

COUNCIL

28 APRIL 2026

MAYORAL COMMITTEE

28 APRIL 2026

1. **REPORT: SECTION 52 – RESPONSIBILITIES OF MAYOR / VERSLAG: ARTIKEL 52
VERANTWOORDELIKHEDE VAN DIE BURGEMEESTER / INGXELO: U MHLATHI 52 - UXANDUVA
LUKA SODOLOPHU**

(6/18/7)

16 April 2026

REPORT FROM THE EXECUTIVE MAYOR (ALD M KRUGER)

2. PURPOSE OF THE REPORT

The report is tabled to Council in terms of Section 52(d) as required in terms of the Municipal Finance Management Act 56 of 2003 (MFMA).

3. DELEGATED AUTHORITY

Council

4. EXECUTIVE SUMMARY

According to the MFMA Section 52(d) the mayor of a municipality must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality.

5. RECOMMENDATION

- 5.1.1 That Council notes the quarterly report on the implementation of the budget and the financial affairs of the municipality for the year to date and the quarter ending 31 March 2026.

AANBEVELING

5.1.2 *Dat die Raad kennis neem van die kwartaalverslag rakende die implementering van die begroting en die finansiële posisie van die munisipaliteit vir die jaar tot datum en die kwartaal geëindig 31 Maart 2026.*

ISINDULULO

5.1.3 Sesokuba iBhunga lithathele ingqalelo ingxelo yarhoqo ngekota ngokumiselwa kolwabiwo-mali kunye nemicimbi yezemali zomasipala zonyaka uzakuthi ga ngoku kunye nexesha eliphela ngomhla 31 kweyoKwindlaa 2026.

6. DISCUSSION / CONTENTS

6.1 BACKGROUND

Section 52 (d)

The mayor of a municipality –

Must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality.

6.2 FINANCIAL IMPLICATIONS

As contained in the attached report.

6.3 LEGAL IMPLICATIONS

The following legislation applies:

1. Municipal Finance Management Act, No 56 of 2003, section 52
2. Municipal Budget and Reporting Regulations, 17 April 2009

6.4 STAFF IMPLICATION

None

6.5 PREVIOUS / RELEVANT COUNCIL RESOLUTIONS

The report is tabled to Council on a quarterly basis in terms of Section 52(d) of the MFMA.

6.6 RISK IMPLICATIONS

There are no foreseen risks.

ANNEXURE

Section 52 Report



2025/2026

**MFMA SECTION 52 - QUARTERLY
FINANCIAL AND PERFORMANCE
MANAGEMENT REPORT**

Quarter 3

31 March 2026

Garden Route District Municipality
Head Office: 54 York Street, George, 6530
Tel: 044 803 1300

www.gardenroute.gov.za

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.

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 (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. Annual 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.

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 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 dated April 2009.

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

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 is divided. In the Garden Route District this means the different Departments within the municipality.

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

1. Section 52: Quarterly budget statements

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

PART 1 – IN-YEAR REPORT

SECTION 1 – MAYOR'S REPORT

Honourable Speaker, leaders of the opposition, honourable members of the Garden Route District Council on both sides of the house, the municipal manager and his executive management team, staff members, members of the media, interest groups and the citizens of the Garden Route District. I would like to express a warm welcome to you all.

Herewith an executive summary of the performance of the Council for the third quarter ending 31 March 2026. The actual and budgeted figures reported includes the Roads Operational Budget.

These figures are presented in terms of Section 52 of the MFMA.

Revenue by source

The total revenue received by source for the third quarter amounts to **R148,479,093**, against an adjusted budget of **R487,769,082 (YTDB: R354,273,318)**. This represents **30%** recording of revenue for the third quarter.

Majority of the revenue received for the third quarter relates to Operational Revenue (53%), Transfers and Subsidies revenue (33%) which includes the last instalment of the Equitable Share grant to the amount of R47,055,000. Revenue related to the Sale of Goods and Rendering of Services amount to 8% and the other 6% of revenue received was derived from agency services, interest revenue and rental revenue.

Operating Expenditure by source

For the third quarter of the financial year, the municipality recorded expenditure performance of **R130,059,961** against an adjusted budget of **R482,311,362 (YTDB: R366,948,172)**, representing **27%** of expenditure for the third quarter. The expenditure as reflected is for both the GRDM and the Roads department.

The salary related expenditure for the third quarter was **R77,107,523** to an adjusted budget of **R278,533,635 (YTDA: R233,846,870 and YTDB: R201,954,268)**, representing **28%** of the budget. During the adjustments budget process, the employee related costs for the Roads

department was removed for the last quarter of the year due to the expected transfer of the Roads function from 1 April 2026 to DOI, resulting in the variance in the YTDA vs YTDB.

The councillor remuneration expenditure for the third quarter amounts to **R3,005,302** to an adjusted budget of **R15,616,967 (YTDA: R9,798,8420 and YTDB: R12,177,794)**, representing **19%** of the budget. The municipality has implemented a new payroll system and review of the mSCOA configuration codes will be performed to ensure the accounting transactions are correctly reflected.

Spending on contracted services was **R10,996,773** in the third quarter representing **21%** spending of an adjusted budget of **R52,425,150 (YTDA: R32,128,950 and YTDB: R39,217,539)**. Included in the above is the additional aerial services that was budgeted for during the adjustments budget.

Spending on inventory consumed was **R20,548,635** in the third quarter representing **44%** spending of an adjusted budget of **R46,528,703 (YTDA: R46,255,692 and YTDB: R34,259,827)**, which is much higher than the expected performance of 25% for the quarter. During the adjustments budget process, the inventory consumed costs for the Roads department was removed for the last quarter of the year due to the expected transfer of the Roads function from 1 April 2026 to the Department of Infrastructure. The increase in expenditure is mainly due to increased spending by the Roads Department in light of the above transfer and the financial year-end for Roads of 31 March 2026mk.

Spending on operational expenditure was **R16,573,835** for the quarter, representing **24%** spending of an adjusted budget of **R69,052,293 (YTDA: R51,940,133 and YTDB: R64,279,326)**. During the adjustments budget process, the provision for the landfill site rehabilitation cost was removed due to the landfill site that is still under construction. The YTDB will be aligned in the subsequent months.

Capital Expenditure

The approved adjusted capital budget for the 2025/26 financial year totals **R72,579,843**. The largest expenditure item on the capital budget (R67,122,133) is the construction of the regional landfill site. Construction commenced to the end of the 2022/2023 financial year.

For the third quarter, capital expenditure was **R5,891,680** with orders to the amount of **R45,489,093** issued as at the end of March 2026. The total capital expenditure (including orders) as at 31 March 2026 is **R56,016,620**, representing **77%** spending of an adjusted budget of R72,579,843.

Refer to detailed capital expenditure performance under Section 11.

SECTION 2 – RESOLUTIONS

Municipal Financial Management Act, 56 of 2003 - SECTION 52: General responsibilities of the mayor

This is the resolution being presented to Council in the quarterly report on the implementation of the budget and the financial state of affairs of the municipality as required in terms of section 52 of the Municipal Finance Management Act 56 of 2003.

RECOMMENDATION:

1. That Council notes the quarterly report on the implementation of the budget and the financial affairs of the municipality for the year to date and the quarter ending 31 March 2026.

SECTION 3 – EXECUTIVE SUMMARY

3.1 Introduction

These figures are presented in terms of section 52(d) of the MFMA. The information is presented for the third quarter ending 31 March 2026.

3.2 Consolidated performance

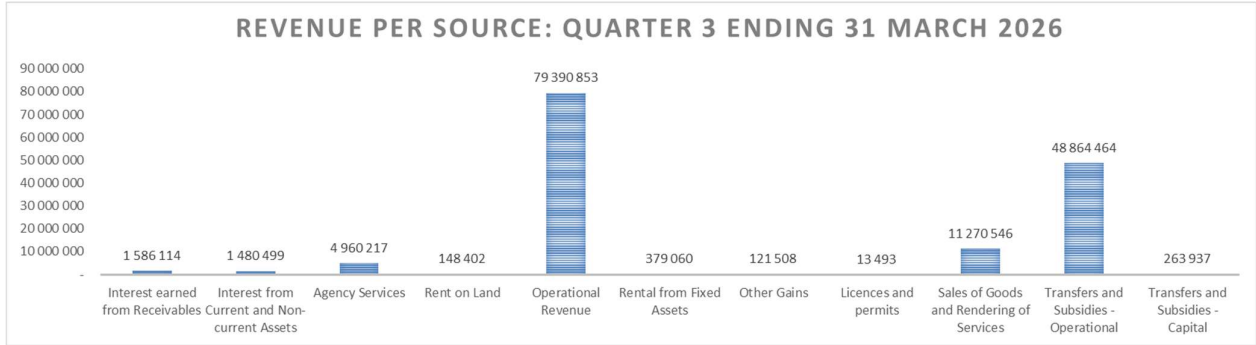
3.2.1 Against annual budget (adjusted)

The actual and budgeted figures reported includes the Roads function.

Revenue by source

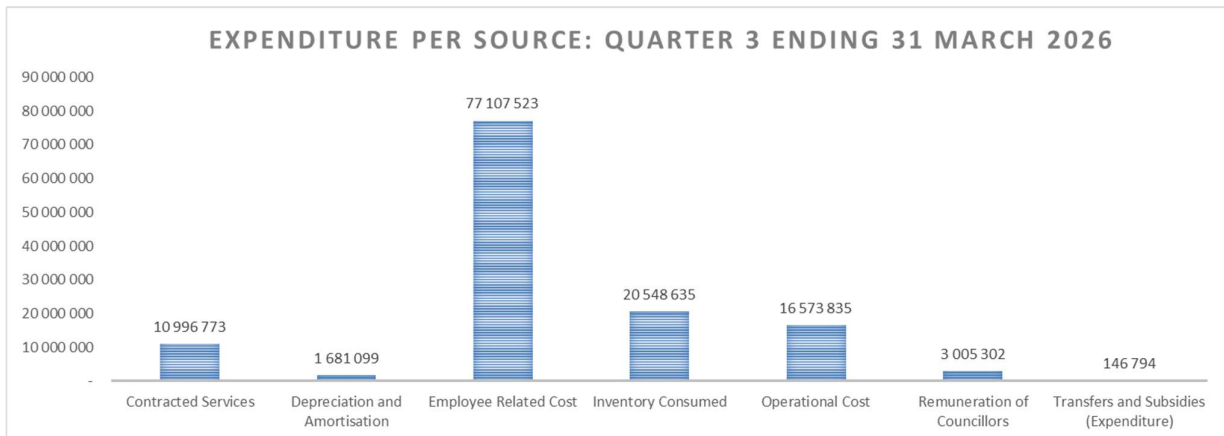
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Operating Expenditure by type

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Refer to detailed capital expenditure performance under Section 11.

