(364)	-9%	5 960
Interest	148	8 820	1 428	-	603	952	(349)	-37%	1 428
Inventory consumed and bulk purchases	51 426	51 861	51 171	6 829	31 288	32 911	(1 623)	-5%	51 171
Transfers and subsidies	4 642	2 501	2 348	75	1 141	1 520	(379)	-25%	2 348
Other expenditure	79 533	149 034	118 470	4 112	58 302	81 087	(22 785)	-28%	118 470
Total Expenditure	433 724	532 204	481 293	36 819	303 405	320 853	(17 448)	-5%	481 293
Surplus/(Deficit)	(17 803)	(14 267)	(12 660)	(13 420)	4 863	(8 439)	13 302	-158%	(12 660)
Transfers and subsidies - capital (monetary allocations)	3 765	8 481	12 581	-	6 481	8 061	(1 580)	-20%	12 581
Transfers and subsidies - capital (in-kind)	3 284	-	35	-	-	23	(23)	-100%	35
Surplus/(Deficit) after capital transfers & contributions	(10 755)	(5 786)	(44)	(13 420)	11 344	(355)	11 699	-3297%	(44)
Share of surplus/ (deficit) of associate	108	-	-	-	27	-	27	#DIV/0!	-
Surplus/ (Deficit) for the year	(10 647)	(5 786)	(44)	(13 420)	11 371	(355)	11 725	-3305%	(44)
Capital expenditure & funds sources									
Capital expenditure	39 537	158 300	52 116	4 506	25 701	34 418	(8 717)	-25%	52 116
Capital transfers recognised	3 149	8 481	12 021	663	5 186	7 688	(2 501)	-33%	12 021
Borrowing	18 192	143 981	32 000	2 709	14 765	21 333	(6 569)	-31%	32 000
Internally generated funds	18 196	5 838	8 095	1 133	5 750	5 397	353	7%	8 095
Total sources of capital funds	39 537	158 300	52 116	4 506	25 701	34 418	(8 717)	-25%	52 116
Financial position									
Total current assets	173 080	149 940	145 422	-	130 476	-	-	-	145 422
Total non current assets	314 101	482 146	361 626	-	335 060	-	-	-	361 626
Total current liabilities	84 581	62 133	74 173	-	62 262	-	-	-	74 173
Total non current liabilities	135 824	316 731	177 849	-	190 325	-	-	-	177 893
Community wealth/Equity	266 777	253 223	255 026	-	212 949	-	-	-	255 026
Cash flows									
Net cash from (used) operating	16 093	(4 936)	729	(31 520)	(21 705)	(20)	21 684	-106709%	729
Net cash from (used) investing	(26 809)	(158 272)	(52 088)	(3 995)	(30 699)	(34 418)	(3 719)	11%	(52 088)
Net cash from (used) financing	711	144 200	35 637	35 087	49 124	-	(49 124)	#DIV/0!	35 637
Cash/cash equivalents at the month/year end	132 053	102 265	120 682	-	84 049	101 965	17 916	18%	71 607
Debtors & creditors analysis									
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	19 516	11 961	492	580	472	518	4 264	41 115	78 919
Creditors Age Analysis									
Total Creditors	1 037	188	-	53	-	-	305	421	2 004

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

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

DC4 Garden Route - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M08 February

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		240 643	275 990	263 495	2 981	170 908	175 328	(4 420)	-3%	263 495
Executive and council		238 879	274 960	256 195	2 557	166 818	170 462	(3 644)	-2%	256 195
Finance and administration		1 763	1 029	7 300	425	4 090	4 867	(776)	-16%	7 300
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		9 762	15 036	15 826	1 273	7 891	10 550	(2 659)	-25%	15 826
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		9 382	14 597	10 381	736	6 748	6 920	(172)	-2%	10 381
Public safety		-	-	5 005	492	842	3 337	(2 494)	-75%	5 005
Housing		-	-	-	-	-	-	-	-	-
Health		380	439	440	44	301	293	7	2%	440
<i>Economic and environmental services</i>		172 672	195 060	201 929	19 146	135 976	134 619	1 357	1%	201 929
Planning and development		-	-	4 605	359	3 037	3 070	(33)	-1%	4 605
Road transport		172 594	194 878	197 230	18 778	132 876	131 487	1 389	1%	197 230
Environmental protection		78	183	93	9	63	62	1	1%	93
<i>Trading services</i>		-	40 332	-	-	-	0	(0)	-100%	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	40 332	-	-	-	0	(0)	-100%	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	423 077	526 418	481 249	23 400	314 776	320 498	(5 722)	-2%	481 249
Expenditure - Functional										
<i>Governance and administration</i>		145 063	182 063	173 528	10 546	101 390	115 626	(14 236)	-12%	173 528
Executive and council		50 821	55 515	54 053	3 327	29 328	36 035	(6 707)	-19%	54 053
Finance and administration		91 397	123 362	116 352	6 991	69 952	77 509	(7 557)	-10%	116 352
Internal audit		2 846	3 186	3 123	228	2 110	2 082	28	1%	3 123
<i>Community and public safety</i>		81 518	91 305	82 314	6 184	54 408	54 709	(301)	-1%	82 314
Community and social services		6 644	8 016	7 321	685	5 089	4 878	211	4%	7 321
Sport and recreation		11 458	14 322	10 751	1 040	7 096	7 167	(71)	-1%	10 751
Public safety		27 355	28 546	27 329	1 235	16 858	18 079	(1 221)	-7%	27 329
Housing		-	-	-	-	-	-	-	-	-
Health		36 061	40 421	36 914	3 224	25 364	24 585	779	3%	36 914
<i>Economic and environmental services</i>		202 446	218 159	219 704	19 789	144 050	146 687	(2 637)	-2%	219 704
Planning and development		20 239	18 300	17 041	1 136	10 908	11 414	(505)	-4%	17 041
Road transport		178 721	195 904	198 901	18 373	130 645	132 601	(1 956)	-1%	198 901
Environmental protection		3 486	3 955	3 762	281	2 496	2 672	(176)	-7%	3 762
<i>Trading services</i>		2 057	38 047	3 939	204	2 353	2 626	(273)	-10%	3 939
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		2 057	38 047	3 939	204	2 353	2 626	(273)	-10%	3 939
<i>Other</i>		2 639	2 630	1 807	96	1 204	1 205	(0)	0%	1 807
Total Expenditure - Functional	3	433 724	532 204	481 293	36 819	303 405	320 853	(17 448)	-5%	481 293
Surplus/ (Deficit) for the year		(10 647)	(5 786)	(44)	(13 420)	11 371	(355)	11 725	-3305%	(44)

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

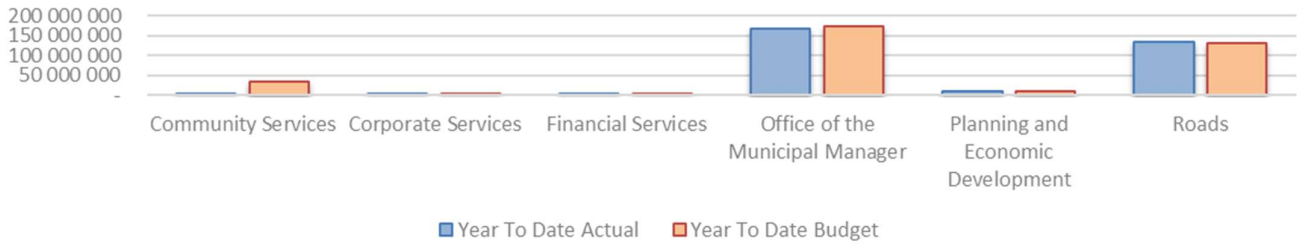
DC4 Garden Route - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M08 February

