

George Municipality

Adjustments Budget 2021/2022

31 January 2022



Table of Contents

GLOSSARY.....	3-4
PART 1 – ADJUSTMENTS BUDGET	
1.1 FOREWORD.....	5
1.2 BACKGROUND.....	5
1.3 COUNCIL RESOLUTIONS.....	6
1.4 EXECUTIVE SUMMARY.....	6-17
PART 2 – ADJUSTMENT BUDGET SCHEDULES	
2.1 LEGISLATIVE FRAMEWORK.....	18
2.2 ADJUSTMENTS BUDGET SCHEDULES.....	18-23
PART 3– MUNICIPAL MANAGER’S QUALITY CERTIFICATE.....	24
List of Tables	
Table 1 – B1: Budget Summary.....	19
Table 2 – B2: Financial Performance (Functional classification)	20
Table 3 – B3: Financial Performance (revenue and expenditure by municipal vote).....	21
Table 4 – B4: Financial Performance (revenue and expenditure).....	22
Table 5 – B5: Capital Expenditure Budget by vote and funding.....	23

Glossary

<p>Act – means the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003)</p>
<p>Adjustments Budget – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.</p>
<p>Allocations – Money received from Provincial or National Government or other municipalities.</p>
<p>Budget – The financial plan of the Municipality.</p>
<p>Budget Related Policy – Policy of a municipality affecting or affected by the budget, such as the tariffs policy, rates policy and credit control and debt collection policy.</p>
<p>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.</p>
<p>Cash flow statement – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it scores as expenditure in the month it is received, even though it may not be paid in the same period.</p>
<p>DORA – Division of Revenue Act. Annual piece of legislation that shows the amount of allocations from national to local government.</p>
<p>Equitable Share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.</p>
<p>GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.</p>
<p>IDP – Integrated Development Plan. The main strategic planning document of the Municipality</p>
<p>KPI's – Key Performance Indicators. Measures of service output and/or outcome.</p>
<p>MFMA – The Municipal Finance Management Act – no 53 of 2003. The principle piece of legislation relating to municipal financial management.</p>
<p>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.</p>
<p>Operating Expenditure – Spending on the day to day expenses of the Municipality such as salaries and wages.</p>
<p>Own Revenue – Means total revenue as reflected in the municipality's financial performance budget less national and provincial conditional transfers.</p>
<p>Rates – Local Government taxation based on an assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.</p>

SDBIP – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.
Strategic Objectives – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.
Vehement – A transfer of budget.
Virement Policy - The policy that sets out the rules for budget transfers. Varmints 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, usually at directorate / department level.

Part 1 – Adjustments Budget

Mayor's Report

1.1 Foreword

Municipal Finance Management Act (MMFA)

The Local Government: Municipal Finance Management Act (Act No. 56 of 2003) Section 28(2)(b)(e) prescribes as follows:

An adjustment budget-

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

(e) "may authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council."

Municipal Budget and Reporting Regulations (MBRR)

The Local Government: Municipal Finance Management Act (Act No. 56 of 2003): Municipal Budget and Reporting Regulations stipulates in:

Regulation 23. (3):

"(3) If a national or provincial adjustments budget allocates or transfers additional revenues to a municipality, the mayor of the municipality must, at the next available council meeting, but within 60 days of the approval of the relevant national or provincial adjustments budget, table an adjustments budget referred to in section 28(2)(b) of the Act in the municipal council to appropriate these additional revenues."

1.2 Background

To submit to Council an Adjustments Budget for approval as prescribed in Section 28(2)(b)(e) of the Local Government: Municipal Finance Management Act (Act No. 56 of 2003) read together with the Municipal Budget and Reporting Regulations (MBRR) 23(3)(5).

1.3 Council Resolutions

On 31 January 2022, the Council of George Municipality met to consider the adjustments budget for approval. Council approved the following resolutions:

- (a) That the Operating Budget for 2021/2022 be adjusted to reflect the grant allocations dated 15 December 2021 as per Annexure "A" as contained in above table;
- (b) that the Service Delivery and Budget Implementation Plan (SDBIP) be amended accordingly;
- (c) that the formal budget tables be updated with the adjustments and submitted to National and Provincial Government.