CAPITAL BUDGET SPENDING AS AT 31 MARCH 2026							
Number	Description	Funding source	Budget	Expenditure	Orders	Available	% Spent
1	Wireless Access Points	Own revenue	29 800	28 408	-	1 392	95%
2	Type-C Docking Stations	Own revenue	8 000	7 928	-	73	99%
3	Wireless Radio Link (York Street-Mission Street)	Own revenue	60 000	60 000	-	-	100%
4	Desktop Computers (PC)	Own revenue	85 536	85 536	-	-	100%
5	Furniture / Equipment (Insurance Refunds)	Insurance refunds	137 500	-	-	137 500	0%
6	Office Furniture	Own revenue	12 500	8 843	-	3 657	71%
7	Hazardous Materials Equipment	Grant	500 000	-	341 086	158 914	68%
8	Equipment	Grant	1 868 000	161 573	-	1 706 427	9%
9	Building of Disaster Management Store	Grant	1 000 000	-	-	1 000 000	0%
10	Hovercraft	Grant	1 382 000	-	1 381 073	927	100%
11	Moveable 10'000 liter water tank	Grant	54 971	-	-	54 971	0%
12	Flat bed	Grant	88 000	-	-	88 000	0%
13	Mobile generator trailer	Own revenue	191 000	102 364	-	88 636	54%
14	Cell Phones - Finance Leases	Own revenue	23 739	-	-	23 739	0%
15	Monitors	Own revenue	16 664	16 661	-	3	100%
16	Landfill Site: PPE	Borrowing	67 122 133	10 056 214	43 766 933	13 298 986	80%
			72 579 843	10 527 527	45 489 093	16 563 223	77%

3.3 Material variances from SDBIP

Attached to this report as Annexure is the SDBIP report for the third quarter ending 31 March 2026.

Management of the SDBIP and achievement of actuals against KPI targets are done via the Performance Management Section.

3.4 Conclusion

Detailed analysis of the municipal performance for the third quarter ending 31 March 2026 will be presented under the different sections of the report. More information regarding the municipal performance and explanations will be provided below.

SECTION 4 – IN-YEAR BUDGET STATEMENT TABLES

4.1 Monthly budget statement

4.1.1 Table C1: S71 Monthly Budget Statement Summary

DC4 Garden Route - Table C1 Monthly Budget Statement Summary - Q3 Third Quarter

Description	2024/25	Budget Year 2025/26							
	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	8 389	47 855	-	(6 833)	-	(0)	0	-100%	-
Investment revenue	16 541	14 385	8 588	274	4 356	6 441	(2 085)	-32%	8 588
Transfers and subsidies - Operational	211 404	214 504	220 814	48 022	200 830	154 610	46 221	30%	220 814
Other own revenue	222 899	277 670	253 283	26 760	205 962	188 707	17 255	9%	-
Total Revenue (excluding capital transfers and contributions)	459 233	554 413	482 685	68 222	411 148	349 758	61 390	18%	482 685
Employee costs	314 575	319 379	278 534	26 962	233 847	201 954	31 893	16%	278 534
Remuneration of Councillors	13 953	15 251	15 617	610	9 799	12 178	(2 379)	-20%	15 617
Depreciation and amortisation	7 565	11 095	8 191	511	5 463	6 167	(704)	-11%	8 191
Interest	435	136	420	-	-	315	(315)	-100%	420
Inventory consumed and bulk purchases	46 480	56 872	46 529	13 401	46 256	34 260	11 996	35%	46 529
Transfers and subsidies	8 904	1 017	1 457	93	517	1 012	(495)	-49%	1 457
Other expenditure	98 786	150 313	131 565	12 336	84 070	111 062	(26 992)	-24%	131 565
Total Expenditure	490 697	554 063	482 311	53 913	379 952	366 948	13 004	4%	482 311
Surplus/(Deficit)	(31 464)	350	374	14 310	31 196	(17 190)	48 386	-281%	374
Transfers and subsidies - capital (monetary)	2 563	3 000	5 084	-	264	4 516	(4 252)	-94%	5 084
Transfers and subsidies - capital (in-kind)	2 493	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(26 408)	3 350	5 458	14 310	31 460	(12 675)	44 134	-348%	5 458
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(26 408)	3 350	5 458	14 310	31 460	(12 675)	44 134	-348%	5 458
Capital expenditure & funds sources									
Capital expenditure	60 895	108 921	72 580	19 201	18 993	54 638	(35 645)	-65%	72 580
Capital transfers recognised	2 934	3 000	5 084	-	264	4 016	(3 752)	-93%	5 084
Borrowing	45 817	105 571	67 122	2 236	10 056	50 342	(40 285)	-80%	67 122
Internally generated funds	12 143	350	374	16 965	8 673	280	8 392	2994%	374
Total sources of capital funds	60 895	108 921	72 580	19 201	18 993	54 638	(35 645)	-65%	72 580
Financial position									
Total current assets	230 168	142 172	255 479		252 445				255 479
Total non current assets	339 864	437 579	350 029		346 229				350 029
Total current liabilities	88 995	88 735	108 632		86 162				108 632
Total non current liabilities	264 922	240 633	266 958		264 937				266 958
Community wealth/Equity	216 115	250 383	229 917		247 575				229 917
Cash flows									
Net cash from (used) operating	18 801	8 464	13 040	(17 218)	(51 888)	6 129	58 017	947%	13 040
Net cash from (used) investing	(43 381)	(108 906)	(72 564)	(2 646)	(4 610)	(54 638)	(50 028)	92%	(72 564)
Net cash from (used) financing	64 336	107 179	119 892	278	3 558	118 555	114 997	97%	119 892
Cash/cash equivalents at the month/year end	196 572	59 352	215 379	135 425	102 071	225 057	122 986	55%	215 379
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	10 452	1 003	913	1 014	2 317	622	13 122	54 274	83 717
Creditors Age Analysis									
Total Creditors	92	162	22	26	-	92	49	765	1 207

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

DC4 Garden Route - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q3 Third Quarter

Description	Ref	Budget Year 2025/26								
		2024/25 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>		243 829	177 732	157 503	26 309	136 970	106 753	30 217	28%	157 503
Executive and council		223 262	74 390	71 136	8 804	89 127	53 242	35 885	67%	71 136
Finance and administration		20 567	103 343	86 367	17 505	47 842	53 511	(5 668)	-11%	86 367
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		17 730	90 130	92 338	26 055	75 634	69 073	6 561	9%	92 338
Community and social services		2 571	13 200	15 484	101	10 545	12 185	(1 640)	-13%	15 484
Sport and recreation		8 154	8 347	7 983	312	2 783	6 390	(3 608)	-56%	7 983
Public safety		5 582	27 547	33 518	11 386	27 592	24 081	3 511	15%	33 518
Housing		-	-	-	-	-	-	-	-	-
Health		1 423	41 036	35 352	14 255	34 714	26 416	8 297	31%	35 352
<i>Economic and environmental services</i>		191 773	236 494	219 234	15 859	188 579	164 427	24 153	15%	219 234
Planning and development		12 605	19 549	50 613	923	19 973	37 960	(17 987)	-47%	50 613
Road transport		178 754	216 780	168 352	14 868	168 396	126 264	42 132	33%	168 352
Environmental protection		414	165	269	68	211	203	8	4%	269
<i>Trading services</i>		10 849	51 482	17 119	-	8 653	12 839	(4 186)	-33%	17 119
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		10 849	51 482	17 119	-	8 653	12 839	(4 186)	-33%	17 119
<i>Other</i>	4	108	1 575	1 575	-	1 575	1 181	394	33%	1 575
Total Revenue - Functional	2	464 289	557 413	487 769	68 222	411 411	354 273	57 138	16%	487 769
Expenditure - Functional										
<i>Governance and administration</i>		186 728	170 929	177 851	12 066	115 472	135 456	(19 984)	-15%	177 851
Executive and council		79 474	62 663	62 443	4 413	36 745	49 089	(12 345)	-25%	62 443
Finance and administration		103 398	104 250	111 346	7 363	75 649	83 245	(7 596)	-9%	111 346
Internal audit		3 856	4 017	4 062	290	3 078	3 122	(44)	-1%	4 062
<i>Community and public safety</i>		85 981	86 267	91 644	7 697	65 404	69 355	(3 951)	-6%	91 644
Community and social services		10 640	10 837	10 456	837	7 748	7 785	(37)	0%	10 456
Sport and recreation		10 868	8 212	10 313	748	7 421	7 813	(392)	-5%	10 313
Public safety		27 020	27 018	31 579	3 140	20 777	23 696	(2 919)	-12%	31 579
Housing		-	-	-	-	-	-	-	-	-
Health		37 453	40 200	39 295	2 972	29 458	30 061	(603)	-2%	39 295
<i>Economic and environmental services</i>		204 683	244 558	193 787	31 478	185 775	147 864	37 911	26%	193 787
Planning and development		24 985	23 442	21 307	1 184	13 566	16 472	(2 906)	-18%	21 307
Road transport		175 491	216 780	168 352	29 967	169 089	128 274	40 815	32%	168 352
Environmental protection		4 207	4 337	4 129	328	3 119	3 118	1	0%	4 129
<i>Trading services</i>		11 718	50 733	17 396	2 556	12 149	13 034	(885)	-7%	17 396
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		11 718	50 733	17 396	2 556	12 149	13 034	(885)	-7%	17 396
<i>Other</i>		1 587	1 575	1 633	116	1 153	1 239	(87)	-7%	1 633
Total Expenditure - Functional	3	490 697	554 063	482 311	53 913	379 952	366 948	13 004	4%	482 311
Surplus/ (Deficit) for the year		(26 408)	3 350	5 458	14 310	31 460	(12 675)	44 134	-348%	5 458

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.