Vote Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Office of the Municipal Manager		238 879	274 960	256 195	2 557	166 818	170 462	(3 644)	-2,1%	256 195
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		(4)	-	4 046	379	2 751	2 697	54	2,0%	4 046
Vote 4 - Financial Services (cont)		-	-	-	-	(0)	-	(0)	#DIV/0!	-
Vote 5 - Corporate Services		1 764	1 029	2 203	45	932	1 469	(537)	-36,5%	2 203
Vote 6 - Corporate Services (cont)		-	-	1 042	-	402	695	(293)	-42,1%	1 042
Vote 7 - Community Services		380	439	440	44	301	293	7	2,5%	440
Vote 8 - Community Services (cont)		78	40 515	5 073	500	890	3 382	(2 492)	-73,7%	5 073
Vote 9 - Planning and Economic Development		4	-	35	1	21	23	(2)	-8,6%	35
Vote 10 - Planning and Economic Development (cont)		5 701	7 612	10 859	793	7 093	7 240	(147)	-2,0%	10 859
Vote 11 - Planning and Economic Development(cont2)		3 681	6 985	4 127	302	2 693	2 751	(58)	-2,1%	4 127
Vote 12 - Roads		172 594	194 878	197 230	18 778	132 876	131 487	1 389	1,1%	197 230
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	423 077	526 418	481 249	23 400	314 776	320 498	(5 722)	-1,8%	481 249
Expenditure by Vote	1									
Vote 1 - Office of the Municipal Manager		58 788	63 758	64 289	3 736	36 129	42 960	(6 832)	-15,9%	64 289
Vote 2 - Office of the Municipal Manager (cont)		6 265	6 734	6 853	592	4 663	4 567	96	2,1%	6 853
Vote 3 - Financial Services		17 787	22 124	20 350	1 366	12 938	13 567	(629)	-4,6%	20 350
Vote 4 - Financial Services (cont)		5 803	6 511	5 965	421	4 330	3 977	354	8,9%	5 965
Vote 5 - Corporate Services		19 658	37 456	37 105	1 671	16 428	24 751	(8 323)	-33,6%	37 105
Vote 6 - Corporate Services (cont)		23 395	29 874	27 766	1 970	18 224	18 390	(166)	-0,9%	27 766
Vote 7 - Community Services		46 997	52 804	48 057	4 205	33 104	32 011	1 093	3,4%	48 057
Vote 8 - Community Services (cont)		31 715	69 242	33 853	1 619	20 897	22 593	(1 695)	-7,5%	33 853
Vote 9 - Planning and Economic Development		18 107	20 176	15 363	1 023	10 985	10 188	796	7,8%	15 363
Vote 10 - Planning and Economic Development (cont)		23 424	23 326	20 381	1 616	13 451	13 641	(190)	-1,4%	20 381
Vote 11 - Planning and Economic Development(cont2)		3 221	4 296	2 410	226	1 611	1 607	5	0,3%	2 410
Vote 12 - Roads		114 056	124 074	125 618	10 583	86 903	83 826	3 078	3,7%	125 618
Vote 13 - Roads (cont)		64 508	71 830	73 283	7 790	43 742	48 775	(5 033)	-10,3%	73 283
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	433 724	532 204	481 293	36 819	303 405	320 853	(17 448)	-5,4%	481 293
Surplus/ (Deficit) for the year	2	(10 647)	(5 786)	(44)	(13 420)	11 371	(355)	11 725	-3304,6%	(44)

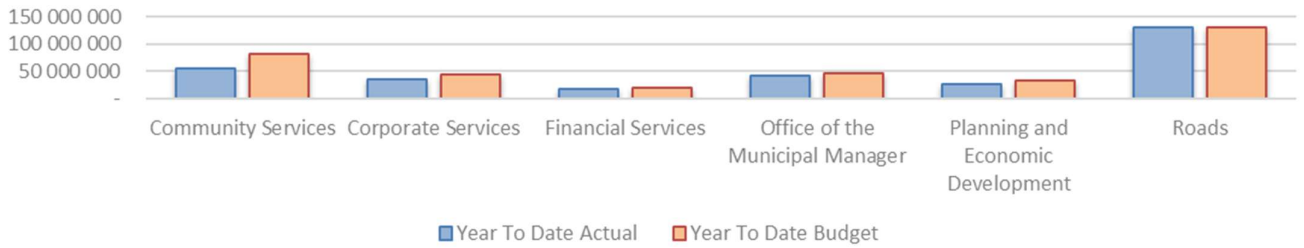
Reporting per municipal vote provide details on the spread of spending over the various functions of council. Revenue is mainly budgeted under the Executive and Council function and therefore most of the revenue will be reflected under this function. The integration of the Roads Agency function into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

Refer to the charts below indicating the revenue and expenditure per vote (Year to Date Actual vs Year to Date Budget amount):

Revenue per Vote: Year To Date Actual vs Year To Date Budget



Expenditure per Vote: Year To Date Actual vs Year To Date Budget



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

DC4 Garden Route - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M08 February

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity							-	0%		
Service charges - Water							-	0%		
Service charges - Waste Water Management							-	0%		
Service charges - Waste management		37 688	-	-	-	0	(0)	-100%	-	
Sale of Goods and Rendering of Services		15 181	26 779	15 586	1 240	7 689	10 391	(2 701)	-26%	15 586
Agency services		188 140	214 389	20 425	1 500	11 997	13 617	(1 619)	-12%	20 425
Interest									0%	
Interest earned from Receivables		4 189	3 371	5 649	184	3 268	3 766	(498)	-13%	5 649
Interest from Current and Non Current Assets		10 253	10 134	10 263	569	6 524	6 842	(318)	-5%	10 263
Dividends									0%	
Rent on Land		573	627	472	38	301	315	(13)	-4%	472
Rental from Fixed Assets		1 315	3 377	1 571	163	1 073	1 048	26	2%	1 571
Licence and permits									0%	
Operational Revenue		6 385	9 386	201 294	19 045	135 588	134 196	1 392	1%	201 294
Non-Exchange Revenue										
Property rates									0%	
Surcharges and Taxes		-	-	-	-	-	-	-	0%	-
Fines, penalties and forfeits									0%	
Licence and permits		78	183	68	8	47	45	2	5%	68
Transfers and subsidies - Operational		189 810	212 004	213 305	654	141 780	142 195	(415)	0%	213 305
Interest									0%	
Fuel Levy									0%	
Operational Revenue									0%	
Gains on disposal of Assets									0%	
Other Gains		(4)	-	-	-	-	-	-	0%	-
Discontinued Operations									0%	
Total Revenue (excluding capital transfers and contributions)		415 921	517 937	468 633	23 400	308 268	312 414	(4 146)	-1%	468 633
Expenditure By Type										
Employee related costs		279 902	300 666	288 519	24 345	199 970	191 479	8 491	4%	288 519
Remuneration of councillors		12 306	14 216	13 397	1 008	8 492	8 931	(439)	-5%	13 397
Bulk purchases - electricity									0%	
Inventory consumed		51 426	51 861	51 171	6 829	31 288	32 911	(1 623)	-5%	51 171
Debt impairment		6 577	-	-	-	-	-	-	0%	-
Depreciation and amortisation		5 766	5 106	5 960	451	3 610	3 973	(364)	-9%	5 960
Interest		148	8 820	1 428	-	603	952	(349)	-37%	1 428
Contracted services		32 200	81 910	47 770	1 488	20 032	31 418	(11 386)	-36%	47 770
Transfers and subsidies		4 642	2 501	2 348	75	1 141	1 520	(379)	-25%	2 348
Irrecoverable debts written off		2 160	2 100	1 400	(1 516)	108	798	(690)	-86%	1 400
Operational costs		38 407	64 950	69 272	4 184	38 234	48 852	(10 618)	-22%	69 272
Losses on Disposal of Assets		136	-	-	-	-	-	-	0%	-
Other Losses		53	75	28	(44)	(73)	19	(91)	-487%	28
Total Expenditure		433 724	532 204	481 293	36 819	303 405	320 853	(17 448)	-5%	481 293
Surplus/(Deficit)										
Transfers and subsidies - capital (monetary allocations)		3 765	8 481	12 581	-	6 481	8 061	(1 580)	-20%	12 581
Transfers and subsidies - capital (in-kind)		3 284	-	35	-	-	23	(23)	-100%	35
Surplus/(Deficit) after capital transfers & contributions		(10 755)	(5 786)	(44)	(13 420)	11 344	(355)			(44)
Income Tax										
Surplus/(Deficit) after income tax		(10 755)	(5 786)	(44)	(13 420)	11 344	(355)			(44)
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		(10 755)	(5 786)	(44)	(13 420)	11 344	(355)			(44)
Share of Surplus/Deficit attributable to Associates										
Intercompany/Parent subsidiary transactions		108	-	-	-	27	-			-
Surplus/ (Deficit) for the year		(10 647)	(5 786)	(44)	(13 420)	11 371	(355)			(44)

Revenue by Source

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

Refer to the below comparison of the revenue for the current month compared to the prior year comparative month:

Revenue	Monthly actual - February 2024	Monthly actual - February 2023	Percentage increase/ (decrease)	Comment
Agency Services	1 499 637,68	18 501 873,16	-92%	Roads reimbursive revenue allocation as recieved from the Department of Transport was not included under Operational revenue in February 2023 but under Agency fees. The latest mSCOA chart released reclassified the reimbursive revenue allocation to Operational revenue in the current financial year (previously classified as Agency services).
Interest from Current and Non-current Assets	569 369,25	930 916,16	-39%	Interest as derived from the bank balance and investments/ call accounts at the time
Interest earned from Receivables	183 665,18	387 056,97	-53%	Decrease in outstanding debtor accounts resulted in lower interest in 2023/24
Rent on Land	37 681,11	116 521,07	-68%	Based on lease agreements entered into for the rental of the municipality's land
Operational Revenue	19 044 814,57	550 940,64	3357%	Roads reimbursive revenue allocation as recieved from the Department of Transport was not included under Operational revenue in February 2023 but under Agency fees. The latest mSCOA chart released reclassified the reimbursive revenue allocation to Operational revenue in the current financial year (previously classified as Agency services).
Rental from Fixed Assets	162 523,20	85 515,19	90%	Based on lease agreements entered into for the rental of the municipality's properties
Sales of Goods and Rendering of Services	1 240 241,14	1 661 325,26	-25%	Significant decrease in fire services due to no major fires during February 2024 compared to February 2023
Licences or Permits (Non-exchange Revenue)	7 669,78	1 702,66	350%	Immaterial monetary increase
Transfers and Subsidies - Capital	0,00	1 000 000,00	-100%	Grants received as per grant payment schedule
Transfers and Subsidies - Operational	654 000,00	400 000,00	64%	Grants received as per grant payment schedule
Grand Total	23 399 601,91	23 635 851,11	-1%	

