

EXTRACT FROM THE DRAFT MINUTES OF A COUNCIL MEETING OF GARDEN ROUTE DISTRICT MUNICIPALITY HELD IN THE CA ROBERTSON COUNCIL CHAMBERS AND VIA ZOOM ON 27 MAY 2026 AT 11:00

B. REPORTS FROM THE EXECUTIVE MAYOR / VERSLAE VANAF DIE UITVOERENDE BURGEMEESTER / IMIBA EVELA KUSODOLOPHU

B.1 FOURTH ADJUSTMENT BUDGET 2025/2026 MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF) / VIERDE AANSUIWERINGSBEGROTING 2025/2026 MEDIUM TERMYN EN INKOMSTE EN UITGAWE RAAMWERK (MTIUR) / ULUNGELELWANISO LWESINE LOLWABIWO-MALI LUKA 2025/2026 LWENGENISO YEXESHA ELIFUTSHANE KUNYE NENDLELA YENKCITHO(MTREF)

Refer Report from the Executive Mayor (Ald M Kruger) (PG 4-112)

RESOLVED


(1) That the Fourth Adjustments Budget of Garden Route District Municipality for the financial year 2025/2026 as set out in the schedules contained in Section 4 be **approved:**

- i. Table B1 Adjustments Budget Summary;
- ii. Table B2 Adjustments Budget Financial Performance (by functional classification);
- iii. Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote);
- iv. Table B4 Adjustments Budget Financial Performance (revenue and expenditure); and
- v. Table B5 Adjustments Budget Capital Expenditure (by municipal vote and funding source)

(2) That Council approves the Adjustment Operating Expenditure Budget of **R518,093,818.**

(3) That Council approves the Adjustment Operating Revenue Budget of **R493,441,567.**

- (4) That Council approves the Adjustment Capital Budget of **R72,245,872**.
- (5) That a revised Service Delivery and Budget Implementation Plan (SDBIP) for the 2025/26 financial year be compiled and tabled to the Executive Mayor for approval.



Adv. S Maqekeni
Secretary of Council

Confirmed Extract

REPLACEMENT B-SCHEDULES

DC4 Garden Route - Table B7 Adjustments Budget Cash Flows - 20/06/2026

Description	Ref	Budget Year 2025/26								Budget Year +1 2026/27	Budget Year +2 2027/28	
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates												
Service charges		49 662	(0)	-	-	-	-	-	-	(0)	55 337	58 658
Other revenue		52 598	68 656	-	-	-	-	(1 125)	(1 125)	67 531	58 805	61 508
Transfers and Subsidies - Operational	1	428 679	443 522	-	-	-	-	(25 276)	(25 276)	418 246	430 253	463 158
Transfers and Subsidies - Capital	1	3 000	4 750	-	-	-	-	-	-	4 750	-	4 000
Interest		12 679	8 588	-	-	-	-	-	-	8 588	13 440	14 247
Dividends												
Payments												
Suppliers and employees		(538 018)	(496 312)	-	-	-	-	(52)	(52)	(496 365)	(552 904)	(594 893)
Finance charges		(136)	(88)	-	-	-	-	-	-	(88)	(136)	(136)
Transfers and Subsidies	1											
NET CASH FROM/(USED) OPERATING ACTIVITIES		8 464	29 116	-	-	-	-	(26 453)	(26 453)	2 662	4 796	6 542
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE												
Decrease (increase) in non-current receivables												
Decrease (increase) in non-current investments												
Payments												
Capital assets		(108 921)	(72 246)	-	-	-	-	1	1	(72 244)	(150)	(4 150)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(108 921)	(72 246)	-	-	-	-	1	1	(72 244)	(150)	(4 150)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans												
Borrowing long term/refinancing		118 555	0	-	-	-	-	67 122	67 122	67 122	-	-
Increase (decrease) in consumer deposits												
Payments												
Repayment of borrowing		(12 037)	(0)	-	-	-	-	-	-	(0)	(13 255)	(14 554)
NET CASH FROM/(USED) FINANCING ACTIVITIES		106 519	0	-	-	-	-	67 122	67 122	67 122	(13 255)	(14 554)
NET INCREASE/ (DECREASE) IN CASH HELD		6 062	(43 130)	-	-	-	-	40 670	40 670	(2 460)	(8 610)	(12 162)
Cash/cash equivalents at the year begin:	2	52 614	115 111	-	-	-	-	-	-	115 111	56 898	46 144
Cash/cash equivalents at the year end:	2	58 676	71 981	-	-	-	-	40 670	40 670	112 651	48 288	33 982