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

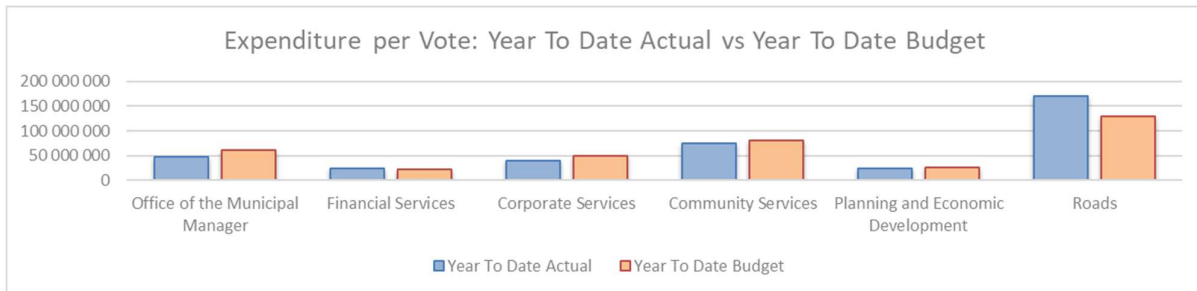
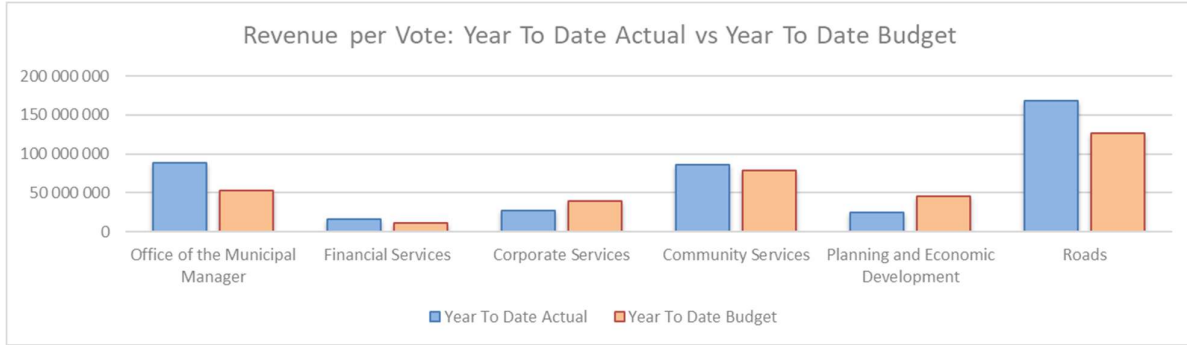
DC4 Garden Route - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q3 Third Quarter

Vote Description	Ref	2024/25	Budget Year 2025/26							
		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		223 262	74 390	71 136	8 804	89 127	53 242	35 885	67,4%	71 136
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		5 439	49 644	29 455	5 713	16 295	11 100	5 195	46,8%	29 455
Vote 4 - Financial Services (cont)		20	-	-	-	-	-	-	-	-
Vote 5 - Corporate Services		1 882	39 949	37 601	11 792	21 547	27 927	(6 380)	-22,8%	37 601
Vote 6 - Corporate Services (cont)		13 184	9 644	15 205	-	5 894	11 404	(5 509)	-48,3%	15 205
Vote 7 - Community Services		3 038	57 341	53 941	14 255	48 753	40 931	7 821	19,1%	53 941
Vote 8 - Community Services (cont)		17 801	80 194	51 906	11 555	37 068	37 873	(805)	-2,1%	51 906
Vote 9 - Planning and Economic Development		4 922	3 075	3 075	112	2 892	2 306	585	25,4%	3 075
Vote 10 - Planning and Economic Development (cont)		11 686	10 258	16 729	928	12 589	12 718	(129)	-1,0%	16 729
Vote 11 - Planning and Economic Development(cont2)		4 301	16 138	40 367	195	8 850	30 507	(21 657)	-71,0%	40 367
Vote 12 - Roads		178 754	216 780	168 352	14 868	168 396	126 264	42 132	33,4%	168 352
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-
Vote 14 - Community Services (cont 2)		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	464 289	557 413	487 769	68 222	411 411	354 273	57 138	16,1%	487 769
Expenditure by Vote	1									
Vote 1 - Office of the Municipal Manager		86 242	69 692	69 375	4 810	42 291	54 556	(12 264)	-22,5%	69 375
Vote 2 - Office of the Municipal Manager (cont)		7 670	7 875	7 966	580	5 974	6 081	(106)	-1,7%	7 966
Vote 3 - Financial Services		20 222	22 829	19 836	1 808	14 333	13 926	407	2,9%	19 836
Vote 4 - Financial Services (cont)		6 510	6 448	10 442	480	8 898	8 124	775	9,5%	10 442
Vote 5 - Corporate Services		19 569	21 405	23 440	1 387	12 421	17 454	(5 034)	-28,8%	23 440
Vote 6 - Corporate Services (cont)		43 219	39 691	41 785	2 212	27 964	31 611	(3 646)	-11,5%	41 785
Vote 7 - Community Services		49 089	54 078	53 657	4 058	39 633	40 714	(1 081)	-2,7%	53 657
Vote 8 - Community Services (cont)		43 502	81 999	52 806	6 014	35 668	39 636	(3 967)	-10,0%	52 806
Vote 9 - Planning and Economic Development		8 102	3 113	4 532	777	4 008	3 424	584	17,1%	4 532
Vote 10 - Planning and Economic Development (cont)		20 024	16 417	17 530	1 216	11 857	13 731	(1 874)	-13,6%	17 530
Vote 11 - Planning and Economic Development(cont2)		11 058	13 736	12 589	603	7 814	9 418	(1 605)	-17,0%	12 589
Vote 12 - Roads		108 914	134 114	97 330	11 748	96 485	75 804	20 681	27,3%	97 330
Vote 13 - Roads (cont)		66 577	82 666	71 022	18 219	72 605	52 470	20 135	38,4%	71 022
Vote 14 - Community Services (cont 2)		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	490 697	554 063	482 311	53 913	379 952	366 948	13 004	3,5%	482 311
Surplus/ (Deficit) for the year	2	(26 408)	3 350	5 458	14 310	31 460	(12 675)	44 134	-348,2%	5 458

Revenue and expenditure reflect the operating performance per municipal vote.

Expenditure per municipal vote is distributed to ensure that the municipal expenditure reflects the functions where expenditure is allocated. This is done to ensure implementation of the Integrated Development Plan (IDP) and for Annual Reporting.

Refer to the charts below indicating the revenue and expenditure per vote (year-to-date actual amount vs year-to-date budgeted amount):



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

DC4 Garden Route - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q3 Third Quarter

Description	Ref	2024/25		Budget Year 2025/26						
		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		8 389	47 855	-	(6 833)	-	(0)	-100%	-	
Sale of Goods and Rendering of Services		13 544	21 280	35 230	9 760	14 949	25 474	(10 525)	-41%	35 230
Agency services		18 860	22 763	14 881	1 653	14 881	11 160	3 720	33%	14 881
Interest							-	0%		
Interest earned from Receivables		5 379	6 711	7 747	520	5 267	5 521	(254)	-5%	7 747
Interest from Current and Non Current Assets		16 541	14 385	8 588	274	4 356	6 441	(2 085)	-32%	8 588
Dividends							-	0%		
Rent on Land		481	593	710	49	445	532	(87)	-16%	710
Rental from Fixed Assets		2 000	3 199	2 126	123	1 189	1 646	(456)	-28%	2 126
Licence and permits		-	165	165	-	77	125	(49)	-39%	165
Special rating levies							-	0%		
Operational Revenue		179 345	217 188	166 940	14 604	167 376	125 135	42 241	34%	166 940
Non-Exchange Revenue										
Property rates							-	0%		
Surcharges and Taxes		-	-	-	-	-	-	-	0%	-
Fines, penalties and forfeits		2 568	-	-	-	-	-	-	0%	-
Licence and permits		309	-	-	-	-	-	-	0%	-
Transfers and subsidies - Operational		211 404	214 504	220 814	48 022	200 830	154 610	46 221	30%	220 814
Interest							-	0%		
Fuel Levy							-	0%		
Operational Revenue							-	0%		
Gains on disposal of Assets		(172)	1 350	25 276	-	1 540	18 957	(17 417)	-92%	25 276
Other Gains		585	4 420	209	51	239	157	83	53%	209
Discontinued Operations							-	0%		
Total Revenue (excluding capital transfers and contributions)		459 233	554 413	482 685	68 222	411 148	349 758	61 390	18%	482 685
Expenditure By Type										
Employee related costs		314 575	319 379	278 534	26 962	233 847	201 954	31 893	16%	278 534
Remuneration of councillors		13 953	15 251	15 617	610	9 799	12 178	(2 379)	-20%	15 617
Bulk purchases - electricity							-	-	0%	
Inventory consumed		46 480	56 872	46 529	13 401	46 256	34 260	11 996	35%	46 529
Debt impairment		17 488	-	4 000	-	-	3 000	(3 000)	-100%	4 000
Depreciation and amortisation		7 565	11 095	8 191	511	5 463	6 167	(704)	-11%	8 191
Interest		435	136	420	-	-	315	(315)	-100%	420
Contracted services		28 206	47 207	52 425	6 425	32 129	39 218	(7 089)	-18%	52 425
Transfers and subsidies		8 904	1 017	1 457	93	517	1 012	(495)	-49%	1 457
Irrecoverable debts written off		1 614	1 650	3 000	-	-	2 250	(2 250)	-100%	3 000
Operational costs		47 210	100 401	69 052	5 910	51 940	64 279	(12 339)	-19%	69 052
Losses on Disposal of Assets		-	1 025	172	-	-	129	(129)	-100%	172
Other Losses		4 267	30	2 915	-	1	2 186	(2 185)	-100%	2 915
Total Expenditure		490 697	554 063	482 311	53 913	379 952	366 948	13 004	4%	482 311
Surplus/(Deficit)		(31 464)	350	374	14 310	31 196	(17 190)	48 386	-281%	374
Transfers and subsidies - capital (monetary allocations)										
		2 563	3 000	5 084	-	264	4 516	(4 252)	-94%	5 084
Transfers and subsidies - capital (in-kind)		2 493	-	-	-	-	-	-	0%	-
Surplus/(Deficit) after capital transfers & contributions		(26 408)	3 350	5 458	14 310	31 460	(12 675)	44 134	-348%	5 458
Income Tax									0%	
Surplus/(Deficit) after income tax		(26 408)	3 350	5 458	14 310	31 460	(12 675)	44 134	-348%	5 458
Share of Surplus/Deficit attributable to Joint Venture									0%	
Share of Surplus/Deficit attributable to Minorities									0%	
Surplus/(Deficit) attributable to municipality		(26 408)	3 350	5 458	14 310	31 460	(12 675)	44 134	-348%	5 458
Share of Surplus/Deficit attributable to Associate									0%	
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	0%	-
Surplus/ (Deficit) for the year		(26 408)	3 350	5 458	14 310	31 460	(12 675)	44 134	-348%	5 458