Refer to the below comparison of the year-to-date revenue compared to the year-to-date budget:

Revenue	Year To Date Actual (YTDA) - February 2024	Year To Date Budget (YTDB) - February 2024	YTDA/YTDB	Comment
Agency Services	11 997 101,44	13 616 522,00	88%	Based on the agreement with the Department of Infrastructure for performing the Roads agency function, as well as an estimate of any additional allocations that may occur during the financial year.
Intercompany/ Parent Subsidiary Transactions	26 875,00	0,00	YTDB was R0 but revenue was recognised	Immaterial
Interest from Current and Non-current Assets	6 524 267,43	6 755 732,00	97%	YTDA vs YTDB is aligned
Interest earned from Receivables	3 267 604,11	3 765 888,00	87%	Based on outstanding debtor accounts
Rent on Land	301 448,88	417 769,00	72%	Rental agreements to be renewed, in process
Operational Revenue	135 587 566,10	134 799 452,00	101%	YTDA vs YTDB is aligned
Rental from Fixed Assets	1 073 265,17	1 245 708,00	86%	Rental agreements to be renewed, in process
Sales of Goods and Rendering of Services	7 689 458,13	10 390 892,00	74%	Included under this revenue is fire fighting fees as well as revenue received from resorts. Majority of the revenue relates to revenue from fire fighting, which are normally received during the high fire season December - March.
Licences or Permits (Non-exchange Revenue)	47 110,71	121 708,00	39%	Licenses/permits issued by EHP
Transfers and Subsidies - Capital	6 481 000,00	8 061 075,00	80%	Grants received as per transfer payment agreement
Transfers and Subsidies - Operational	141 779 809,62	141 517 952,00	100%	Grants received as per transfer payment agreement
Grand Total	314 775 506,59	320 692 698,00	98%	

Sales of Goods and Rendering of Services:

The income for Sales of Goods and Rendering of Services reported for the month ended 29 February 2024 amounts to R1,240,241 (YTDA: R7,689,458 and YTDB: R10,390,892). Majority of the income for this item consists of camping fees from resorts. The shortfall in YTDA vs YTDB is due to a lower occupancy rate than anticipated on the revenue from camping fees and fire services. The possibility of increases in fire services during the high fire season (December – March) are also likely, as these are the typical high fire months.

Agency services:

The municipality performs an agency function on behalf of the Department of Transport – Roads department. Monthly agency fees are collected from the department. 12% Admin fee is received on the original allocation and 6% on any additional allocations. Revenue from agency services was recorded for the month ended 29 February 2024 to the amount of R1,499,638 (YTDA: R11,997,101 and YTDB: R13,616,522).

Interest earned from Receivables / Outstanding debtors:

The interest on outstanding debtors for the month ended 29 February 2024 amounts to R183,665 (YTDA: R3,267,604 and YTDB: R3,765,888). The YTDA interest amount is more than the YTDB amount

which means that higher than expected debtors are not paying their overdue accounts on a timely basis. Debtor section is in process with debt collection procedures as per policy.

Interest earned from Current and Non-Current Assets / External Investments:

This reflects the interest earned in respect of surplus funds not immediately needed in the operations of the municipality over the short-term period. The interest for the month of 29 February 2024 amounts to R569,369 (YTDA: R6,524,267 and YTDB: R6,755,732). Funds are invested for longer periods to maximise revenue from investments. The YTDA amount is in line with the YTDB amount.

Rent on Land:

The income received from rental on land amounts to R37,681 for the month ended 29 February 2024 (YTDA: R301,449 and YTDB: R417,769). The Legal and Property sections are in process with rental contract renewals/ new renewal contracts, of which higher income is expected once the contracts have been concluded.

Rental from Fixed Assets of facilities and equipment:

The income for rental of facilities and equipment reported for the month ended 29 February 2024 amounts to R162,523 (YTDA: 1,073,265 and YTDB: R1,245,708). The Legal and Property sections are in process with rental contract renewals/ new renewal contracts, of which higher income is expected once the contracts have been concluded.

Operational Revenue:

Operational revenue reflects an amount of R19,044,814 for the month ended 29 February 2024 (YTDA: R135,587,566 and YTDB: R134,799,452). The major item included under Operational revenue consists of the Department of Public Transport (Roads department) monthly payments as per the signed MOA. The YTDA amount is in line with the YTDB amount.

Transfers recognised – operational:

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of Revenue Act's respectively. The first instalment of R74,305,000 (Total allocation R178,333,000) for the Equitable Share and R1,560,000 for Safety Implementation Grant (WOSA) was received during July 2023, this is the total grant allocation received in full. The municipality also received R1,046,000 in respect of the SETA funding (Skills Mecca) during July 2023 as per the SLA. The municipality received R1,000,000 for the FMG, the first instalment of R545,000 for the EPWP Grant, R1,928,000 for the Rural Roads Assets Management Grant and R2,000,000 for the Energy Efficiency and Demand Side Management Grant, during the month of August 2023, from National Treasury. The municipality received R4,481,000 from Provincial Treasury for the Fire Service Capacity Grant during the month of September 2023.

For the month of October 2023, the municipality did not receive any operational grant funding.

During the month of November 2023, the municipality received R401,940 in respect of the SETA funding.

During December 2023 the municipality received R1,037,100 in respect of the SETA funding and an equitable share portion of R59,209,000.

The municipality received the last tranche payment of R654,000 for the EPWP Grant during the month of February 2024.

Expenditure by Type

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

Refer to the below comparison of the expenditure for the current month compared to the prior year comparative month:

Expenditure	Monthly actual - February 2024	Monthly actual - February 2023	Percentage increase/ (decrease)	Comment
Contracted Services	1 487 868,26	2 687 704,15	-45%	Due to a decrease in Consultants and Professional Services and Contractors
Depreciation and Amortisation	451 195,86	427 261,37	6%	Increase is in line with inflation
Employee Related Cost	24 344 741,39	22 785 848,92	7%	Increase is in line with inflation
Inventory	-44 391,77	28 443,90	-256%	Relates to movements in net realisable value for inventory (fuel)
Inventory Consumed	6 829 048,47	5 793 275,33	18%	Due to an increase in material and supplies consumed
Irrecoverable Debts Written Off	-1 515 945,53	0,00	No irrecoverable debts written off in February 2023	Based on reports submitted to council for approval of write-offs
Operating Leases	92 740,03	24 873,99	273%	Increase relates to the lease of the fire station building
Operational Cost	4 091 498,17	3 891 193,87	5%	Increase is in line with inflation
Remuneration of Councillors	1 007 950,49	1 025 780,47	-2%	Due to a vacancy in council
Transfers and Subsidies (Expenditure)	74 502,24	19 800,00	276%	Grants paid as per business plan
Grand Total	36 819 207,61	36 684 182,00	0%	

Refer to the below comparison of the year-to-date expenditure compared to the year-to-date budget:

Expenditure	Year To Date Actual (YTDA) - February 2024	Year To Date Budget (YTDB) - February 2024	YTDA/YTDB	Comment
Contracted Services	20 032 079,95	35 691 523,00	56%	Under spending in the Training and development section with regards to service providers appointed to provide training services. Under spending in Firefighting section with regards to the aerial resources expenditure vote. It is expected that this will increase during high fire season (December – March)
Depreciation and Amortisation	3 609 566,88	3 404 299,00	106%	YTDA vs YTDB is aligned
Employee Related Cost	199 970 030,62	197 915 540,00	101%	YTDA vs YTDB is aligned
Interest Paid	603 053,95	952 000,00	63%	Relates to interest paid on loan for landfill site which is not yet operational
Inventory	-72 552,98	49 707,00	-146%	Relates to movements in net realisable value for inventory (fuel)
Inventory Consumed	31 287 564,89	30 956 670,00	101%	YTDA vs YTDB is aligned
Irrecoverable Debts Written Off	108 429,00	798 000,00	14%	Based on reports submitted to council for approval of write-offs
Operating Leases	561 308,69	499 327,00	112%	Due to YTDA exceeding YTDB for the lease of the fire station building.
Operational Cost	37 672 586,26	46 366 151,00	81%	Highest items of under-expenditure relates to the following: -Hire charges -Communication -Management fees -Professional Bodies, Membership and Subscription fees
Remuneration of Councillors	8 492 015,49	9 477 329,00	90%	Due to a vacancy in council
Transfers and Subsidies (Expenditure)	1 140 759,85	1 665 755,00	68%	Grants paid as per business plan
Grand Total	303 404 842,60	327 776 301,00	93%	

Employee Related cost / Remuneration of councillors:

Remuneration related expenditure (councillors and staff) for the month ended 29 February 2024 amounted to R25,352,692 (YTDA: R208,462,046 and YTDB: R207,392,869) of an adjusted budget amount of R301,916,000 which represents 63% of the total operating expenditure budget. The Remuneration related expenditure represents 69% of the total monthly expenditure. The YTDA amount is in line with the YTDB amount.