1.4 Executive Summary

PURPOSE OF REPORT / DOEL VAN VERSLAG

To submit to Council an Adjustments Budget for approval as prescribed in Section 28(2)(b) of the Local Government: Municipal Finance Management Act (Act No. 56 of 2003) read together with the Municipal Budget and Reporting Regulations (MBRR) 23(3).

MOTIVATION: ADDITIONAL TRANSFERS

With regards to **Regulation 23. (3)** as defined above the Western Cape Provincial Treasury granted additional transfers in Provincial Gazette no.8531 published on 15 December 2021. See attached Annexure "A".

Vote	Grant Description	GAZETTE 8531 15 December 2021
8	Human Settlements Development Grant (Beneficiaries)	10 411 000
8	Human Settlements Development Grant (Beneficiaries)	-48 803 000
8	Informal Settlements Upgrading Partnership Grant: Provinces (Beneficiaries)	21 966 000
8	Municipal Accreditation & Capacity Building Grant	600 000
10	George Integrated Public Transport Network – Operations	57 000 000
12	Western Cape Municipal Energy Resilience Grant (WC MER Grant)	400 000
13	Municipal Library Support	2 547 000
14	Local Government Public Employment Support Grant	2 000 000

Operating Adjustments

OPERATING ADJUSTMENTS							
DEPARTMENT	UKEY	VOTE	GRANT	ITEM DESCRIPTION	AMENDED BUDGET	ADJUSTMENT	ADJUSTED BUDGET
GIPTN - AUXILLARY COST	20190705045782	10687165081200	George Integrated Public Transport Network - Operations	Infrastructure: Specify	- 5 528 686	- 11 700 000	-17 228 686
GIPTN - AUXILLARY COST	20200705118671	10687202530000	George Integrated Public Transport Network - Operations	Salaries, Wages and Allowances: Basic Salary and Wages	0	5 300 000	5 300 000
GIPTN - AUXILLARY COST	20210702093610	10687200662500	George Integrated Public Transport Network - Operations	Outsourced Services: Transport Services	0	3 900 000	3 900 000
GIPTN - AUXILLARY COST	20210702093703	10687201320000	George Integrated Public Transport Network - Operations	Contractors: Event Promoters	0	1 800 000	1 800 000
GIPTN - AUXILLARY COST	20210702093728	10687201430000	George Integrated Public Transport Network - Operations	Contractors: Maintenance of Buildings and Facilities	0	120 000	120 000
GIPTN - AUXILLARY COST	NEW	NEW	George Integrated Public Transport Network - Operations	Outsourced Services: Illegal Dumping	0	500 000	500 000
GIPTN - AUXILLARY COST	NEW	NEW	George Integrated Public Transport Network - Operations	Connection/Dis- connection: Electricity	0	80 000	80 000

OPERATING ADJUSTMENTS

DEPARTMENT	UKEY	VOTE	GRANT	ITEM DESCRIPTION	AMENDED BUDGET	ADJUSTMENT	ADJUSTED BUDGET
GIPTN - ESTABLISHMENT COSTS	20190705045781	10689165081200	George Integrated Public Transport Network - Operations	Infrastructure: Specify	-33 812 344	- 5 300 000	- 39 112 344
GIPTN - ESTABLISHMENT COSTS	20210702093817	10689201450000	George Integrated Public Transport Network - Operations	Contractors: Maintenance of Unspecified Assets	0	2 300 000	2 300 000
GIPTN - ESTABLISHMENT COSTS	20210702093822	10689201450000	George Integrated Public Transport Network - Operations	Contractors: Maintenance of Unspecified Assets	0	1 200 000	1 200 000
GIPTN - ESTABLISHMENT COSTS	20210702093824	10689201450000	George Integrated Public Transport Network - Operations	Contractors: Maintenance of Unspecified Assets	0	1 100 000	1 100 000
GIPTN - ESTABLISHMENT COSTS	20210702093828	10689201560000	George Integrated Public Transport Network - Operations	Contractors: Traffic and Street Lights	0	700 000	700 000
GIPTN - OPERATIONAL EXPENSES	20190705045290	10688200662500	George Integrated Public Transport Network - Operations	Outsourced Services: Transport Services	121 245 970	40 000 000	161 245 970
GIPTN - OPERATIONAL EXPENSES	20190705045780	10688165081200	George Integrated Public Transport Network - Operations	Infrastructure: Specify	-121 245 970	- 40 000 000	-161 245 970