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 year-to-date revenue compared to the year-to-date budget:

Revenue	Year To Date Actual (YTDA)	Year To Date Budget (YTDB)	YTDA/YTDB	Comment
Agency Services	14 880 652	11 160 498	133%	Agency fee as per MOA with the Department of Infrastructure for the Roads function. There was no additional allocation to date. The budget was decreased due to the expected transfer of the Roads function from 1 April 2026.
Interest from Current and Non-current Assets	4 355 679	6 440 923	68%	Interest as derived from the bank balance and investments/ call accounts at maturity date. There has been a decrease in the interest rates and lower cash balances that led to the lower interest received.
Interest earned from Receivables	5 266 587	5 520 717	95%	Interest on overdue debtor accounts.
Rent on Land	445 205	532 211	84%	Based on lease agreements entered into for the rental of the municipality's land. Properties section is in process of reviewing all lease agreements and ensuring market-related rent is received.
Operational Revenue	167 375 949	125 135 239	134%	Majority relates to the Roads reimbursive revenue allocation as received from the Department of Infrastructure. The revenue is based on actual expenditure incurred. The budget was decreased due to the expected transfer of the Roads function from 1 April 2026.
Rental from Fixed Assets	1 189 322	1 645 760	72%	Based on lease agreements entered into for the rental of the municipality's buildings. Properties section is in process of reviewing all lease agreements and ensuring market-related rent is received.
Sales of Goods and Rendering of Services	14 948 668	25 474 065	59%	Majority relates to the Fire Services Rendered and the relating debtor accounts that must be billed. Decrease in fires led to decrease in revenue.
Licences or Permits	76 548	125 224	61%	Monetary difference is not significant.
Transfers and Subsidies - Capital	263 937	4 515 616	6%	Recognition of conditional grant revenue based on the grant expenditure incurred.
Transfers and Subsidies - Operational	200 830 071	154 609 568	130%	Recognition of grant revenue based on the expenditure incurred as well as the equitable share grant received to date. Majority relates to the receipt of the equitable share grant.
Grand Total	409 632 619	335 159 821	122%	

Agency services:

The municipality performs an agency function on behalf of the Department of Infrastructure – 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.

For the third quarter ended 31 March 2026, the agency fee amounts to R4,960,217 (YTDA: R14,880,652 and YTDB: R11,160,498). There was no additional allocation to date.

The budget was decreased due to the expected transfer of the Roads function from 1 April 2026.

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. For the third quarter ended 31 March 2026, the interest amounts to R1,480,499 (YTDA: R4,355,679 and YTDB: R6,440,923). There has been a decrease in the interest rates and lower cash balances that led to the lower interest received.

Interest earned from Receivables / Outstanding debtors:

The interest on outstanding debtors for the third quarter ended 31 March 2026 amounts to R1,586,114 (YTDA: R5,266,587 and YTDB: R5,520,717). The YTDA is in line with the YTDB.

Rent on Land:

The income received from rental on land amounts to R148,402 for the third quarter ended 31 March 2026 (YTDA: R445,205 and YTDB: R532,211). The revenue is based on rental agreements entered; the property and legal section are in process of reviewing all lease agreements to ensure market related revenue is received from all rental land/ properties.

Operational Revenue:

Operational revenue reflects an amount of R79,390,853 for the third quarter ended 31 March 2026 (YTDA: R167,375,949 and YTDB: R125,135,239). Majority relates to the Roads revenue allocation as received from the Department of Infrastructure. The revenue is based on actual expenditure incurred.

The budget was decreased due to the expected transfer of the Roads function from 1 April 2026.

Rental from Fixed Assets of facilities and equipment:

The income for rental of facilities and equipment reported for the third quarter ended 31 March 2026 amounts to R379,060 (YTDA: R1,189,322 and YTDB: R1,645,760). The revenue is based on rental agreements entered; the property and legal section are in process of reviewing all lease agreements to ensure market related revenue is received from all rental land/ properties.

Sales of Goods and Rendering of Services:

The income for Sales of Goods and Rendering of Services reported for the third quarter ended 31 March 2026 amounts to R11,270,546 (YTDA: R14,948,668 and YTDB: R25,474,065). Majority relates to the Fire Services Rendered and the relating debtor accounts that must be billed. Decrease in fires led to decrease in revenue.

Transfers recognised:

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of Revenue Act's respectively; as well as allocations received from National Departmental Agencies such as SETA/ NSF funding.

For conditional grants, the revenue is recognised to the extent that expenditure is incurred in accordance with grant conditions. Unconditional grants such as the equitable share are immediately recognised as revenue on receipt.

The first tranche payment of the equitable share grant was received in July 2025 and amounts to R78,344,000. The second tranche was received in December 2025 to the amount of R62,627,000. The last tranche payment was received in March 2026 to the amount of R47,055,000.

The following conditional grant allocations have been received to date:

1. Local Government Finance Management Grant (R1,000,000); Expanded Public Works Programme Grant (R573,000) and Rural Roads Asset Management Grant (R1,990,000) during August 2025.
2. Safety Initiative Implementation - Whole of Society Approach (WOSA) of R1,000,000 during October 2025.
3. Expanded Public Works Programme Grant (R1,032,000) and Fire Services Capacity Building Grant (R3,000,000) during November 2025.
4. Integrated Transport Planning Grant of R982,000 during December 2025.
5. Expanded Public Works Programme Grant (R688,000) and Rural Roads Asset Management Grant (R853,000) during February 2026.
6. Western Cape Financial Management Capability Grant (R150,000) during March 2026.

Expenditure by Type

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

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

Expenditure	Year To Date Actual (YTDA)	Year To Date Budget (YTDB)	YTDA/YTDB	Comment
Contracted Services	32 128 950	39 217 539	82%	The following Contracted Services sub-categories were less than anticipated to date: - Consultants and Professional Services - Contractors - Outsourced Services Included in the above is the additional aerial services that was budgeted for during the adjustments budget.
Depreciation and Amortisation	5 463 122	6 167 301	89%	Depreciation and amortisation based on the municipality's asset base during the reporting period.
Employee Related Cost	233 846 870	201 954 268	116%	During the adjustments budget process, the employee related costs for the Roads department was removed for the last quarter of the year due to the expected transfer of the Roads function from 1 April 2026 to the Department of Infrastructure.
Inventory	-237 755	-134 001	177%	Relates to movements in net realisable value for inventory fuel (dip reading variances due to external factors e.g. air pressure, temperature, etc).
Inventory Consumed	46 255 692	34 259 827	135%	During the adjustments budget process, the inventory consumed costs for the Roads department was removed for the last quarter of the year due to the expected transfer of the Roads function from 1 April 2026 to the Department of Infrastructure.
Irrecoverable Debts Written Off	-	2 250 000	0%	Based on reports submitted to council for approval of write-offs.
Operational Cost	51 940 133	64 279 326	81%	During the adjustments budget process, the provision for the landfill site rehabilitation cost was removed due to the landfill site that is still under construction. The YTDB will be aligned in the subsequent months (Total budget is R69 million).
Remuneration of Councillors	9 798 842	12 177 794	80%	The municipality has implemented a new payroll system. Review of the mSCOA configuration codes will be performed to ensure the accounting transaction is correctly reflected.
Transfers and Subsidies (Expenditure)	516 987	1 011 722	51%	Grants paid as per business plan.
Grand Total	379 712 841	361 183 776	105%	

Contracted services:

The contracted services for the third quarter ended 31 March 2026 amounts to R10,996,773 (YTDA: R32,128,950 and YTDB: R39,217,539). The following Contracted Services sub-categories were less than anticipated to date: Consultants and Professional Services, Outsourced services and Contractors.

Included in the above is the additional aerial services that was budgeted for during the adjustments budget.

Depreciation and amortisation:

Depreciation and amortisation for the third quarter ended 31 March 2026 amounts to R1,681,099 (YTDA: R5,463,122 and YTDB: R6,167,301). Depreciation and amortisation are based on the municipality's asset base during the reporting period.

These items account for non-cash budgeted items. The fixed asset register (FAR) is being implemented at Garden Route DM by the service provider of the financial system. The Asset Verification module has been implemented with the GRAP implementation testing performed for certain areas. Templates were populated for the import of the Excel FAR into the Electronic FAR. Reconciliations were performed on the data and various set-ups done to movement accounts, etc.

Employee Related cost / Remuneration of councillors:

Remuneration related expenditure (councillors and staff) for the third quarter ended 31 March 2026 amounted to R80,112,825 (YTDA: R243,645,712 and YTDB: R214,132,062) and represents 62% of the total quarterly expenditure.

During the adjustments budget process, the employee related costs for the Roads department was removed for the last quarter of the year due to the expected transfer of the Roads function from 1 April 2026 to the Department of Infrastructure.

Inventory Consumed:

This item consists of all inventories consumed, purchases for materials and supplies; and amounts to R20,548,635 (YTDA: R46,255,692 and YTDB: R34,259,827) for the third quarter ended 31 March 2026.

During the adjustments budget process, the inventory consumed costs for the Roads department was removed for the last quarter of the year due to the expected transfer of the Roads function from 1 April 2026 to the Department of Infrastructure.

Operational costs:

Operational costs for the third quarter ended 31 March 2026 amounts to R16,573,835 (YTDA: R51,940,133 and YTDB: R64,279,326).

During the adjustments budget process, the provision for the landfill site rehabilitation cost was removed due to the landfill site that is still under construction. The YTDB will be aligned in the subsequent months (Total budget is R69 million).

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

1. External Audit fees
2. Travel and Subsistence
3. Operating Projects
4. Bank Charges
5. Advertisements
6. Telephone costs
7. Municipal Accounts
8. Software licenses
9. Internet fees

Transfers and subsidies:

The transfers and subsidies expenditure for the third quarter ended 31 March 2026 amounts to R146,794 (YTDA: R516,987 and YTDB: R1,011,722). This relates to grants paid as per business plans.