DC4 Garden Route - Table B8 Cash backed reserves/accumulated surplus reconciliation - 20/06/2026

Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
Cash and investments available												
Cash/cash equivalents at the year end	1	58 676	71 981	-	-	-	-	40 670	40 670	112 651	48 288	33 982
Other current investments > 90 days		(1 778)	67 189	-	-	-	-	(67 098)	(67 098)	90	(2 144)	(584)
Non current assets - Investments	1	16	16	-	-	-	-	-	-	16	16	16
Cash and investments available:		56 914	139 185	-	-	-	-	(26 428)	(26 428)	112 756	46 160	33 414
Applications of cash and investments												
Unspent conditional transfers		640	1 298	-	-	-	-	-	-	1 298	640	640
Unspent borrowing		105 571	105 571	-	-	-	-	-	-	105 571		
Statutory requirements		(117 809)	(37 856)	-	-	-	-	-	-	(37 856)	(117 809)	(117 809)
Other working capital requirements	2	(2 181)	(5 358)	-	-	-	-	891	891	(4 467)	(8 200)	(8 433)
Other provisions		24 793	23 600	-	-	-	-	-	-	23 600	20 055	15 251
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		2 602	(8 223)	-	-	-	-	-	-	(8 223)	2 602	2 602
Total Application of cash and investments:		13 617	79 031	-	-	-	-	891	891	79 923	(102 712)	(107 749)
Surplus(shortfall)		43 297	60 154	-	-	-	-	(27 320)	(27 320)	32 834	148 872	141 163

DC4 Garden Route - Table B7 Adjustments Budget Cash Flows - 20/06/2026

Description	Ref	Budget Year 2025/26								Budget Year +1 2026/27	Budget Year +2 2027/28	
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates												
Service charges		49 662	(0)	-	-	-	-	-	-	(0)	55 337	58 658
Other revenue		52 598	68 656	-	-	-	-	(1 125)	(1 125)	67 531	58 805	61 508
Transfers and Subsidies - Operational	1	428 679	443 522	-	-	-	-	(25 276)	(25 276)	418 246	430 253	463 158
Transfers and Subsidies - Capital	1	3 000	4 750	-	-	-	-	-	-	4 750	-	4 000
Interest		12 679	8 588	-	-	-	-	-	-	8 588	13 440	14 247
Dividends												
Payments												
Suppliers and employees		(538 018)	(496 312)	-	-	-	-	(52)	(52)	(496 365)	(552 904)	(594 893)
Finance charges		(136)	(88)	-	-	-	-	-	-	(88)	(136)	(136)
Transfers and Subsidies	1											
NET CASH FROM/(USED) OPERATING ACTIVITIES		8 464	29 116	-	-	-	-	(26 453)	(26 453)	2 662	4 796	6 542
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE												
Decrease (increase) in non-current receivables												
Decrease (increase) in non-current investments												
Payments												
Capital assets		(108 921)	(72 246)	-	-	-	-	1	1	(72 244)	(150)	(4 150)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(108 921)	(72 246)	-	-	-	-	1	1	(72 244)	(150)	(4 150)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans												
Borrowing long term/refinancing		118 555	0	-	-	-	-	67 122	67 122	67 122	-	-
Increase (decrease) in consumer deposits												
Payments												
Repayment of borrowing		(12 037)	(0)	-	-	-	-	-	-	(0)	(13 255)	(14 554)
NET CASH FROM/(USED) FINANCING ACTIVITIES		106 519	0	-	-	-	-	67 122	67 122	67 122	(13 255)	(14 554)
NET INCREASE/ (DECREASE) IN CASH HELD												
Cash/cash equivalents at the year begin:	2	52 614	115 111	-	-	-	-	-	-	115 111	56 898	46 144
Cash/cash equivalents at the year end:	2	58 676	71 981	-	-	-	-	40 670	40 670	112 651	48 288	33 982