OPERATING ADJUSTMENTS

DEPARTMENT	UKEY	VOTE	GRANT	ITEM DESCRIPTION	AMENDED BUDGET	ADJUSTMENT	ADJUSTED BUDGET
HOUSING ADMINISTRATION	20210702093631	10220200790000	Human Settlements Development Grant (Beneficiaries)	HUMAN SETTLEMENTS PLAN	600 000	- 237 202	362 798
HOUSING ADMINISTRATION	20210702093658	10220201230000	Human Settlements Development Grant (Beneficiaries)	THEMBALETHU ISSP NGO	2 000 000	- 790 675	1 209 325
HOUSING ADMINISTRATION	20210702093660	10220201230000	Human Settlements Development Grant (Beneficiaries)	THEMBALETHU (718) TOPS	5 300 000	- 2 095 288	3 204 712
HOUSING ADMINISTRATION	20210702093661	10220201230000	Human Settlements Development Grant (Beneficiaries)	THEMBALETHU BUNGALOWS (200) DDISP	3 250 000	- 1 284 846	1 965 154
HOUSING ADMINISTRATION	20210702093662	10220201230000	Human Settlements Development Grant (Beneficiaries)	THEMBALETHU PHP (EXT 42 & 58)	7 200 000	- 2 846 429	4 353 571
HOUSING ADMINISTRATION	20210702093663	10220201230000	Human Settlements Development Grant (Beneficiaries)	SYFERFONTEIN EAST PH B1 (1004 OF 2100)	12 390 000	- 4 898 230	7 491 770
HOUSING ADMINISTRATION	20210702093664	10220201230000	Human Settlements Development Grant (Beneficiaries)	THEMBALETHU INTERIM BASIC SERVICES	5 400 000	- 2 134 822	3 265 178

OPERATING ADJUSTMENTS

DEPARTMENT	UKEY	VOTE	GRANT	ITEM DESCRIPTION	AMENDED BUDGET	ADJUSTMENT	ADJUSTED BUDGET
HOUSING ADMINISTRATION	20210702093665	10220201230000	Human Settlements Development Grant (Beneficiaries)	WILDERNESS HEIGHTS (117)	1 000 000	- 395 337	604 663
HOUSING ADMINISTRATION	20210702093666	10220201230000	Human Settlements Development Grant (Beneficiaries)	SYFERFONTEIN WEST (3500)	1 000 000	- 395 337	604 663
HOUSING ADMINISTRATION	20210702093667	10220201230000	Human Settlements Development Grant (Beneficiaries)	SYFERFONTEIN EAST PH B3 (OF 2100)	9 152 000	- 3 618 127	5 533 873
HOUSING ADMINISTRATION	20210702093668	10220201230000	Human Settlements Development Grant (Beneficiaries)	SYFERFONTEIN EAST PH B4 (OF 2100)	2 000 000	- 790 675	1 209 325
HOUSING ADMINISTRATION	20210702093669	10220201230000	Human Settlements Development Grant (Beneficiaries)	SYFERFONTEIN EAST PH B5 (OF 2100)	2 000 000	- 790 675	1 209 325
HOUSING ADMINISTRATION	20210702093670	10220201230000	Human Settlements Development Grant (Beneficiaries)	GOLDEN VALLEY (165) IRDP	15 470 000	- 6 115 869	9 354 131
HOUSING ADMINISTRATION	20210702093671	10220201230000	Human Settlements Development Grant (Beneficiaries)	SYFERFONTEIN EAST PH B2 (02 2100)	2 050 000	- 810 442	1 239 558