4.1.5 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) - Q3 Third Quarter

Vote Description	Ref	Budget Year 2025/26								
		2024/25 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		-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		48	150	174	-	9	130	(121)	-93%	174
Vote 4 - Financial Services (cont)		-	-	-	-	-	-	-	-	-
Vote 5 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 6 - Corporate Services (cont)		32	200	200	35	199	150	49	32%	200
Vote 7 - Community Services		508	2 500	4 584	-	264	4 016	(3 752)	-93%	4 584
Vote 8 - Community Services (cont)		46 357	106 071	67 622	2 236	10 056	50 342	(40 285)	-80%	67 622
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 - Community Services (cont 2)		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	8 465	-	-	16 931	8 465	-	8 465	#DIV/0!	-
Single Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager (cont)		18	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Financial Services (cont)		-	-	-	-	-	-	-	-	-
Vote 5 - Corporate Services		38	-	-	-	-	-	-	-	-
Vote 6 - Corporate Services (cont)		292	-	-	-	-	-	-	-	-
Vote 7 - Community Services		2	-	-	-	-	-	-	-	-
Vote 8 - Community Services (cont)		1 167	-	-	-	-	-	-	-	-
Vote 9 - Planning and Economic Development		-	-	-	-	-	-	-	-	-
Vote 10 - Planning and Economic Development (cont)		88	-	-	-	-	-	-	-	-
Vote 11 - Planning and Economic Development(cont2)		-	-	-	-	-	-	-	-	-
Vote 12 - Roads		-	-	-	-	-	-	-	-	-
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-
Vote 14 - Community Services (cont 2)		-	-	-	-	-	-	-	-	-
Vote 15 -		3 879	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	5 484	-	-	-	-	-	-	-	-
Total Capital Expenditure		60 895	108 921	72 580	19 201	18 993	54 638	(35 645)	-65%	72 580
Capital Expenditure - Functional Classification										
Governance and administration		10 260	350	374	16 965	8 673	280	8 392	2994%	374
Executive and council		91	-	-	-	-	-	-	-	-
Finance and administration		10 170	350	374	16 965	8 673	280	8 392	2994%	374
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		4 817	3 000	5 084	-	264	4 016	(3 752)	-93%	5 084
Community and social services		941	2 500	4 584	-	264	4 016	(3 752)	-93%	4 584
Sport and recreation		6	-	-	-	-	-	-	-	-
Public safety		1 928	500	500	-	-	-	-	-	500
Housing		-	-	-	-	-	-	-	-	-
Health		1 943	-	-	-	-	-	-	-	-
Economic and environmental services		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		45 817	105 571	67 122	2 236	10 056	50 342	(40 285)	-80%	67 122
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		45 817	105 571	67 122	2 236	10 056	50 342	(40 285)	-80%	67 122
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	60 895	108 921	72 580	19 201	18 993	54 638	(35 645)	-65%	72 580
Funded by:										
National Government		-	-	-	-	-	-	-	-	-
Provincial Government		2 934	3 000	5 084	-	264	4 016	(3 752)	-93%	5 084
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov		-	-	-	-	-	-	-	-	-
Departm Agencies, Households, Non-profit Institutions, Private Enterprises,		-	-	-	-	-	-	-	-	-
Public Corporatons, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		2 934	3 000	5 084	-	264	4 016	(3 752)	-93%	5 084
Borrowing	6	45 817	105 571	67 122	2 236	10 056	50 342	(40 285)	-80%	67 122
Internally generated funds		12 143	350	374	16 965	8 673	280	8 392	2994%	374
Total Capital Funding		60 895	108 921	72 580	19 201	18 993	54 638	(35 645)	-65%	72 580

The approved adjusted capital budget for the 2025/26 financial year totals **R72,579,843**. The largest expenditure item on the capital budget (R67,122,133) is the construction of the regional landfill site. Construction commenced to the end of the 2022/2023 financial year.

For the third quarter, capital expenditure was **R5,891,680** with orders to the amount of **R45,489,093** issued as at the end of March 2026. The total capital expenditure (including orders) as at 31 March 2026 is **R56,016,620**, representing **77%** spending of an adjusted budget of R72,579,843.

Refer to detailed capital expenditure performance under Section 11.

4.1.6 Table C6: Monthly Budget Statement - Financial Position

DC4 Garden Route - Table C6 Monthly Budget Statement - Financial Position - Q3 Third Quarter

Description	Ref	2024/25	Budget Year 2025/26			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		155 011	56 898	171 670	176 783	171 670
Trade and other receivables from exchange transactions		55 264	64 508	59 130	54 790	59 130
Receivables from non-exchange transactions		46	46	4 652	46	4 652
Current portion of non-current receivables		4 293	4 293	4 293	4 293	4 293
Inventory		3 217	3 049	3 396	1 297	3 396
VAT		11 615	10 678	11 615	15 546	11 615
Other current assets		722	2 700	722	(311)	722
Total current assets		230 168	142 172	255 479	252 445	255 479
Non current assets						
Investments		16	16	16	16	16
Investment property		65 730	65 619	65 602	65 640	65 602
Property, plant and equipment		273 555	314 384	288 711	280 134	288 711
Biological assets						
Living and non-living resources						
Heritage assets						
Intangible assets		1 192	(2 376)	935	1 068	935
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions		(629)	59 935	(5 235)	(629)	(5 235)
Other non-current assets						
Total non current assets		339 864	437 579	350 029	346 229	350 029
TOTAL ASSETS		570 032	579 751	605 508	598 674	605 508
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		6 373	13 255	25 161	6 373	25 161
Consumer deposits		1 336	660	1 336	4 894	1 336
Trade and other payables from exchange transactions		36 875	40 404	37 723	23 451	37 723
Trade and other payables from non-exchange transactions		1 298	640	1 298	5 460	1 298
Provision		32 980	24 793	32 980	31 678	32 980
VAT		10 134	8 983	10 134	14 305	10 134
Other current liabilities						
Total current liabilities		88 995	88 735	108 632	86 162	108 632
Non current liabilities						
Financial liabilities		166 490	92 316	166 490	166 490	166 490
Provision		8 861	13 048	8 861	8 876	8 861
Long term portion of trade payables						
Other non-current liabilities		89 571	135 268	91 607	89 571	91 607
Total non current liabilities		264 922	240 633	266 958	264 937	266 958
TOTAL LIABILITIES		353 917	329 368	375 591	351 099	375 591
NET ASSETS	2	216 115	250 383	229 917	247 575	229 917
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		148 149	212 598	161 951	179 608	161 951
Reserves and funds		67 966	37 786	67 966	67 966	67 966
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	216 115	250 383	229 917	247 575	229 917

Financial ratios:

Current Ratio:	(Current Assets / Current Liabilities)		
	Norm: 1.5 - 2.1		
	31 March 2026	30 June 2025	
Current Assets	252 444 894	220 813 011	
Current Liabilities	86 161 856	73 118 336	
Current ratio	2,93	3,02	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 31 March 2026, GRDM's current ratio is 2,93 times, which is higher than the norm.			

Net debtor days:	((Gross Debtors - Bad debt Provision)/ Actual Billed Revenue) x 365		
	Norm: 30 days		
	31 March 2026	30 June 2025	
Debtors closing balance after bad debt prov (excl. Roads debtor)	44 252 466	15 172 669	
Billed revenue (excl. Roads claim)	33 614 203	45 751 343	
	481	121	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		
	31 March 2026		
Total debt	171 912 000		
Total revenue	411 411 482		
	41,79%		
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 constitutes 41,79% of total revenue, which is within the norm of 50% or less as per the loan agreement.			

Interest Paid to Total Cost Ratio:	(Interest paid / Total expenditure) x 100		
	31 March 2026		
Interest paid	11 802 979		
Total expenditure	379 951 927		
	3,11%		
Comment			
The purpose of this ratio is to measure GRDM's interest paid 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 paid makes up 3,11% of all expenditure incurred, therefore it is not a significant expenditure item for GRDM and is within the norm of 7,5% or less as per the loan agreement.			

4.1.7 Table C7: Monthly Budget Statement - Cash Flow

DC4 Garden Route - Table C7 Monthly Budget Statement - Cash Flow - Q3 Third Quarter

Description	Ref	2024/25	Budget Year 2025/26							
		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		-	49 662	14 349	3 833	15 742	10 762	4 980	46%	14 349
Other revenue		122 283	52 598	35 607	4 503	11 428	26 337	(14 909)	-57%	35 607
Transfers and Subsidies - Operational		213 186	428 679	410 789	47 746	210 018	297 091	(87 073)	-29%	410 789
Transfers and Subsidies - Capital		5 979	3 000	5 084	-	3 000	4 516	(1 516)	-34%	5 084
Interest		-	12 679	8 588	274	(1 324)	6 441	(7 765)	-121%	8 588
Dividends								-		
Payments										
Suppliers and employees		(305 840)	(538 018)	(461 289)	(72 236)	(280 324)	(338 951)	(58 627)	17%	(461 289)
Interest		(16 807)	(136)	(88)	(1 338)	(10 427)	(66)	10 361	-15722%	(88)
Transfers and Subsidies								-		
NET CASH FROM/(USED) OPERATING ACTIVITIES		18 801	8 464	13 040	(17 218)	(51 888)	6 129	58 017	947%	13 040
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE								-		
Decrease (increase) in non-current receivables								-		
Decrease (increase) in non-current investments		16	16	16	-	-	-	-		16
Payments										
Capital assets		(43 397)	(108 921)	(72 580)	(2 646)	(4 610)	(54 638)	(50 028)	92%	(72 580)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(43 381)	(108 906)	(72 564)	(2 646)	(4 610)	(54 638)	(50 028)	92%	(72 564)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans								-		
Borrowing long term/refinancing		63 000	118 555	118 555	-	-	118 555	(118 555)	-100%	118 555
Increase (decrease) in consumer deposits		1 336	660	1 336	278	3 558	-	3 558	#DIV/0!	1 336
Payments										
Repayment of borrowing		-	(12 037)	-	-	-	-	-		-
NET CASH FROM/(USED) FINANCING ACTIVITIES		64 336	107 179	119 892	278	3 558	118 555	114 997	97%	119 892
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		156 816	52 614	155 011	155 011	155 011	155 011			155 011
Cash/cash equivalents at month/year end:		196 572	59 352	215 379	135 425	102 071	225 057			215 379

The municipal bank balance at 31 March 2026 totals R24,401,519. The fixed investments totals R91,049,659 with call account deposits of R4,976,287. Total cash available at month-end is therefore R120,427,46.