Inventory Consumed:

Other materials consist of all inventories consumed, purchases for materials and supplies; and amounts to R6,829,048 (YTDA: R31,287,565 and YTDB: R30,956,670) for the month ended 29 February 2024 against a total adjusted budgeted amount of R51,171,000. The YTDA amount is in line with the YTDB amount.

Depreciation and amortisation:

Depreciation and amortisation of R451,196 was recognised in February 2024. (YTDA: R3,609,567 and YTDB: R3,404,299). The YTDA amount is in line with the YTDB amount.

These items account for non-cash budgeted items. The fixed asset register module must be implemented at Garden Route DM by the service provider (Phoenix) of the financial system. The Asset Verification module has been implemented – the GRAP implementation testing will be performed during the 2023/2024 financial year. Template is being populated for the import of the audited Excel FAR into the Collaborator FAR. Thereafter, reconciliations must be performed on the data and various set-ups done to movement accounts, etc.

Contracted services:

The contracted services for the month ended 29 February 2024 amounts to R1,487,868 (YTDA: R20,032,080 and YTDB: R35,691,523) against a total adjusted budget amount of R47,770,000.

Majority of the difference in the YTDA amount compared to the YTDB amount is due to:

- Under spending in the Training and development section with regards to service providers appointed to provide training services e.g. MMC training and SETA projects.
- Under spending in Firefighting section with regards to the aerial resources expenditure vote. It is expected that this will increase during high fire season (December – March).

Transfers and subsidies:

The transfers and subsidies expenditure for the month ended 29 February 2024 amounts to R74,502 (YTDA: R1,140,760 and YTDB: R1,665,755) against a total adjusted budget amount of R2,348,000.

Operational costs:

Operational costs for the month ended 29 February 2024 amounts to R4,184,238 (YTDA: R38,233,895 and YTDB: R46,366,151) against a total adjusted budget amount of R69,272,000.

The operational costs consist of the following (among other):

- External Audit fees
- Travel and Subsistence
- Operating leases
- Operating Projects (own funds)
- Bank Charges
- Advertisements
- Telephone costs
- Municipal Accounts
- Software licenses
- Internet fees

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

DC4 Garden Route - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M08 February

Vote Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		-	-	800	-	-	533	(533)	-100%	800
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Financial Services (cont)		-	-	-	-	-	-	-	-	-
Vote 5 - Corporate Services		-	-	5	-	4	5	(1)	-13%	5
Vote 6 - Corporate Services (cont)		499	250	245	89	238	162	76	47%	245
Vote 7 - Community Services		2 844	8 619	11 641	1 279	9 780	7 712	2 068	27%	11 641
Vote 8 - Community Services (cont)		18 328	144 631	35 185	2 722	14 777	23 179	(8 402)	-36%	35 185
Vote 9 - Planning and Economic Development		-	-	-	-	-	-	-	-	-
Vote 10 - Planning and Economic Development (cont)		2 970	4 800	4 240	416	901	2 827	(1 926)	-68%	4 240
Vote 11 - Planning and Economic Development(cont2)		-	-	-	-	-	-	-	-	-
Vote 12 - Roads		-	-	-	-	-	-	-	-	-
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	24 641	158 300	52 116	4 506	25 701	34 418	(8 717)	-25%	52 116
Single Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		3 870	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		20	-	-	-	-	-	-	-	-
Vote 4 - Financial Services (cont)		-	-	-	-	-	-	-	-	-
Vote 5 - Corporate Services		5	-	-	-	-	-	-	-	-
Vote 6 - Corporate Services (cont)		2 500	-	-	-	-	-	-	-	-
Vote 7 - Community Services		1 587	-	-	-	-	-	-	-	-
Vote 8 - Community Services (cont)		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Economic Development		62	-	-	-	-	-	-	-	-
Vote 10 - Planning and Economic Development (cont)		3 425	-	-	-	-	-	-	-	-
Vote 11 - Planning and Economic Development(cont2)		-	-	-	-	-	-	-	-	-
Vote 12 - Roads		-	-	-	-	-	-	-	-	-
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		3 427	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	14 897	-	-	-	-	-	-	-	-
Total Capital Expenditure		39 537	158 300	52 116	4 506	25 701	34 418	(8 717)	-25%	52 116
Capital Expenditure - Functional Classification										
Governance and administration		12 844	8 869	10 919	1 368	8 495	7 280	1 216	17%	10 919
Executive and council		6 370	-	800	-	-	533	(533)	-100%	800
Finance and administration		6 474	8 869	10 119	1 368	8 495	6 746	1 749	26%	10 119
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		5 337	1 450	5 722	13	1 539	3 488	(1 949)	-56%	5 722
Community and social services		1 329	-	1 772	-	1 527	1 133	394	35%	1 772
Sport and recreation		3 498	800	800	-	-	533	(533)	-100%	800
Public safety		504	650	3 150	13	13	1 822	(1 810)	-99%	3 150
Housing		-	-	-	-	-	-	-	-	-
Health		7	-	-	-	-	-	-	-	-
Economic and environmental services		3 164	4 000	3 440	416	901	2 293	(1 392)	-61%	3 440
Planning and development		3 164	4 000	3 440	416	901	2 293	(1 392)	-61%	3 440
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		18 192	143 981	32 035	2 709	14 765	21 357	(6 592)	-31%	32 035
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		18 192	143 981	32 035	2 709	14 765	21 357	(6 592)	-31%	32 035
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	39 537	158 300	52 116	4 506	25 701	34 418	(8 717)	-25%	52 116
Funded by:										
National Government		2 970	4 000	3 440	416	901	2 293	(1 392)	-61%	3 440
Provincial Government		179	4 481	8 581	247	4 285	5 394	(1 109)	-21%	8 581
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat/ Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatbns, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		3 149	8 481	12 021	663	5 186	7 688	(2 501)	-33%	12 021
Borrowing	6	18 192	143 981	32 000	2 709	14 765	21 333	(6 569)	-31%	32 000
Internally generated funds		18 196	5 838	8 095	1 133	5 750	5 397	353	7%	8 095
Total Capital Funding		39 537	158 300	52 116	4 506	25 701	34 418	(8 717)	-25%	52 116

Refer to next page for a detailed breakdown of the capital expenditure:

SCOA config	Nr.	Project description	Original Budget R'000	Adjusted budget R'	YTD Expenditure R'	Status of project	Any challenges identified that is resulting in delays?
71010110001	1	Upgrading of buildings - Retrofitting EEDS	4 000 000	3 440 000	901 158	Order Issued to Supplier	No challenges anticipated
71207230002	2	Replacing ICT Capital Equipment beyond economical	250 000	0	0	N/A - R0 per the Adjusted budget	No challenges anticipated
71801310001	3	Firestation: George	4 638 075	5 814 561	5 494 990	Completed	Delay in the Fire station project as the Contractor's revised construction program indicated a revised completion date of 30 January 2024. The fire station is completed and operational from February 2024.
71801310002	4	Firestation: George	3 000 000	3 000 000	2 758 563	Completed	Delay in the Fire station project as the Contractor's revised construction program indicated a revised completion date of 30 January 2024. The fire station is completed and operational from February 2024.
71801330001	5	Firefighting Vehicle (bakkie)	981 000	981 000	0	In Process	No challenges anticipated
73602102302	6	Vehicle (bakkie)	800 000	800 000	0	Order Issued to Supplier	No challenges anticipated
72305230001	7	Hazmat Rescue & Fire Equipment	150 000	150 000	12 595	Order Issued to Supplier	No challenges anticipated
72305230005	8	Hazardous Materials Equipment	500 000	500 000	0	In Process	No challenges anticipated
74402100901	9	Landfill Site: PPE	143 981 000	32 000 000	14 764 780	Order Issued to Supplier	Weekly progress provided to Management Committee and standing agenda item in Council meetings
71207104112	10	Wireless Access Points	0	35 052	34 613	Completed	Completed
71207104144	11	QNAP Backup Storage	0	72 741	71 287	Completed	Completed
71207104145	12	Monitor	0	2 477	2 477	Completed	Completed
71207104165	13	Network Equipment	0	12 000	10 312	In Process	No challenges anticipated
71207104168	14	USB Type-C Port Replicators	0	8 000	5 480	In Process	No challenges anticipated
71207104167	15	Inverters	0	114 730	113 432	Completed	Completed
71207104080	16	Medical Chair	0	5 000	4 331	Completed	Completed
71602102321	17	Mobile Generators	0	1 526 549	1 526 549	Completed	Completed
71801330002	18	Flood Response Vehicle	0	2 500 000	0	Order Issued to Supplier	No challenges anticipated
71602102250	19	Mobile Generator Trailer	0	73 451	0	In Process	No challenges anticipated
71018104032	20	Council Chambers Chair	0	800 000	0	In Process	No challenges anticipated
71801330005	21	Flood Response Vehicle CRR	0	52 082	0	In Process	No challenges anticipated
71602102260	22	Mobile Generator Trailer CRR	0	21 686	0	In Process	No challenges anticipated
71602102302	23	Repeater	0	171 862	0	In Process	No challenges anticipated
74402100902	24	Drone: Donated PPE	0	35 000	0		
Totals			158 300 075	52 116 191	25 700 566		