OPERATING ADJUSTMENTS

DEPARTMENT	UKEY	VOTE	GRANT	ITEM DESCRIPTION	AMENDED BUDGET	ADJUSTMENT	ADJUSTED BUDGET
HOUSING ADMINISTRATION	20210702093672	10220201230000	Human Settlements Development Grant (Beneficiaries)	SYFERFONTEIN EAST PH A (359/179 OF 2100)	7 800 000	- 3 083 631	4 716 369
HOUSING ADMINISTRATION	20210702093673	10220201230000	Human Settlements Development Grant (Beneficiaries)	METRO GROUNDS (664)	19 500 000	- 7 709 078	11 790 922
HOUSING ADMINISTRATION	20210702093674	10220201230000	Human Settlements Development Grant (Beneficiaries)	THEMBALETHU (1753 OF 4350) (1753-456=1297)	1 000 000	- 395 337	604 663
HOUSING ADMINISTRATION	20200705118999	10220165081100	Human Settlements Development Grant (Beneficiaries)	Non-exchange Revenue	- 97 112 000	38 392 000	- 58 720 000
HOUSING ADMINISTRATION	NEW	NEW	Informal Settlements Upgrading Partnership Grant: Provinces (Beneficiaries)	Contractors: Building	0	21 966 000	21 966 000
HOUSING ADMINISTRATION	NEW	NEW	Informal Settlements Upgrading Partnership Grant: Provinces (Beneficiaries)	Infrastructure: Specify	0	- 21 966 000	- 21 966 000
CIVIL ENGINEERING	NEW	NEW	Local Government Public Employment	Salaries, Wages and Allowances: Basic	0	156 403	156 403

OPERATING ADJUSTMENTS

DEPARTMENT	UKEY	VOTE	GRANT	ITEM DESCRIPTION	AMENDED BUDGET	ADJUSTMENT	ADJUSTED BUDGET
SERVICES			Support Grant	Salary and Water			
CIVIL ENGINEERING SERVICES	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 156 403	- 156 403
COMMUNITY SERVICES ADMIN	NEW	NEW	Local Government Public Employment Support Grant	Protective clothing	0	328 368	328 368
COMMUNITY SERVICES ADMIN	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 377 624	- 377 624
DUMPING SITE	NEW	NEW	Local Government Public Employment Support Grant	Salaries, Wages and Allowances: Basic Salary and Wages	0	39 100	39 100
DUMPING SITE	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 39 100	- 39 100
ELECTRICITY: DISTRIBUTION	NEW	NEW	Local Government Public Employment Support Grant	Salaries, Wages and Allowances: Basic Salary and Wages	0	156 403	156 403

OPERATING ADJUSTMENTS

DEPARTMENT	UKEY	VOTE	GRANT	ITEM DESCRIPTION	AMENDED BUDGET	ADJUSTMENT	ADJUSTED BUDGET
ELECTRICITY: DISTRIBUTION	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 156 403	- 156 403
HIV	NEW	NEW	Local Government Public Employment Support Grant	Salaries, Wages and Allowances: Basic Salary and Wages	0	58 651	58 651
HIV	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 58 651	- 58 651
HOUSING ADMINISTRATION	NEW	NEW	Local Government Public Employment Support Grant	Salaries, Wages and Allowances: Basic Salary and Wages	0	97 752	97 752
HOUSING ADMINISTRATION	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 97 752	- 97 752
LAW ENFORCEMENT	NEW	NEW	Local Government Public Employment Support Grant	Salaries, Wages and Allowances: Basic Salary and Wages	0	97 752	97 752
LAW ENFORCEMENT	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 97 752	- 97 752
PARKS AND RECREATION	NEW	NEW	Local Government Public Employment	Salaries, Wages and Allowances: Basic	0	136 752	136 752