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

REPORTING MONTH: 31 MARCH 2026		
Commitments against Cash & Cash Equivalents		
ITEM	Previous Month R'000	Current Month R'000
Bank balance as at 31 March 2026	16 571 735	24 401 519
Other Cash & Cash Equivalents: Short term deposits	90 478 884	91 049 659
Other Cash & Cash Equivalents: Call accounts	4 946 250	4 976 287
Inter-account transfers to be processed in April 2026	-	50 000 000
Total Cash & Cash Equivalents	111 996 869	170 427 464
LESS:	176 917 777	203 742 714
Unspent Conditional Grants	6 107 211	5 460 347
Provision for staff leave	23 603 698	23 603 698
Provision for bonus	7 584 594	7 584 594
Post Retirement Benefits	11 275 400	11 275 400
Performance Bonus	1 223 803	1 223 803
Trade Payables	23 322 215	23 451 185
Consumer Deposits	4 616 324	4 894 325
YTD Unspent Capital budget	76 581	72 929
YTD Unspent Operational budget	27 063 947	27 811 499
Equitable share received in advance	10 437 833	40 332 857
YTD Unspent Landfill Site Borrowing	61 606 172	58 032 076
Sub total	-64 920 908	-33 315 249
PLUS:	83 686 894	56 077 672
VAT Receivable/ (Payable)	441 238	1 241 217
Receivable Exchange	32 638 748	44 252 466
Department of Infrastructure	50 606 909	10 583 988
	18 765 986	22 762 423
LESS OTHER MATTERS:		
Capital Replacement Reserve	9 213 054	9 213 054
Employee Benefits Reserves	46 254 144	46 254 144
Sub Total	-36 701 212	-32 704 775
LESS: CONTINGENT LIABILITIES	970 000	970 000
Labour disputes	970 000	970 000
Recalculated available cash balance	-37 671 212	-33 674 775
Total actual expenditure excluding Roads (expenditure paid and taken into account in cash balance)	21 657 098	24 037 537

PART 2 – SUPPORTING DOCUMENTATION

SECTION 5 – DEBTORS ANALYSIS

Supporting Table SC3

DC4 Garden Route - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q3 Third Quarter

Description	NT Code	Budget Year 2025/26										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.to 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	336	344	343	343	350	349	2 509	16 841	21 414	20 392	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	10 116	660	571	670	1 967	272	10 613	37 422	62 291	50 945	-	-	-
Total By Income Source	2000	10 452	1 003	913	1 014	2 317	622	13 122	54 274	83 717	71 348	-	-	-
2024/25 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	12	37	36	36	35	35	295	4 920	5 407	5 322	-	-	-
Commercial	2300	7 813	400	375	692	382	382	2 751	44 957	57 751	49 163	-	-	-
Households	2400	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	2500	2 627	567	502	286	1 899	204	10 076	4 397	20 559	16 862	-	-	-
Total By Customer Group	2600	10 452	1 003	913	1 014	2 317	622	13 122	54 274	83 717	71 348	-	-	-

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.

SECTION 6 – CREDITORS ANALYSIS

Supporting Table C4

DC4 Garden Route - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q3 Third Quarter

Description	NT Code	Budget Year 2025/26									Prior year totals for chart (same period)	
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total		
Creditors Age Analysis By Customer Type												
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	91	162	22	26	-	92	49	765	1 206	-	
Auditor General	0800	-	-	-	-	-	-	-	-	-	-	
Other	0900	1	-	-	-	-	-	-	-	1	-	
Medical Aid deductions	0910	-	-	-	-	-	-	-	-	-	-	
Total By Customer Type	1000	92	162	22	26	-	92	49	765	1 207	-	

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

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 7 – INVESTMENT PORTFOLIO ANALYSIS

7.1 Investment monitoring information

	Balance as at 1 March 2026	Movements for the month			Balance as at 31 March 2026	Interest earned Month	Interest earned Year to date
		Investments matured	Investments made	Interest capitalised			
Garden Route District Municipality							
Standard Bank	39 201 312,50	-	-	248 968,75	39 450 281,25	248 968,75	1 115 015,50
ABSA	24 123 421,67	-	-	151 693,33	24 275 115,00	151 693,33	1 125 041,10
African Bank	27 154 150,00	-	-	170 112,50	27 324 262,50	170 112,50	1 984 447,43
BANK DEPOSITS	90 478 884,17	-	-	570 774,58	91 049 658,75	570 774,58	4 224 504,03

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 8 – ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

8.1 Supporting Table C6

DC4 Garden Route - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q3 Third Quarter

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:										
Operating Transfers and Grants										
National Government:		187 442	194 162	194 162	47 808	192 408	134 630	57 778	42,9%	194 162
Local Government Equitable Share		182 224	188 026	188 026	47 055	188 026	130 028	57 998	44,6%	188 026
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Local Government Financial Management Grant		952	1 000	1 000	34	520	750	(230)	-30,7%	1 000
Municipal Systems Improvement Grant		-	-	-	-	-	-	-	-	-
Public Transport Network Grant		-	-	-	-	-	-	-	-	-
Expanded Public Works Programme Integrated Grant		1 545	2 293	2 293	291	1 593	1 720	(127)	-7,4%	2 293
Rural Road Asset Management Systems Grant		2 721	2 843	2 843	428	2 270	2 132	138	6,5%	2 843
Provincial Government:		957	1 000	1 000	101	611	749	(138)	-18,4%	1 000
Capacity Building (Monetary)		957	1 000	1 000	101	611	749	(138)	-18,4%	1 000
Capacity Building (In Kind)		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		23 006	19 342	25 652	112	7 810	19 230	(11 420)	-59,4%	25 652
<i>Other Grants Received</i>		23 006	19 342	25 652	112	7 810	19 230	(11 420)	-59,4%	25 652
Total Operating Transfers and Grants	5	211 404	214 504	220 814	48 022	200 830	154 610	46 221	29,9%	220 814
Capital Transfers and Grants										
National Government:		-	-	-	-	-	-	-	-	-
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Provincial Government:		5 057	3 000	5 084	-	264	4 516	(4 252)	-94,2%	5 084
<i>Infrastructure (Monetary)</i>		-	-	-	-	-	-	-	-	-
<i>Infrastructure (In Kind)</i>		2 493	-	-	-	-	-	-	-	-
<i>Capacity Building (Monetary)</i>		2 563	3 000	5 084	-	264	4 516	(4 252)	-94,2%	5 084
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
<i>[insert description]</i>		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	5 057	3 000	5 084	-	264	4 516	(4 252)	-94,2%	5 084
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	216 461	217 504	225 898	48 022	201 094	159 125	41 969	26,4%	225 898

8.2 Supporting Table C7

DC4 Garden Route - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q3 Third Quarter

Description	Ref	2024/25	Budget Year 2025/26							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		190 551	222 351	217 669	17 552	159 715	165 559	(5 845)	-3,5%	217 669
Local Government Equitable Share		185 519	216 215	211 533	16 799	155 437	161 750	(6 313)	-3,9%	211 533
Energy efficiency and demand side management grant		(1)	-	-	-	-	-	-	-	-
Local government financial management grant		900	1 000	1 000	34	519	447	73	16,3%	1 000
Municipal systems improvement grant		-	-	-	-	-	-	-	-	-
Public transport network grant		-	-	-	-	-	-	-	-	-
Expanded public works programme integrated grant		1 545	2 293	2 293	291	1 598	1 720	(121)	-7,1%	2 293
Regional bulk infrastructure grant		-	-	-	-	-	-	-	-	-
Rural roads assets management systems grant		2 588	2 843	2 843	428	2 160	1 643	518	31,5%	2 843
Provincial Government:		178 749	216 437	167 719	29 744	168 191	128 080	40 111	31,3%	167 719
Infrastructure (Monetary)		171 786	212 955	163 687	29 530	165 606	125 056	40 550	32,4%	163 687
Capacity Building (Monetary)		6 963	3 482	4 032	214	2 585	3 024	(439)	-14,5%	4 032
Capacity Building (In Kind)		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		18 574	16 860	22 620	1 004	7 751	16 783	(9 032)	-53,8%	22 620
Expenditure on Other Grants		18 574	16 860	22 620	1 004	7 751	16 783	(9 032)	-53,8%	22 620
Total operating expenditure of Transfers and Grants:		387 875	455 648	408 009	48 299	335 657	310 422	25 235	8,1%	408 009
Capital expenditure of Transfers and Grants										
National Government:		-	-	-	-	-	-	-	-	-
Energy Efficiency and Demand Side Management Grant		-	-	-	-	-	-	-	-	-
Provincial Government:		2 934	3 000	5 084	-	264	4 016	(3 752)	-93,4%	5 084
Capacity Building (Monetary)		2 934	3 000	5 084	-	264	4 016	(3 752)	-93,4%	5 084
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Expenditure on Other Grants		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		2 934	3 000	5 084	-	264	4 016	(3 752)	-93,4%	5 084
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		390 809	458 648	413 093	48 299	335 921	314 438	21 483	6,8%	413 093

SECTION 9 – COUNCILLOR AND BOARD MEMBER ALLOWANCES AND EMPLOYEE BENEFITS

Supporting Table C8

DC4 Garden Route - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q3 Third Quarter

Summary of Employee and Councillor remuneration	Ref	Budget Year 2025/26								
		2024/25 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		9 568	10 724	11 258	276	6 721	8 711	(1 990)	-23%	11 258
Pension and UIF Contributions		559	534	560	-	315	422	(107)	-25%	560
Medical Aid Contributions		129	130	139	-	102	112	(10)	-9%	139
Motor Vehicle Allowance		2 530	2 001	1 005	221	846	778	68	9%	1 005
Cellphone Allowance		1 102	995	995	91	690	760	(70)	-9%	995
Housing Allowances		-	41	-	-	-	2	(2)	-100%	-
Other benefits and allowances		65	825	1 659	23	1 124	1 392	(268)	-19%	1 659
Sub Total - Councillors		13 953	15 251	15 617	610	9 799	12 178	(2 379)	-20%	15 617
% increase	4		9,3%	11,9%						11,9%
Senior Managers of the Municipality										
Basic Salaries and Wages		5 692	5 057	7 871	2	3 303	5 529	(2 226)	-40%	7 871
Pension and UIF Contributions		762	529	478	-	314	334	(19)	-6%	478
Medical Aid Contributions		265	300	262	15	200	191	8	4%	262
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		586	1 056	1 583	-	794	1 283	(489)	-38%	1 583
Motor Vehicle Allowance		1 444	3 015	3 591	238	2 897	2 721	176	6%	3 591
Cellphone Allowance		137	147	257	-	92	193	(101)	-53%	257
Housing Allowances		180	192	100	5	85	52	33	63%	100
Other benefits and allowances		25	26	117	-	39	87	(49)	-56%	117
Payments in lieu of leave		-	188	-	-	-	(0)	0	-100%	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		-	-	-	-	-	-	-	-	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		89	-	114	13	154	120	34	29%	114
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		9 180	10 510	14 373	273	7 877	10 511	(2 633)	-25%	14 373
% increase	4		14,5%	56,6%						56,6%
Other Municipal Staff										
Basic Salaries and Wages		188 027	191 209	165 782	17 156	140 114	118 205	21 909	19%	165 782
Pension and UIF Contributions		30 263	33 631	28 520	2 607	23 543	20 165	3 377	17%	28 520
Medical Aid Contributions		37 523	36 702	24 741	390	18 583	16 227	2 355	15%	24 741
Overtime		5 244	2 731	3 801	1 854	5 037	2 922	2 116	72%	3 801
Performance Bonus		16 385	14 138	15 288	404	14 915	14 783	132	1%	15 288
Motor Vehicle Allowance		13 597	14 020	12 059	1 180	9 512	8 819	693	8%	12 059
Cellphone Allowance		142	124	122	22	105	92	14	15%	122
Housing Allowances		2 785	2 707	2 320	200	1 841	1 686	155	9%	2 320
Other benefits and allowances		6 269	6 124	5 444	790	5 691	4 117	1 574	38%	5 444
Payments in lieu of leave		3 821	5 949	5 503	1 031	5 226	3 856	1 370	36%	5 503
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations		788	1 073	-	953	953	179	774	432%	-
Entertainment		-	-	-	-	-	-	-	-	-
Scarcity		-	-	-	-	-	-	-	-	-
Acting and post related allowance		549	461	579	103	449	391	57	15%	579
In kind benefits		-	-	-	-	-	-	-	-	-
Sub Total - Other Municipal Staff		305 394	308 870	264 160	26 688	225 970	191 444	34 526	18%	264 160
% increase	4		1,1%	-13,5%						-13,5%
Total Parent Municipality		328 528	334 630	294 151	27 572	243 646	214 132	29 514	14%	294 151