DC4 Garden Route - Table B8 Cash backed reserves/accumulated surplus reconciliation - 20/06/2026

Description	Ref	Budget Year 2025/26									Budget Year +1 2026/27	Budget Year +2 2027/28
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
Cash and investments available												
Cash/cash equivalents at the year end	1	58 676	71 981	-	-	-	-	40 670	40 670	112 651	48 288	33 982
Other current investments > 90 days		(1 778)	67 189	-	-	-	-	(67 098)	(67 098)	90	(2 144)	(584)
Non current assets - Investments	1	16	16	-	-	-	-	-	-	16	16	16
Cash and investments available:		56 914	139 185	-	-	-	-	(26 428)	(26 428)	112 756	46 160	33 414
Applications of cash and investments												
Unspent conditional transfers		640	1 298	-	-	-	-	-	-	1 298	640	640
Unspent borrowing		105 571	105 571	-	-	-	-	-	-	105 571		
Statutory requirements		(117 809)	(37 856)	-	-	-	-	-	-	(37 856)	(117 809)	(117 809)
Other working capital requirements	2	(2 181)	(5 358)	-	-	-	-	891	891	(4 467)	(8 200)	(8 433)
Other provisions		24 793	23 600	-	-	-	-	-	-	23 600	20 055	15 251
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		2 602	(8 223)	-	-	-	-	-	-	(8 223)	2 602	2 602
Total Application of cash and investments:		13 617	79 031	-	-	-	-	891	891	79 923	(102 712)	(107 749)
Surplus(shortfall)		43 297	60 154	-	-	-	-	(27 320)	(27 320)	32 834	148 872	141 163

DC4 Garden Route - Supporting Table SB6 Adjustments Budget - funding measurement - 20/06/2026

Description	Ref	MFMA section	2022/23	2023/24	2024/25	Medium Term Revenue and Expenditure Framework				
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2026/27	Budget Year +2 2027/28
R thousands										
Funding measures										
Cash/cash equivalents at the year end - R'000	1	18(1)b				58 676	71 981	112 651	48 288	33 982
Cash + investments at the yr end less applications - R'000	2	18(1)b				43 297	60 154	32 834	148 872	141 163
Cash year end/monthly employee/supplier payments	3	18(1)b				-	-	-	-	-
Surplus/(Deficit) excluding depreciation offsets: R'000	4	18(1)				3 350	5 124	(24 652)	150	4 150
Service charge rev % change - macro CPIX target exclusive	5	18(1)a,(2)				0,0%	0,0%	0,0%	21,1%	3,4%
Cash receipts % of Ratepayer & Other revenue	6	18(1)a,(2)	0,0%	0,0%	0,0%	33,1%	27,1%	27,2%	36,1%	34,7%
Debt impairment expense as a % of total billable revenue	7	18(1)a,(2)				0,0%	0,0%	0,0%	0,0%	0,0%
Capital payments % of capital expenditure	8	18(1)c;19				100,0%	100,0%	0,0%	0,0%	0,0%
Borrowing receipts % of capital expenditure (excl. transfers)	9	18(1)c				99,7%	99,4%	92,9%	0,0%	0,0%
Grants % of Govt. legislated/gazetted allocations	10	18(1)a				0,0%	0,0%	0,0%	0,0%	0,0%
Current consumer debtors % change - incr(decr)	11	18(1)a							17,8%	7,6%
Long term receivables % change - incr(decr)	12	18(1)a							217,6%	0,0%
R&M % of Property Plant & Equipment	13	20(1)(vi)				4,3%	8,8%	9,0%	4,3%	4,6%
Asset renewal % of capital budget	14	20(1)(vi)				0,0%	0,0%	0,0%	0,0%	0,0%

DC4 Garden Route - Supporting Table SB15 Adjustments Budget - monthly cash flow - 20/06/2026