Commitments against capital for the month February 2024				
71010110001	1	Upgrading of buildings - Retrofitting EEDS		1 879 942
71801310002	4	Firestation: George		186 119
71801330002	18	Flood Response Vehicle		219 601
73602102302	6	Vehicle (bakkie)		549 971
72305230001	7	Hazmat Rescue & Fire Equipment		117 600
74402100901	9	Landfill Site: PPE		1 375 563
		Total Commitments		4 328 795

The largest item on the capital budget is the construction of the regional landfill site (R32,000,000).

3.1.6 Table C6: Monthly Budget Statement - Financial Position

DC4 Garden Route - Table C6 Monthly Budget Statement - Financial Position - M08 February

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		135 244	100 110	120 686	80 049	120 686
Trade and other receivables from exchange transactions		(61 746)	16 279	4 362	34 748	4 362
Receivables from non-exchange transactions		46	-	46	46	46
Current portion of non-current receivables		4 246	4 293	4 293	4 293	4 293
Inventory		3 483	2 979	3 455	3 274	3 455
VAT		5 300	6 060	7 105	8 070	7 105
Other current assets		86 507	20 220	5 475	(3)	5 475
Total current assets		173 080	149 940	145 422	130 476	145 422
Non current assets						
Investments		27	28	28	28	28
Investment property		55 720	64 187	65 948	65 895	65 948
Property, plant and equipment		198 967	355 193	235 149	207 911	235 149
Biological assets						
Living and non-living resources						
Heritage assets						
Intangible assets		675	(26)	412	1 137	412
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions		58 711	62 764	60 088	60 088	60 088
Other non-current assets						
Total non current assets		314 101	482 146	361 626	335 060	361 626
TOTAL ASSETS		487 181	632 086	507 048	465 537	507 048
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		1 099	100	663	663	663
Consumer deposits		711	468	637	849	637
Trade and other payables from exchange transactions		59 663	27 928	46 470	15 270	46 470
Trade and other payables from non-exchange transactions		(1 689)	4 588	2 649	7 682	2 649
Provision		25 598	26 843	22 791	30 601	22 791
VAT		(801)	2 207	963	7 198	963
Other current liabilities						
Total current liabilities		84 581	62 133	74 173	62 262	74 173
Non current liabilities						
Financial liabilities		650	170 315	35 583	49 246	35 583
Provision		12 088	12 024	12 042	12 113	12 085
Long term portion of trade payables						
Other non-current liabilities		123 086	134 391	130 224	128 966	130 224
Total non current liabilities		135 824	316 731	177 849	190 325	177 893
TOTAL LIABILITIES		220 405	378 864	252 022	252 588	252 066
NET ASSETS	2	266 777	253 223	255 026	212 949	254 982
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		216 302	200 293	212 135	170 058	212 135
Reserves and funds		50 475	52 930	42 891	42 891	42 891
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	266 777	253 223	255 026	212 949	255 026

Financial ratios:

Current Ratio:	(Current Assets / Current Liabilities)			
	Norm: 1.5 - 2.1			
			29 February 2024	30 June 2023
Current Assets			183 809 601	165 471 656
Current Liabilities			62 262 412	82 598 391
Current ratio			2,95	2,00 times
Comment				
The purpose of the current ratio is to determine whether GRDM has the ability to pay its short term liabilities				
The norm is 1.5 - 2.1 times. As at 29 February 2024, GRDM's current ratio is 2,95 times, which is higher than the norm.				

Cash / Cost Coverage Ratio (Excl. Unspent Conditional Grants):				
	((Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, Provision for Bad Debts, Impairment and Loss on Disposal of Assets)			
	Norm: 1-3 months			
			29 February 2024	30 June 2023
Cash and cash equivalents			84 049 048	136 403 451
Unspent conditional grants			- 4 487 267	- 2 649 255
			79 561 781	133 754 196
Total expenditure			303 404 843	429 811 158
Depreciation and Amortisation			- 3 609 567	- 5 766 102
Provision for bad debts			- 46 817 805	- 46 817 805
			252 977 471	377 227 251
Monthly average			21 081 456	31 435 604
Cost cover			3,8	4,3 times
Comment				
The purpose of this ratio is to determine the amount of cash available to pay monthly operating expenses.				
The norm is 1-3 months - GRDM is above the norm.				

Net debtor days:	((Gross Debtors - Bad debt Provision)/ Actual Billed Revenue) × 365			
	Norm: 30 days			
			29 February 2024	30 June 2023
Gross debtors closing balance after bad debt prov			34 794 140	17 160 346
Billed revenue			23 799 581	19 489 635
			534	321 days
Comment				
This ratio indicates how quick (in days) the municipality is able to receive payment from bills sent out to the public on a monthly basis.				
The main reason for this relates to the complexities and legal challenges associated with billing and payment of fire fighting services in the district.				
GRDM sends out letters of demand and, as applicable, hands over non-paying debtors to the legal department. Proving however where a fire originated from remains a challenge and a protracted legal process.				
GRDM installed a new incident management system in the Disaster Management section, which will greatly strengthen GRDM's ability to prove fire origination, which is expected to result in an improvement regarding receiving payment from fire fighting services debtors.				

Debt to Revenue Ratio:		(Total debt / Total revenue) x 100		
			29 February 2024	
Total debt		13 912 000		
Total revenue		308 267 632		
		4,51%		
Comment				
The purpose of this ratio is to measure GRDM's ability to repay debt. For purposes of the loan agreement with Standard Bank, the Debt to Revenue Ratio must be maintained at a level that is less than or equal to 50% (fifty percent) of revenue.				
The municipality has sufficient revenue to cover its debt obligations, as total debt only constitutes 4,51% of total revenue, which is well within the norm of 50% or less as per the loan agreement.				

Interest Paid to Total Cost Ratio:		(Interest paid / Total expenditure) x 100		
			29 February 2024	
Interest paid		603 054		
Total expenditure		303 404 843		
		0,20%		
Comment				
The purpose of this ratio is to measure GRDM's interest expense compared to all expenses incurred. For purposes of the loan agreement with Standard Bank, the Interest paid to total costs must be maintained at a level that is less than or equal to 7.5% (seven-point five percent) of total expenditure.				
The interest expense only makes up 0,20% of all expenditure incurred, therefore it is not a significant expenditure item for GRDM and is well within the norm of 7,5% or less as per the loan agreement.				

3.1.7 Table C7: Monthly Budget Statement - Cash Flow

DC4 Garden Route - Table C7 Monthly Budget Statement - Cash Flow - M08 February

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates										
Service charges		-	37 688	-	-	-	0	(0)	-100%	-
Other revenue		(204 127)	54 770	236 902	2 935	114 196	157 935	(43 739)	-28%	236 902
Transfers and Subsidies - Operational		339 196	405 154	213 305	866	146 964	142 195	4 769	3%	213 305
Transfers and Subsidies - Capital		6 600	8 481	12 581	500	6 981	8 061	(1 080)	-13%	12 581
Interest		3 289	10 134	8 240	359	2 937	5 493	(2 556)	-47%	8 240
Dividends										
Payments										
Suppliers and employees		(128 864)	(512 343)	(468 870)	(36 180)	(292 783)	(312 752)	(19 969)	6%	(468 870)
Interest		-	(8 820)	(1 428)	-	-	(952)	(952)	100%	(1 428)
Transfers and Subsidies										
NET CASH FROM/(USED) OPERATING ACTIVITIES		16 093	(4 936)	729	(31 520)	(21 705)	(20)	21 684	-106709%	729
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE										
Decrease (increase) in non-current receivables										
Decrease (increase) in non-current investments		27	28	28	-	-	-	-		28
Payments										
Capital assets		(26 836)	(158 300)	(52 116)	(3 995)	(30 699)	(34 418)	(3 719)	11%	(52 116)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(26 809)	(158 272)	(52 088)	(3 995)	(30 699)	(34 418)	(3 719)	11%	(52 088)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans										
Borrowing long term/refinancing		-	143 732	35 000	35 000	48 912	-	48 912	#DIV/0!	35 000
Increase (decrease) in consumer deposits		711	468	637	87	212	-	212	#DIV/0!	637
Payments										
Repayment of borrowing										
NET CASH FROM/(USED) FINANCING ACTIVITIES		711	144 200	35 637	35 087	49 124	-	(49 124)	#DIV/0!	35 637
NET INCREASE/ (DECREASE) IN CASH HELD		(10 005)	(19 008)	(15 721)	(428)	(3 279)	(34 438)			(15 721)
Cash/cash equivalents at beginning:		142 058	121 273	136 403	87 328	87 328	136 403			87 328
Cash/cash equivalents at month/year end:		132 053	102 265	120 682		84 049	101 965			71 607

The municipal bank balance at 29 February 2024 totals R40,049,048 and there were short term deposits made of R40,000,000 and call account deposits of R4,000,000. Total cash available at month-end is therefore R84,049,048.