Remuneration related expenditure (councillors and staff) for the third quarter ending 31 March 2026 amount to R80,112,825 (YTDA: R243,645,712 and YTD: R214,132,062).

SECTION 10 – MATERIAL VARIANCES TO THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN


The measurement of performance of the Municipality in terms of the implementation of the Service Delivery and Budget Implementation plan is reported in the indicated section below.

SECTION 11 – CAPITAL PROGRAMME PERFORMANCE

The table below provides information on capital budget spending:

SCOA config	No.	Project description	Adjusted budget R'	YTD Expenditure R'	Status of project	Any challenges identified that is resulting in delays?
71207104112	1	Wireless Access Points	29 800	28 408	Completed	Completed
71213102466	2	Furniture / Equipment (Insurance Refunds)	137 500	-	Not Started	No challenges anticipated
71213102467	3	Office Furniture	12 500	8 843	In progress	No challenges anticipated
71601102327	4	Equipment	1 868 000	161 573	In progress	No challenges anticipated
71601103126	5	Building of Disaster Management Store	1 000 000	-	Not Started	No challenges anticipated
71601330025	6	Hover Craft	1 382 000	-	Orders issued to suppliers	No challenges anticipated
71801330005	7	Moveable 10'000 liter Water Tank	54 971	-	Not Started	No challenges anticipated
71801330007	8	Flat bed (to be used for District Hook Lift Truck)	88 000	-	Not Started	No challenges anticipated
71801330008	9	Mobile Generator Trailer	191 000	102 364	In progress	No challenges anticipated
71207230011	10	Type-C Docking Stations	8 000	7 928	Completed	Completed
71207230012	11	Wireless Radio Link (York Street - Mission Street)	60 000	60 000	Completed	Completed
71207230013	12	Desktop Computers (PC)	85 536	85 536	Completed	Completed
72305230111	13	Hazardous Materials Equipment	500 000	-	Orders issued to suppliers	No challenges anticipated
71201104201	14	Cell Phones - Finance Leases	23 739	-	Not Started	No challenges anticipated
71207104181	15	Monitors	16 664	16 661	Completed	Completed
74402100901	16	Landfill Site: PPE	67 122 133	10 056 214	Orders issued to suppliers	Weekly progress provided to Management Committee and standing agenda item in Council meetings
Totals			72 579 843	10 527 527		

SECTION 12 – WITHDRAWALS

 PROVINCIAL TREASURY Withdrawals from Municipal Bank Accounts In accordance with Section 11, Sub-section 1 (b) to (j) 			
NAME OF MUNICIPALITY:	GARDEN ROUTE DISTRICT MUNICIPALITY		
MUNICIPAL DEMARCATION CODE:	DC4		
QUARTER ENDED:	31-Mar-26		
MFMA section 11. (1) Only the <i>accounting officer</i> or the <i>chief financial officer</i> of a <i>municipality</i> , or any other senior financial <i>official</i> of the <i>municipality</i> acting on the written authority of the <i>accounting officer</i> may withdraw money or authorise the withdrawal of money from any of the <i>municipality's</i> bank accounts, and may do so only -	Amount	Reason for withdrawal	
	(b) to defray expenditure authorised in terms of section 26(4);	none	
	(c) to defray unforeseeable and unavoidable expenditure authorised in terms of section 29(1);	none	
	(d) in the case of a bank account opened in terms of section 12. to make payments from the account in accordance with subsection (4) of that section;	none	
	(e) to pay over to a person or organ of state money received by the <i>municipality</i> on behalf of that person or organ of state, including -	none	
	(i) money collected by the <i>municipality</i> on behalf of that person or organ of state by agreement; or	none	
	(ii) any insurance or other payments received by the <i>municipality</i> for that person or organ of state;	none	
	(f) to refund money incorrectly paid into a bank account;	none	
	(g) to refund guarantees, sureties and <i>security</i> deposits;	none	
	(h) for cash management and <i>investment</i> purposes in accordance with section 13;	R 90 000 000,00	Investments made for Q3
	(i) to defray increased expenditure in terms of section 31; or		
(j) for such other purposes as may be <i>prescribed</i> .	R 233 034 184,04	Quarter 3 Withdrawals	
(4) The <i>accounting officer</i> must within 30 days after the end of each <i>quarter</i> -	Name and Surname: M Stratu		
(a) table in the <i>municipal council</i> a consolidated report of all withdrawals made in terms of subsection (1)(b) to (j) during that <i>quarter</i> ; and	Rank/Position: Municipal Manager		
(b) submit a copy of the report to the relevant <i>provincial treasury</i> and the <i>Auditor-General</i> .	Signature: 		
Tel number	Fax number	Email Address	
0448031340		geraldine@grdm.gov.za	
The completed form must reach Mr Edwin Nkuna at the Provincial Treasury, Private Bag x 9165, 7 Wale Street, Cape Town, 8000, Tel: 021 483 8662, Fax 021 483 8623, Email: enkuna@pgwc.gov.za on or before the 15th of the month following the end of each quarter.			

SECTION 13 – MUNICIPAL MANAGER’S QUALITY CERTIFICATE



54 York Street,
George
Western Cape
6529

PO Box 12,
George,
Western Cape
6530

Tel: 044 803 1300
Fax: 086 555 6303
E-mail: info@gardenroute.gov.za
www.gardenroute.gov.za

OFFICE OF THE MUNICIPAL MANAGER

Enquiries:	Louise Hoek
Reference:	6/1/1 – 25/26
Date:	14 April 2026

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, MONDE 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 quarter ended **31 March 2026**, has been prepared in accordance with the Municipal Finance Management Act (Act 56 of 2003) and regulations made under the Act.

Print Name MONDE STRATU

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

Signature 

Date 15/4/2026

PART 3 – SERVICE DELIVERY AND BUDGET IMPLEMENTATION



PERFORMANCE MANAGEMENT

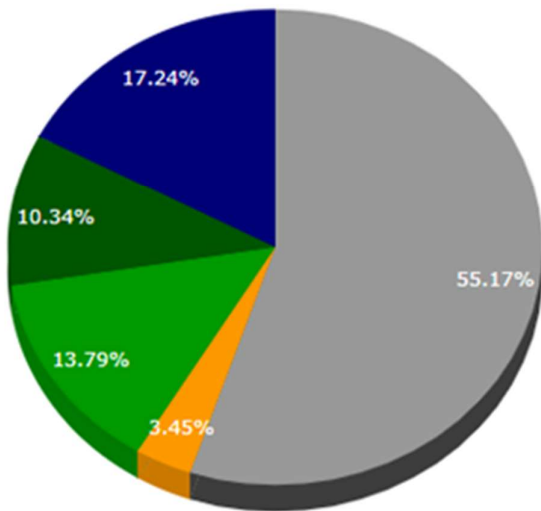
Quarter 3

January – March 2026

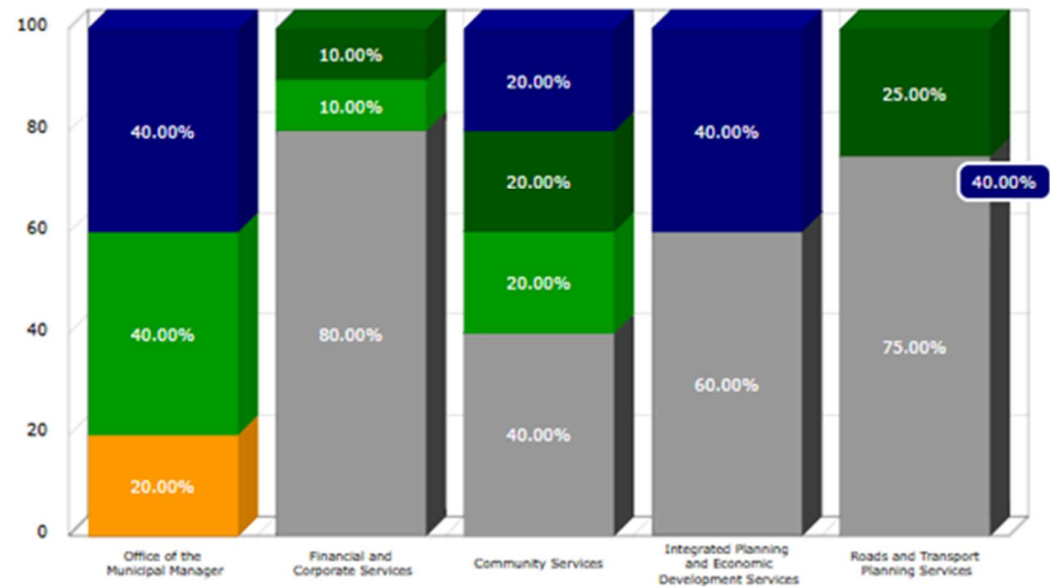
Top Layer KPI Report

Report drawn on 16 April 2026 at 11:30
for the months of Quarter ending March 2026 to Quarter ending March 2026.