Ref	Monthly cash flows	Budget Year 2025/26												Medium Term Revenue and Expenditure Framework			
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28	
		Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget		
1	Cash Receipts By Source																
	Property rates																
	Service charges - electricity revenue																
	Service charges - water revenue																
	Service charges - sanitation revenue																
	Service charges - refuse																
	Rental of facilities and equipment	116	76	74	210	113	121	171	146	101	100	94	2 414	(18 156)	55 337	10 984	58 658
	Interest earned - external investments	0						320	(1 918)	274	34	427	9 451	1 512	2 835	8 588	10 077
	Interest earned - outstanding debtors																
	Dividends received																
	Fines, penalties and forfeits																
	Licences and permits	73	71	93	137	116	108	197	119	215	97	280	866	(641)	1 135	866	1 203
	Agency services	27 026	3 868		35 080	16 661	20 096	1 921	18 043	54 010	1 169	23 429	47 930	(153 372)	23 234	47 930	25 117
	Transfers and Subsidies - Operational	78 995	10 043	425	1 461	1 313	68 492		1 542	47 746	22	2 024	206 182	418 246	430 253	418 246	463 158
	Other revenue	(35 557)	90	3 717	(39 515)	10 477	(23 317)	64 938	(101 903)	(49 823)	1 071	(22 598)	15 900	208 320	23 452	15 900	25 112
	Cash Receipts by Source	70 654	14 149	4 311	(2 627)	28 680	65 489	76 521	(81 035)	56 356	2 493	6 070	494 365	253 296	557 836	494 365	597 570
	Other Cash Flows by Source																
	Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)					3 000										4 750	4 000
	Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporators, Higher Educ Institutions)																
	Proceeds on Disposal of Fixed and Intangible Assets																
	Short term loans																
	Borrowing long term/financing																
	Increase (decrease) in consumer deposits																
	VAT Control (receipts)																
	Decrease (increase) in non-current receivables																
	Decrease (increase) in non-current investments																
	Total Cash Receipts by Source	70 654	14 149	4 311	(2 627)	29 597	65 489	75 801	(81 590)	56 356	2 493	4 877	566 237	326 718	557 836	566 237	601 570
	Cash Payments by Type																
	Employee related costs	12 440	12 738	12 385	11 298	14 165	14 465	11 194	11 767	32 198	33 440	29 212	309 454	114 174	334 390	309 454	352 509
	Remuneration of councillors	907	876	909	879	863	858	891	936	2 075	1 583	1 562	15 979	3 610	16 013	15 979	16 814
	Finance charges		1 287	1 420		2 557	1 419		2 426	1 338	2 468		88	(12 807)	136	88	136
2	Bulk purchases - Electricity																
3	Acquisitions - water & other inventory	1 147	2 054	1 406	3 151	2 872	555	166	2 359	1 863	3		47 739	32 164	49 932	47 739	68 938
	Contracted services	4 944	4 858	1 171	4 469	2 849	6 798	2 288	2 254	7 353	3 892	2 557	54 517	11 084	46 777	54 517	49 271
	Transfers and grants - other municipalities																
	Transfers and grants - other																
	Other expenditure	7 723	7 050	5 592	9 713	10 565	5 252	4 715	5 507	28 502	15 439	16 254	68 676	(47 637)	105 791	68 676	107 360
	Cash Payments by Type	27 161	28 863	22 884	29 510	33 881	29 346	19 254	25 267	73 289	56 825	49 385	496 453	100 589	553 040	496 453	595 029
	Other Cash Flows/Payments by Type																
	Capital assets	215	389		19	12	216	532	880	2 646	6 184	6 467	72 244	54 984	150	72 244	4 150
	Repayment of borrowing																
	Other Cash Flows/Payments																
	Total Cash Payments by Type	27 376	29 251	22 884	29 529	33 893	29 563	19 786	25 847	75 934	63 009	56 052	568 697	155 573	566 446	568 697	613 732
	NET INCREASE/(DECREASE) IN CASH HELD	43 278	(15 103)	(18 573)	(32 156)	(4 296)	35 937	56 015	(107 437)	(19 578)	(60 516)	(51 175)	(2 460)	171 145	(8 610)	(2 460)	(12 162)
	Cash/cash equivalents at the month/year beginning:	156 816	200 093	184 990	166 417	134 262	129 966	165 902	221 917	114 480	94 902	34 386	156 816	(16 789)	154 356	156 816	145 746
	Cash/cash equivalents at the month/year end:	200 093	184 990	166 417	134 262	129 966	165 902	221 917	114 480	94 902	34 386	(16 789)	154 356	154 356	145 746	154 356	133 584