OPERATING ADJUSTMENTS

DEPARTMENT	UKEY	VOTE	GRANT	ITEM DESCRIPTION	AMENDED BUDGET	ADJUSTMENT	ADJUSTED BUDGET
			Support Grant	Salary and Wages			
PARKS AND RECREATION	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 136 752	- 136 752
REFUSE REMOVAL	NEW	NEW	Local Government Public Employment Support Grant	Salaries, Wages and Allowances: Basic Salary and Wages	0	156 403	156 403
REFUSE REMOVAL	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 156 403	- 156 403
SOCIAL SERVICES	NEW	NEW	Local Government Public Employment Support Grant	Salaries, Wages and Allowances: Basic Salary and Wages	0	488 556	488 556
SOCIAL SERVICES	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 488 556	- 488 556
STREETS AND STORMWATER	NEW	NEW	Local Government Public Employment Support Grant	Salaries, Wages and Allowances: Basic Salary and Wages	0	39 100	39 100
STREETS AND STORMWATER	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 39 100	- 39 100

OPERATING ADJUSTMENTS

DEPARTMENT	UKEY	VOTE	GRANT	ITEM DESCRIPTION	AMENDED BUDGET	ADJUSTMENT	ADJUSTED BUDGET
TOURISM	NEW	NEW	Local Government Public Employment Support Grant	Salaries, Wages and Allowances: Basic Salary and Wages	0	97 752	97 752
TOURISM	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 97 752	- 97 752
TRAFFIC SERVICES	NEW	NEW	Local Government Public Employment Support Grant	Salaries, Wages and Allowances: Basic Salary and Wages	0	97 752	97 752
TRAFFIC SERVICES	NEW	NEW	Local Government Public Employment Support Grant	Infrastructure: Specify	0	- 97 752	- 97 752
HOUSING ADMINISTRATION	20190705045512	10220202530000	Municipal Accreditation & Capacity Building Grant	Salaries, Wages and Allowances: Basic Salary and Wages	503 000	600 000	1 103 000
HOUSING ADMINISTRATION	20190705045791	10220165085300	Municipal Accreditation & Capacity Building Grant	Capacity Building and Other: Specify (Add grant des	- 503 000	- 600 000	- 1 103 000
BRANCH LIBRARIES	20190705045526	10262202530000	Municipal Library Support	Salaries, Wages and Allowances: Basic Salary and Wages	4 883 770	1 133 679	6 017 449

OPERATING ADJUSTMENTS

DEPARTMENT	UKEY	VOTE	GRANT	ITEM DESCRIPTION	AMENDED BUDGET	ADJUSTMENT	ADJUSTED BUDGET
BRANCH LIBRARIES	20190705045793	10262165085400	Municipal Library Support	Capacity Building and Other: Specify (Add grant des	- 3 936 941	- 1 133 679	- 5 070 620
MAIN LIBRARY	20190705045527	10084202530000	Municipal Library Support	Salaries, Wages and Allowances: Basic Salary and Wages	6 088 440	1 413 321	7 501 761
MAIN LIBRARY	20190705045792	10084165085400	Municipal Library Support	Capacity Building and Other: Specify (Add grant des	- 4 908 059	- 1 413 321	- 6 321 380
ELECTRICITY: DISTRIBUTION	NEW	NEW	Western Cape Municipal Energy Resilience Grant (WC MER Grant)	Contractors: Electrical	0	400 000	400 000
ELECTRICITY: DISTRIBUTION	NEW	NEW	Western Cape Municipal Energy Resilience Grant (WC MER Grant)	Infrastructure: Specify	0	- 400 000	- 400 000

Part 2 – Adjustments Budget Schedules

2.1 – Legislative Framework

The Municipal Budget and Reporting Regulations (MBRR) stipulates that,

21. “An adjustments budget and supporting documentation of a Municipality must be in the format specified in Schedule B ...”

The objective of the MBRR is to secure sound and sustainable management of the budgeting and reporting practices of municipalities by establishing uniform norms and standards and other requirements for ensuring transparency, accountability and appropriate lines of responsibility in the budgeting and reporting process and other relevant matters as required by the Act.

2.2 – Adjustments Budget Schedules

Only those schedules that are affected by the adjustments budget is included in this document.