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

REPORTING MONTH: 28 February 2024		
Commitments against Cash & Cash Equivalents		
ITEM	Previous Month R'000	Current Month R'000
Bank balance as at 28 February 2024	43 328 071,00	40 049 048,00
Other Cash & Cash Equivalents: Short term deposits	40 000 000,00	40 000 000,00
Other Cash & Cash Equivalents: Call accounts	4 000 000,00	4 000 000,00
Total Cash & Cash Equivalents:	87 328 071,00	84 049 048,00
LESS:	100 869 393,18	85 689 675,59
Unspent Conditional Grants	3 467 470,87	4 487 267,34
Provision for staff leave	21 672 994,00	21 672 994,00
Provision for bonus	7 490 011,00	7 490 011,00
Post Retirement Benefits	10 731 300,00	10 731 300,00
Performance Bonus	956 188,00	956 188,00
Trade Payables	21 269 564,97	22 951 985,85
YTD Unspent Capital budget	1 222 053,00	2 345 000,00
YTD Unspent Operational budget	34 059 811,34	15 054 929,40
Sub total	-13 541 322,18	-1 640 627,59
PLUS:	58 555 298,21	42 863 734,16
VAT Receivable	6 741 943,20	8 069 593,90
Receivable Exchange	2 318 714,00	4 748 128,26
Department of Transport and Public Works	49 494 641,01	30 046 012,00
	45 013 976,03	41 223 106,57
LESS OTHER MATTERS:		
Capital Replacement Reserve	4 133 051,00	-
Employee Benefits Reserves	38 762 712,00	38 762 712,00
Sub Total	2 118 213,03	2 460 394,57
LESS: CONTINGENT LIABILITIES	4 500 000,00	4 500 000,00
Theunis Barnard	-	-
F du Toit (Vicbay Theft)	-	-
Hoogbaard	-	-
I Gerber	-	-
A de Wet	-	-
Barry Louis Rae Trust	4 500 000,00	4 500 000,00
Portion of Portion 2 of Farm 238, Hooggekraal	-	-
Labour disputes	-	-
Recalculated available cash balance	-2 381 786,97	-2 039 605,43
Total actual February 2024 expenditure excluding Roads (expenditure paid and taken into account in cash balance)	22 146 102,02	18 179 602,22

PART 2 – SUPPORTING DOCUMENTATION

Section 4 – Debtors' analysis

Supporting Table SC3

DC4 Garden Route - Supporting Table SC3 Monthly Budget Statement - aged debtors - M08 February

Description	NT Code	Budget Year 2023/24										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts Lit. o Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days			
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	–	–	–	–	–	–	–	–	–	–	–	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	–	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	–	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	–	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Waste Management	1600	–	–	–	–	–	–	–	–	–	–	–	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	–	–	–	–	–	–	–	–	11	11	11	–	–
Interest on Arrear Debtor Accounts	1810	385	388	391	386	385	384	2 539	8 983	13 840	12 676	–	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	19 131	11 573	101	195	86	134	1 725	32 121	65 068	34 282	–	–	–
Total By Income Source	2000	19 516	11 961	492	580	472	518	4 264	41 115	78 919	46 949	–	–	–
2022/23 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	498	37	37	121	35	36	399	3 593	4 754	4 183	–	–	–
Commercial	2300	18 417	11 657	424	420	414	416	3 810	37 311	73 067	42 370	–	–	–
Households	2400	–	–	–	–	–	–	–	–	–	–	–	–	–
Other	2500	601	68	32	39	23	67	55	212	1 097	396	–	–	–
Total By Customer Group	2600	19 516	11 961	492	580	472	518	4 264	41 115	78 919	46 949	–	–	–

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

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

The municipality is required to submit debtors age analysis data strings monthly.

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

Debt owing by Government Institutions

Total debt owing by government institutions to the Garden Route DM is summarised as follows as at 29 February 2024:

	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:
Total Government Debt owed to GRDM	- 14,48	19 718 064,26	11 520 756,88	114 596,11	13 163 051,04	44 516 453,81	40 230 429,68	4 286 024,13

Refer to the below table depicting the name of the government institution owing debt, aging, amount outstanding and Intergovernmental Relations (IGR) process followed:

ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
38900002	BITOU MUNISIPALITEIT	0	340,24	340,24	340,24	31 734,86	32 755,58	29 693,42	3 062,16	No
84000151	BITOU MUNICIPALITY	0	0	0	0	-	-	-	-	N/A
84000210	BITOU MUNICIPALITY	0	385,58	385,58	385,58	38 964,85	40 121,59	33 650,86	6 470,73	No
84000557	BITOU MUNICIPALITY	0	929,72	929,72	929,72	82 280,20	85 069,36	81 138,75	3 930,61	No
		-	1 655,54	1 655,54	1 655,54	152 979,91	157 946,53	144 483,03	13 463,50	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
39001127	GEORGE MUNICIPALITY	-	3 748,59	3 748,59	3 748,59	471 475,18	482 720,95	327 149,75	155 571,20	IGR approval obtained & files submitted for recovery
39001128	GEORGE MUNICIPALITY	-	46,06	46,06	46,06	6 087,51	6 225,69	4 019,75	2 205,94	IGR approval obtained & files submitted for recovery
84000166	GEORGE MUNICIPALITY	-	24,18	24,18	24,18	3 195,42	3 267,96	2 110,00	1 157,96	IGR approval obtained & files submitted for recovery
84000287	GEORGE MUNICIPALITY	-	-	-	-	-	-	-	-	N/A
84000319	GEORGE MUNICIPALITY	-	-	-	-	-	-	-	-	N/A
84000554	GEORGE MUNICIPALITY	-	-	-	2 077,80	-	2 077,80	-	2 077,80	N/A - awaiting payment
84000618	GEORGE MUNICIPALITY	-	25,62	25,62	25,62	2 509,88	2 586,74	2 235,97	350,77	IGR approval obtained & files submitted for recovery
84000673	GEORGE MUNICIPALITY	-	60,98	60,98	60,98	5 746,51	5 929,45	5 624,55	304,90	IGR approval obtained & files submitted for recovery
84000674	GEORGE MUNICIPALITY	- 14,48	-	-	-	-	-	-	14,48	N/A
84000783	GEORGE MUNICIPALITY	-	283,23	283,23	283,23	24 717,85	25 567,54	24 717,85	849,69	IGR approval obtained & files submitted for recovery
		- 14,48	4 188,66	4 188,66	6 266,46	513 732,35	528 361,65	365 857,87	162 503,78	

ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
37000815	MUNISIPALITEIT HESSEQUA	-	-	-	-	-	-	-	-	N/A
37001113	HESSEQUA MUNICIPALITY	-	66 069,35	-	-	-	66 069,35	66 069,35	-	Council Approval obtained on settlement offer and payment received on 08/03/2024
38000507	MUNISIPALITEIT HESSEQUA	-	21 481,79	494,21	-	-	21 976,00	-	21 976,00	N/A - current month rental
38900005	HESSEQUA MUNICIPALITEIT	-	-	-	-	-	-	0,01	0,01	N/A
39001111	HESSEQUA MUNICIPALITY	-	-	-	-	-	-	-	-	Council Approval obtained on settlement offer and payment received on 08/03/2024
84000153	HESSEQUA MUNICIPALITY	-	-	-	-	-	-	-	-	N/A
84000534	HESSEQUA MUNICIPALITY	-	315,61	-	-	-	315,61	1 092,00	776,39	Council Approval obtained on settlement offer and payment received on 08/03/2024
84000543	HESSEQUA MUNICIPALITY	-	29 138,23	-	-	-	29 138,23	29 138,23	-	Council Approval obtained on settlement offer and payment received on 08/03/2024
84000548	HESSEQUA MUNICIPALITY	-	695,55	-	-	-	695,55	695,55	-	Council Approval obtained on settlement offer and payment received on 08/03/2024
84000657	HESSEQUA MUNICIPALITY	-	342 538,05	-	-	-	342 538,05	342 538,05	-	Council Approval obtained on settlement offer and payment received on 08/03/2024
		-	460 238,58	494,21	-	-	460 732,79	439 533,19	21 199,60	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
37000669	KANNALAND MUNICIPALITEIT	-	-	-	-	-	-	-	-	No
37001111	KANNALAND MUNICIPALITEIT	-	10 067,59	10 067,59	10 067,59	1 285 521,95	1 315 724,72	878 626,39	437 098,33	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
38200060	MUNISIPALITEIT KANNALAND	-	354,13	354,13	354,13	32 676,90	33 739,29	30 906,25	2 833,04	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
38900006	KANNALAND MUNICIPALITEIT	-	936,14	936,14	936,14	107 105,13	109 913,55	81 699,27	28 214,28	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
39001130	KANNALAND MUNICIPALITY	-	86,11	86,11	86,11	11 380,27	11 638,60	7 514,80	4 123,80	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
39001131	KANNALAND MUNICIPALITY	-	218,39	218,39	218,39	26 483,86	27 139,03	19 059,04	8 079,99	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000213	KANNALAND MUNICIPALITY	-	1 001,31	1 001,31	1 001,31	124 964,18	127 968,11	87 386,59	40 581,52	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000271	KANNALAND MUNICIPALITY	-	639,62	639,62	639,62	84 534,30	86 453,16	55 821,24	30 631,92	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000276	KANNALAND	-	1 062,40	1 062,40	1 062,40	126 425,81	129 613,01	92 718,75	36 894,26	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000323	KANNALAND MUNICIPALITY	-	563,72	563,72	563,72	72 833,71	74 524,87	49 197,01	25 327,86	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000533	KANNALAND MUNICIPALITY	-	149,16	149,16	149,16	15 464,52	15 912,00	13 017,86	2 894,14	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000597	KANNALAND MUNICIPALITY	-	616,02	616,02	616,02	60 488,48	62 336,54	53 762,04	8 574,50	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000624	KANNALAND MUNICIPALITY	-	68,45	68,45	68,45	6 516,18	6 721,53	5 973,56	747,97	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000690	KANNALAND MUNICIPALITY	-	57,14	57,14	57,14	5 329,22	5 500,64	4 986,38	514,26	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000792	KANNALAND MUNICIPALITY	-	3 165,98	-	-	-	3 165,98	3 165,98	-	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000793	KANNALAND MUNICIPALITY	-	42 740,87	-	-	-	42 740,87	42 740,87	-	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
		-	61 727,03	15 820,18	15 820,18	1 959 724,51	2 053 091,90	1 426 576,03	626 515,87	

ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
38900007	KNYSNA MUNISIPALITEIT	-	91,56	91,56	91,56	8 539,83	8 814,51	7 990,47	824,04	No
84000214	KNYSNA MUNICIPALITY	-	150,06	150,06	150,06	13 846,83	14 297,01	13 096,53	1 200,48	No
84000711	KNYSNA MUNICIPALITY	-	-	357,33	357,33	243,51	958,17	-	958,17	N/A - awaiting payment
		-	241,62	598,95	598,95	22 630,17	24 069,69	21 087,00	2 982,69	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
37000809	MOSSELBAY MUNICIPALITY	-	-	-	-	-	-	-	-	N/A
84000215	MOSSELBAY MUNICIPALITY	-	-	-	-	-	-	-	-	No
84000274	MOSSELBAY MUNICIPALITY	-	-	-	-	-	-	-	-	No
84000555	MOSSEL BAY MUNICIPALITY	-	-	-	913,17	-	913,17	-	913,17	No
		-	-	-	913,17	-	913,17	-	913,17	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
37000687	MUNISIPALITEIT OUDTSHOORN	-	-	-	-	-	-	-	-	N/A
38900010	OUDTSHOORN MUNISIPALITEIT	-	-	-	-	-	-	-	-	N/A - interest for write-off
84000486	OUDTSHOORN MUNICIPALITY	-	11 210,79	11 210,79	11 210,79	1 245 416,35	1 279 048,72	978 395,78	300 652,94	IGR approval obtained & files submitted for recovery
84000556	OUDTSHOORN MUNICIPALITY	-	-	-	555,84	-	555,84	-	555,84	N/A - awaiting payment
84000636	OUDTSHOORN MUNICIPALITY	-	2 774,97	2 774,97	2 774,97	269 323,44	277 648,35	242 179,20	35 469,15	IGR approval obtained & files submitted for recovery
		-	13 985,76	13 985,76	14 541,60	1 514 739,79	1 557 252,91	1 220 574,98	336 677,93	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
38900011	PRINCE ALBERT MUNISIPALITEIT	-	42,30	42,30	42,30	3 945,71	4 072,61	3 691,91	380,70	No
		-	42,30	42,30	42,30	3 945,71	4 072,61	3 691,91	380,70	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
37000924	ESKOM HOLDINGS SOC LTD	-	6 306,87	6 306,87	6 306,87	948 963,68	967 884,29	550 418,12	417 466,17	N/A include in debt write-off report
37001073	ESKOM HOLDINGS SOC LTD	-	215,27	215,27	215,27	33 032,45	33 678,26	18 786,95	14 891,31	N/A include in debt write-off report
84000288	ESKOM HOLDINGS	-	40 175,80	40 175,80	40 175,80	5 306 418,94	5 426 946,34	3 506 251,54	1 920 694,80	Yes
84000381	ESKOM	-	18 213,06	18 213,06	18 213,06	2 220 336,99	2 274 976,17	1 589 503,01	685 473,16	Yes
		-	64 911,00	64 911,00	64 911,00	8 508 752,06	8 703 485,06	5 664 959,62	3 038 525,44	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
84000576	SAN PARKS	-	1 858,02	1 858,02	1 858,02	188 369,06	193 943,12	162 154,11	31 789,01	No - discussion in process with institution
		-	1 858,02	1 858,02	1 858,02	188 369,06	193 943,12	162 154,11	31 789,01	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
84000527	SANRAL	-	48,43	48,43	48,43	5 156,44	5 301,73	4 226,58	1 075,15	IGR approval obtained & files submitted for recovery
		-	48,43	48,43	48,43	5 156,44	5 301,73	4 226,58	1 075,15	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
84000404	LT COL XOTYENI	-	27,77	27,77	27,77	3 303,62	3 386,93	2 423,50	963,43	IGR approval obtained & files submitted for recovery
84000541	SA POLICE SERVICE	-	52,10	52,10	52,10	5 474,89	5 631,19	4 546,59	1 084,60	IGR approval obtained & files submitted for recovery
84000688	LADISMITH POLICE STATION	-	11,35	11,35	11,35	1 058,89	1 092,94	990,79	102,15	IGR approval obtained & files submitted for recovery
		-	91,22	91,22	91,22	9 837,40	10 111,06	7 960,88	2 150,18	

ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
84000603	WESTERN CAPE PROVINCIAL GOVERN	-	18 639 605,39	11 406 406,73	-	-	30 046 012,12	30 046 012,12	-	No - Roads Agency Debtor for monthly claims to Province
		-	18 639 605,39	11 406 406,73	-	-	30 046 012,12	30 046 012,12	-	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
84000600	DIST ROADS ENGINEER TPW	-	-	-	-	-	-	-	-	No - discussion in process with institution
84000615	PROVINCIAL ROADS WORKS	-	1 120,15	1 120,15	1 120,15	108 920,03	112 280,48	97 758,08	14 522,40	No - discussion in process with institution
84000764	DISTRICT ROADS ENGINEER	-	38,13	38,13	38,13	3 365,97	3 480,36	3 327,84	152,52	No - discussion in process with institution
		-	1 158,28	1 158,28	1 158,28	112 286,00	115 760,84	101 085,92	14 674,92	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
38800002	DEPARTEMENT GESONDHEID	-	39 151,64	7 749,35	-	-	46 900,99	42 239,84	4 661,15	No - monthly medical recovery claims
		-	39 151,64	7 749,35	-	-	46 900,99	42 239,84	4 661,15	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
84000572	DFFE	-	1 226,88	1 226,88	1 226,88	124 383,55	128 064,19	107 073,36	20 990,83	No - discussion in process with institution
84000629	DFFE	-	342,24	342,24	342,24	32 819,76	33 846,48	29 867,80	3 978,68	No - discussion in process with institution
84000799	DFFE	-	194 332,28	-	-	-	194 332,28	194 332,28	-	No - discussion in process with institution
84000800	DFFE	-	15 829,95	-	-	-	15 829,95	15 829,95	-	No - discussion in process with institution
		-	211 731,35	1 569,12	1 569,12	157 203,31	372 072,90	347 103,39	24 969,51	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
84000475	CALITZDORP HIGH	-	121,84	121,84	121,84	13 694,33	14 059,85	10 632,90	3 426,95	No
		-	121,84	121,84	121,84	13 694,33	14 059,85	10 632,90	3 426,95	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
38200071	PETRO SA PTY LTD	-	57,29	57,29	5 000,00	-	5 114,58	5 000,00	114,58	N/A Air quality unit is withholding certificate until payment is received. Petro SA indicated that the payment is in a process for approval.
		-	57,29	57,29	5 000,00	-	5 114,58	5 000,00	114,58	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 29 February 2024	Original Capital: levied	Interest on account:	IGR Process:
84000801	PROVINCIAL GOVERNMENT WC	-	217 250,31	-	-	-	217 250,31	217 250,31	-	N/A - awaiting payment
		-	217 250,31	-	-	-	217 250,31	217 250,31	-	