Garden Route District Municipality



Responsible Directorate



	Garden Route District Municipality	Responsible Directorate					
		Office of the Municipal Manager	Financial and Corporate Services	Community Services	Integrated Planning and Economic Development Services	Roads and Transport Planning Services	[Unspecified]
■ Not Yet Applicable	16 (55.17%)	-	8 (80.00%)	2 (40.00%)	3 (60.00%)	3 (75.00%)	-
■ Not Met	-	-	-	-	-	-	-
■ Almost Met	1 (3.45%)	1 (20.00%)	-	-	-	-	-
■ Met	4 (13.79%)	2 (40.00%)	1 (10.00%)	1 (20.00%)	-	-	-
■ Well Met	3 (10.34%)	-	1 (10.00%)	1 (20.00%)	-	1 (25.00%)	-
■ Extremely Well Met	5 (17.24%)	2 (40.00%)	-	1 (20.00%)	2 (40.00%)	-	-
■ Did Not Occur	-	-	-	-	-	-	-
Total:	29	5	10	5	5	4	-
	100%	17.24%	34.48%	17.24%	17.24%	13.79%	-

Performance Key:

KPI not applicable = Target not set for the term under review

KPI not Met = 0 %< = Actual/Target< = 74.9%

Almost Met = 75 %< = Actual/Target < = 99.99%

Met = 100% Actual meets Target

KPI Well Met = 100.001% < = Actual/Target < = 149.9%

KPI Extremely Well Met = 150 000 %< = Actual/Target

Annexure A

OFFICE OF THE MUNICIPAL MANAGER										
KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2026				Yearly Target	Year to Date
					Target	Actual	R	Corrective Measures/ Comment	Target	Actual
TL1	Complete 85% of the Risk Based Audit Plan (RBAP) for the 2024/25 financial year by 30 June 2026 [(Number of audits and tasks completed for the period identified in the RBAP/ Number of audits and planned tasks in the RBAP) x 100]	% of the Risk Based Audit Plan completed by 30 June 2026	Good Governance	90%	50%	47%	O	4 Audits in progress are at the final stages and will address the 3% underachievement.	85%	47%
TL2	The percentage of the municipal capital budget spent on capital projects by 30 June 2026 [(Actual amount spent on capital projects /Total amount budgeted for capital projects) x 100]	% of capital budget spent by 30 June 2026	Financial Viability	26%	40%	77%	B	-	95%	77%
TL3	Compile and submit the final Oversight Report for 2024/25 to Council by 31 March 2026	Final Oversight Report for 2024/25 submitted to Council for adoption by 31 March 2026	Good Governance	New KPI	1	1	G	-	1	1

OFFICE OF THE MUNICIPAL MANAGER										
KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2026				Yearly Target	Year to date
					Target	Actual	R	Corrective Measures/ Comment	Target	Actual
TL4	Submit an Operation Clean Audit Report (OPCAR) progress report to the Management Public Accounts Committee (MPAC) on a quarterly basis	Number of OPCAR reports submitted to MPAC	Good Governance	New KPI	1	1	G	-	4	2
TL5	Award 5 external bursaries to qualifying candidates by 31 March 2026	Number of external bursaries awarded by 31 March 2026	Skilled Workforce and Community	20	5	19	B	-	5	19

FINANCIAL & CORPORATE SERVICES										
KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2026				Yearly Target	Year to Date
					Target	Actual	R	Corrective Measures/ Comment	Target	Actual
TL6	Achieve cash coverage ratio of 3 months. Financial viability measured in terms of the available cash to cover fixed operating expenditure by 30 June 2024[(Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, and Provision for Bad Debts, Impairment and Loss on Disposal of Assets)]	Number of months that available cash is sufficient to cover the monthly operating expenditure	Financial Viability & Sustainability	4.3	N/A	N/A	N/A	-	3	N/A
TL7	Achieve a current ratio of 1.5 (Current assets : Current liabilities) by 30 June 2026	Number of times the Municipality can pay back its short term-liabilities with its short-term assets by 30 June 2026	Financial Viability & Sustainability	2.56	N/A	N/A	N/A	-	1.50	N/A
TL8	Financial viability measured in terms of the municipality's ability to meet its service debt obligations by 30 June 2026 [(Short Term Borrowing + Bank Overdraft + Short Term Lease + Long Term Borrowing + Long Term Lease) / (Total Operating Revenue - Operating Conditional Grant) x 100]	% of debt coverage	Financial Viability & Sustainability	36.11%	N/A	N/A	N/A	-	45%	N/A
TL9	Compilation of the Annual Financial Statements (AFS) for the 2024/25 financial year and submit to the Auditor- General (AG) by 31 August 2025	Compilation and submission of the AFS to the AG by 31 August 2025	Financial Viability & Sustainability	1	N/A	N/A	N/A	-	1	1

FINANCIAL & CORPORATE SERVICES										
KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2026				Yearly Target	Year to Date
					Target	Actual	R	Corrective Measures/ Comment	Target	Actual
TL10	Compile the Mid-year Financial Statements for the 2025/26 financial year and submit to Audit and Performance Audit Committee (APAC) by 28 February 2026	Compilation and submission of the Mid-year Financial Statements to APAC by 28 February 2026	Financial Viability & Sustainability	1	1	1	G	-	1	1
TL11	Spend 1% of personnel budget on training by 30 June 2026 [(Actual total training expenditure/total personnel budget) x 100]	% of the personnel budget spent on training by 30 June 2026	Skilled Workforce and Community	1%	N/A	N/A	N/A	-	1	N/A
TL12	Limit vacancy rate to 10% of budgeted post by 30 June 2026[(Number of funded posts vacant/number of funded posts) x 100]	% vacancy rate	Skilled Workforce and Community	5.02%	N/A	N/A	N/A	-	10%	N/A
TL13	Award 8 internal bursaries to qualifying candidates by 31 March 2026	Number of internal bursaries awarded by March 2026	Skilled Workforce and Community	New KPI	8	11	G2	-	8	11
TL14	Create training opportunities for EPWP appointees by 30 June 2026	Number of training opportunities created for EPWP appointees by 30 June 2026	Skilled Workforce and Community	New KPI	N/A	N/A	N/A	-	40	N/A
TL15	Number of people from employment equity target groups that will be appointed in the three highest levels of management during the 2025/26 financial year in compliance with the municipality's approved employment equity plan (senior officials & managers, professionals, technicians and associate professionals)	Number of people appointed in the three highest levels of management in compliance with the municipality's approved employment equity plan	Skilled Workforce and Community	1	N/A	N/A	N/A	-	1	N/A

INTEGRATED PLANNING AND ECONOMIC DEVELOPMENT SERVICES										
KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2026				Yearly Target	Year to date
					Target	Actual	R	Corrective Measures/Comment	Target	Actual
TL16	Create job opportunities through the Expanded Public Works Programme (EPWP) for the organisation by 30 June 2026	Number of job opportunities created through the Expanded Public Works Programme (EPWP) by 30 June 2026	Growing an Inclusive District Economy	274	100	178	B	-	250	178
TL17	Compile and submit the Final Annual Report for Garden Route District Municipality for 2024/25 to Council by 31 December 2025	Final Annual Report (GRDM) for 2024/25 submitted to Council by 31 December 2025	Good Governance	1	0	1	B		1	1
TL18	Review and submit the Integrated Development Plan (IDP) for the 2022-2027 period to Council by 31 May 2026	IDP Review submitted to Council by 31 May 2026	Good Governance	1	N/A	N/A	N/A	-	1	N/A
TL19	Review and submit the Spatial Development Framework to Council for the period 2026-2030 by 30 June 2026	Submission of the SDF to Council by 30 June 2026	Good Governance	New KPI	N/A	N/A	N/A	-	1	N/A
TL20	Report half yearly to Council on the progress in terms of the Growth and Development Strategy initiatives within the district	Number of reports submitted	Good Governance	2	N/A	N/A	N/A	-	2	1

COMMUNITY SERVICES										
KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2026				Yearly Target	Year to date
					Target	Actual	R	Corrective Measures/ Comment	Target	Actual
TL21	Quarterly report on the conclusion of the MFMA Sec 33(Regional Waste Management Facility)	Number of reports submitted to Council	Sustainable Environmental Management and Public Safety	New KPI	1	1	G	-	4	2
TL22	Compile a one District Integrated Veld Fire Management Plan by 30 September 2025	Plan compiled and submitted to Council	Sustainable Environmental Management and Public Safety	New KPI	N/A	N/A	N/A	-	1	1
TL23	Compile a one Fire Master Plan by 30 September 2025	Plan compiled and submitted to Council	Sustainable Environmental Management and Public Safety	New KPI	N/A	N/A	N/A	-	1	1
TL24	Execute 4 emission testing (air quality) initiatives by 30 June 2026	Number of emission testing (air quality) initiatives executed by 30 June 2026	Sustainable Environmental Management and Public Safety	New KPI	1	2	B	-	4	5
TL25	Spend 95% of the project budget for the Regional Landfill Facility by 30 June 2026 [(Actual amount spent on project /Total amount budgeted for project) x 100]	% of project budget spent	Healthy and Socially Stable Communities	26%	65%	70%	G2		95%	70%

ROADS AND TRANSPORT PLANNING SERVICES										
KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2026				Yearly Target	Year to date
					Target	Actual	R	Corrective Measures/Comment	Target	Actual
TL26	Create 60 job opportunities through the Roads Services by 30 June 2026	Number of Jobs created by 30 June 2026	Skilled Workforce and Community	143	N/A	N/A	N/A	-	60	48
TL 27	Spent 95% of the roads budget allocation by 31 March 2026 (Actual expenditure divided by approved allocation received)	% of the roads spent by 31 March 2026	Sustainable Environmental Management and Public Safety	100.79%	95%	99%	G2	-	95%	99%
TL28	Reseal 25 km of roads by 30 June 2026	Number of km's of roads resealed	Financial Viability and Sustainability	25.98	N/A	N/A	N/A	-	25	N/A
TL29	Regravel 35km of roads by 30 June 2026	Number of km's of roads regraveled	Bulk Infrastructure Co-ordination	7.34	N/A	N/A	N/A	-	35	N/A

Requested adjustments:

TL 13: to move to Office of the Municipal Manager

TL 21: Quarterly report on the conclusion of the MFMA Section 33 (Regional Waste Management Facility); must change to:

Quarterly report on the progress of Regional Waste Management Facility Project.