Table 1 – B1: Budget Summary

WC044 George - Table B1 Adjustments Budget Summary - 31/01/2022											
Description	Budget Year 2021/22									Budget Year	Budget Year
	Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
	Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjus.	Adjus.	Budget	Budget	Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	341 309	341 309	-	-	-	-	-	-	341 309	361 789	383 496
Service charges	1 278 313	1 278 313	-	-	-	-	-	-	1 278 313	1 350 936	1 436 998
Investment revenue	59 264	59 264	-	-	-	-	-	-	59 264	59 328	60 438
Transfers recognised - operational	613 642	618 027	-	-	-	-	46 121	46 121	664 148	610 130	643 099
Other own revenue	220 346	220 346	-	-	-	-	-	-	220 346	231 420	241 723
Total Revenue (excluding capital transfers and contributions)	2 512 874	2 517 259					46 121	46 121	2 563 380	2 613 604	2 765 754
Employee costs	606 002	606 854	-	-	-	-	10 069	10 069	616 923	622 393	648 984
Remuneration of councillors	26 171	26 171	-	-	-	-	-	-	26 171	27 479	28 853
Depreciation & asset impairment	157 539	157 539	-	-	-	-	-	-	157 539	159 920	159 318
Finance charges	38 539	38 539	-	-	-	-	-	-	38 539	53 891	65 876
Materials and bulk purchases	721 541	723 210	-	-	-	-	-	-	723 210	788 415	865 769
Transfers and grants	64 785	65 085	-	-	-	-	-	-	65 085	52 055	51 739
Other expenditure	896 492	904 957	-	-	-	-	36 002	36 002	940 959	913 781	960 315
Total Expenditure	2 511 069	2 522 355					46 072	46 072	2 568 427	2 617 935	2 780 853
Surplus/(Deficit)	1 805	(5 096)					49	49	(5 047)	(4 332)	(15 099)
Transfers recognised - capital	89 098	186 820	-	-	-	-	-	-	186 820	61 807	58 748
Contributions recognised - capital & contributed	14 759	14 759	-	-	-	-	-	-	14 759	15 350	15 965
Surplus/(Deficit) after capital transfers & contributions	105 661	196 482					49	49	196 532	72 825	59 614
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	105 661	196 482					49	49	196 532	72 825	59 614
Capital expenditure & funds sources											
Capital expenditure	370 443	469 575							469 575	361 493	306 991
Transfers recognised - capital	81 405	168 523	-	-	-	-	-	-	168 523	52 006	47 750
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-
Borrowing	218 758	195 700	-	-	-	-	-	-	195 700	219 932	189 355
Internally generated funds	70 280	105 352	-	-	-	-	-	-	105 352	89 555	69 886
Total sources of capital funds	370 443	469 575							469 575	361 493	306 991
Financial position											
Total current assets	1 485 776	(1 074 688)	-	-	-	-	2 606 493	2 606 493	1 531 805	1 357 036	1 459 630
Total non current assets	3 489 333	469 575	-	-	-	-	3 118 890	3 118 890	3 588 465	3 478 002	3 424 102
Total current liabilities	919 543	(2 012 039)	-	-	-	-	2 987 462	2 987 462	975 423	819 694	923 107
Total non current liabilities	687 379	143 093	-	-	-	-	544 286	544 286	687 379	679 992	638 485
Community wealth/Equity	3 368 187	26 000					3 431 419	3 431 419	3 457 419	3 335 351	3 322 139
Cash flows											
Net cash from (used) operating	537 525	(1 949 127)	-	-	-	-	2 632 812	2 632 812	683 685	586 654	531 250
Net cash from (used) investing	(406 831)	(505 963)	-	-	-	-	-	-	(505 963)	(397 880)	(343 379)
Net cash from (used) financing	58 560	58 560	-	-	-	-	-	-	58 560	68 560	79 060
Cash/cash equivalents at the year end	2 055 226	(1 463 544)					2 632 812	2 632 812	1 169 267	2 345 420	2 467 064
Cash backing/surplus reconciliation											
Cash and investments available	1 155 102	-	-	-	-	-	1 202 409	1 202 409	1 202 409	1 045 031	1 149 455
Application of cash and investments	7 178 099	(1 817 738)	-	-	-	-	9 142 414	9 142 414	7 324 677	7 180 629	7 323 142
Balance - surplus (shortfall)	(6 022 998)	1 817 738					(7 940 005)	(7 940 005)	(6 122 268)	(6 135 597)	(6 173 687)
Asset Management											
Asset register summary (WDV)	3 452 945	469 575	-	-	-	-	3 082 502	3 082 502	3 552 078	3 441 614	3 387 715
Depreciation & asset impairment	157 539	157 539	-	-	-	-	-	-	157 539	159 920	159 318
Renewal of Existing Assets	50 232	77 856	-	-	-	-	-	-	77 856	21 054	33 109
Repairs and Maintenance	128 524	127 573	-	-	-	-	5 300	5 300	132 873	123 602	128 663
Free services											
Cost of Free Basic Services provided	(145 491)	(145 491)	-	-	-	-	-	-	(145 491)	(155 984)	(157 917)
Revenue cost of free services provided	(40 916)	(40 916)	-	-	-	-	-	-	(40 916)	(43 370)	(45 973)
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sew erage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