Section 5 – Creditors' analysis

Supporting Table C4

DC4 Garden Route - Supporting Table SC4 Monthly Budget Statement - aged creditors - M08 February

Description	NT Code	Budget Year 2023/24									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	1 037	188	-	53	-	-	305	421	2 004	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	1 037	188	-	53	-	-	305	421	2 004	-

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

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

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

Section 6 – Investment portfolio analysis

6.1 Investment monitoring information

	Balance as at 01 February 2024	Movements for the month			Balance as at 28 February 2024	Interest earned Month	Interest earned Year to date
		Investments matured	Investments made	Interest capitalised			
Garden Route District Municipality							
Standard Bank	20 000 000,00	-	-	-	20 000 000,00	-	1 350 508,91
ABSA	12 000 000,00	-	-	-	12 000 000,00	-	2 070 183,56
Nedbank	8 000 000,00	-	-	-	8 000 000,00	-	1 260 730,17
BANK DEPOSITS	40 000 000,00	-	-	-	40 000 000,00	-	4 681 422,64

The municipality invests surplus funds to maximise the interest and to have cash readily available when needed and is done in line with the Cash Management and Investment Policy of council. Monies were invested for longer periods to maximise investment revenue.

Section 7 – Allocation and grant receipts and expenditure

7.1 Supporting Table SC6

DC4 Garden Route - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M08 February

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		180 655	185 267	185 837	654	137 641	123 891	13 750	11,1%	185 837
Local Government Equitable Share		172 721	178 333	178 333	-	133 514	118 889	14 625	12,3%	178 333
Energy Efficiency and Demand Side Management Grant		1 000	-	-	-	-	-	-	-	-
Expanded Public Works Programme Integrated Grant		2 440	2 180	2 180	654	1 199	1 453	(254)	-17,5%	2 180
Local Government Financial Management Grant		1 000	1 000	1 000	-	1 000	667	333	50,0%	1 000
Municipal Systems Improvement Grant		-	1 000	1 000	-	-	667	(667)	-100,0%	1 000
Public Transport Network Grant		900	-	570	-	-	380	(380)	-100,0%	570
Rural Road Asset Management Systems Grant		2 594	2 754	2 754	-	1 928	1 836	92	5,0%	2 754
Provincial Government:		8 938	6 560	7 046	-	1 560	4 689	(3 129)	-66,7%	7 046
Capacity Building		8 938	6 560	7 046	-	1 560	4 689	(3 129)	-66,7%	7 046
Other grant providers:		117	20 177	20 422	-	2 579	13 615	(11 036)	-81,1%	20 422
Other Grants Received		117	20 177	20 422	-	2 579	13 615	(11 036)	-81,1%	20 422
Total Operating Transfers and Grants	5	189 710	212 004	213 305	654	141 780	142 195	(415)	-0,3%	213 305
Capital Transfers and Grants										
National Government:		3 765	4 000	4 000	-	2 000	2 667	(667)	-25,0%	4 000
Energy Efficiency and Demand Side Management Grant		3 765	4 000	4 000	-	2 000	2 667	(667)	-25,0%	4 000
Provincial Government:		-	4 481	8 616	-	4 481	5 418	(937)	-17,3%	8 616
Infrastructure		-	4 481	4 516	-	4 481	3 011	1 470	48,8%	4 516
Capacity Building		-	-	4 100	-	-	2 407	(2 407)	-100,0%	4 100
Other grant providers:		3 284	-	-	-	-	-	-	-	-
[insert description]		3 284	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	7 049	8 481	12 616	-	6 481	8 084	(1 603)	-19,8%	12 616
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	196 759	220 485	225 921	654	148 261	150 279	(2 018)	-1,3%	225 921

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

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

Supporting Table SC8

DC4 Garden Route - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M08 February

Summary of Employee and Councillor remuneration	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands		A	B	C					D	
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		7 666	11 153	8 510	617	5 214	5 673	(459)	-8%	8 510
Pension and UIF Contributions		395	263	330	38	271	220	51	23%	330
Medical Aid Contributions		261	162	175	13	115	117	(2)	-1%	175
Motor Vehicle Allowance		2 042	1 251	1 982	152	1 308	1 321	(14)	-1%	1 982
Cellphone Allowance		1 040	627	1 114	85	731	743	(12)	-2%	1 114
Housing Allowances		766	478	766	64	511	511	0	0%	766
Other benefits and allowances		136	281	520	39	343	347	(4)	-1%	520
Sub Total - Councillors		12 306	14 216	13 397	1 008	8 492	8 931	(439)	-5%	13 397
% increase	4		15,5%	8,9%						8,9%
Senior Managers of the Municipality										
Basic Salaries and Wages		5 315	6 223	6 513	1 964	5 100	4 342	758	17%	6 513
Pension and UIF Contributions		(14 048)	2 093	2 095	66	503	1 397	(893)	-64%	2 095
Medical Aid Contributions		269	220	245	21	164	163	1	0%	245
Overtime										
Performance Bonus		511	777	831	-	505	554	(48)	-9%	831
Motor Vehicle Allowance		(1 109)	908	888	67	541	592	(51)	-9%	888
Cellphone Allowance		171	207	137	11	92	92	-	-	137
Housing Allowances		325	392	250	22	167	166	1	1%	250
Other benefits and allowances		12	22	16	1	11	11	0	0%	16
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment										
Scarcity										
Acting and post related allowance		(383)	4	5	-	(2)	3			5
In kind benefits										
Sub Total - Senior Managers of Municipality		(8 937)	10 846	10 979	2 152	7 082	7 319	(238)	-3%	10 979
% increase	4		-221,4%	-222,9%						-222,9%
Other Municipal Staff										
Basic Salaries and Wages		168 877	177 307	173 732	14 558	118 436	116 578	1 858	2%	173 732
Pension and UIF Contributions		28 714	30 745	29 683	2 430	19 831	19 795	36	0%	29 683
Medical Aid Contributions		36 587	26 234	22 952	2 238	17 205	14 302	2 903	20%	22 952
Overtime		5 409	4 255	5 068	409	3 965	3 379	587	17%	5 068
Performance Bonus		19 449	13 309	13 707	30	13 651	9 138	4 513	49%	13 707
Motor Vehicle Allowance		13 004	13 787	11 685	1 012	8 342	7 457	885	12%	11 685
Cellphone Allowance		130	131	127	15	85	85	0	0%	127
Housing Allowances		2 427	2 929	2 477	202	1 621	1 652	(30)	-2%	2 477
Other benefits and allowances		9 696	7 132	7 543	624	5 308	5 036	272	5%	7 543
Payments in lieu of leave		(4 583)	5 608	3 321	604	3 787	2 214	1 573	71%	3 321
Long service awards		-	-	1 314	-	-	876	(876)	-100%	1 314
Post-retirement benefit obligations		7 677	7 163	5 000	-	-	3 050	(3 050)	-100%	5 000
Entertainment										
Scarcity										
Acting and post related allowance		1 452	1 220	930	70	657	599	58	10%	930
In kind benefits										
Sub Total - Other Municipal Staff		288 839	289 820	277 540	22 192	192 888	184 159	8 729	5%	277 540
% increase	4		0,3%	-3,9%						-3,9%
Total Parent Municipality		292 208	314 882	301 916	25 353	208 462	200 410	8 052	4%	301 916

Remuneration related expenditure for the month ended 29 February 2024 amounted to R25,352,692.

The municipality closely monitors overtime and standby allowances to ensure that it is in line with the prior year comparative month and the budgeted amount. This helps keep track of whether the day-to-day functions are executed within normal working hours and will also act as a monitoring tool as to whether the current staff composition is insufficient; of which long periods of excessive overtime/standby allowance may be an indication that it might be the case. The municipality reports to council monthly on the expenditure on staff benefits as required by the MFMA Section 66.

Section 9 – Municipal manager’s quality certification



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OFFICE OF THE MUNICIPAL MANAGER

Enquiries: Louise Hoek
Reference: 6/1/1 – 23/24
Date: 15 February 2024

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

National Treasury
Local Government Budget Analysis
Private Bag X115
PRETORIA

Sir / Madam

QUALITY CERTIFICATE

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

- The monthly budget statement**
 - Quarterly report on the implementation of the budget and financial state of affairs of the municipality
 - Mid- year budget and performance assessment
- for the month ended **29 February 2024**, has been prepared in accordance with the Municipal Finance Management Act (Act 56 of 2003) and regulations made under the Act.

Print Name Mande Stratu

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

Signature [Handwritten Signature]
Date 14/3/2024