Table 2 – B2: Financial Performance (Functional classification)

WC044 George - Table B2 Adjustments Budget Financial Performance (functional classification) - 31/01/2022

Standard Description	Ref	Budget Year 2021/22									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Functional												
Governance and administration		421 153	421 714	-	-	-	-	534	534	422 248	442 714	465 187
Executive and council		37	37	-	-	-	-	-	-	37	38	39
Finance and administration		421 116	421 677	-	-	-	-	534	534	422 211	442 676	465 148
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		209 840	206 135	-	-	-	-	(12 302)	(12 302)	193 833	224 082	247 134
Community and social services		15 039	15 044	-	-	-	-	3 094	3 094	18 138	14 588	14 678
Sport and recreation		10 276	2 784	-	-	-	-	137	137	2 921	4 898	700
Public safety		79 177	79 177	-	-	-	-	196	196	79 372	80 593	82 205
Housing		105 267	109 050	-	-	-	-	(15 728)	(15 728)	93 322	123 923	149 471
Health		80	80	-	-	-	-	-	-	80	80	80
Economic and environmental services		473 424	489 888	-	-	-	-	57 039	57 039	546 927	421 319	435 154
Planning and development		11 228	11 228	-	-	-	-	-	-	11 228	11 309	11 503
Road transport		462 194	478 658	-	-	-	-	57 039	57 039	535 697	410 008	423 649
Environmental protection		2	2	-	-	-	-	-	-	2	2	2
Trading services		1 511 934	1 600 721	-	-	-	-	752	752	1 601 473	1 602 571	1 692 915
Energy sources		927 453	927 453	-	-	-	-	556	556	928 009	979 013	1 036 680
Water management		197 798	241 132	-	-	-	-	-	-	241 132	246 385	259 354
Waste water management		229 276	274 729	-	-	-	-	-	-	274 729	213 454	225 840
Waste management		157 408	157 408	-	-	-	-	196	196	157 603	163 719	171 042
Other		379	379	-	-	-	-	98	98	477	75	76
Total Revenue - Functional	2	2 616 730	2 718 837	-	-	-	-	46 121	46 121	2 764 958	2 690 761	2 840 467
Expenditure - Functional												
Governance and administration		409 490	410 714	-	-	-	-	485	485	411 199	439 819	466 384
Executive and council		78 265	78 247	-	-	-	-	-	-	78 247	80 403	83 702
Finance and administration		315 370	316 612	-	-	-	-	485	485	317 097	342 816	365 362
Internal audit		15 855	15 855	-	-	-	-	-	-	15 855	16 600	17 320
Community and public safety		376 771	386 585	-	-	-	-	(12 302)	(12 302)	374 283	396 980	429 289
Community and social services		60 464	59 908	-	-	-	-	3 094	3 094	63 003	61 512	63 356
Sport and recreation		35 208	34 851	-	-	-	-	137	137	34 988	34 755	35 729
Public safety		130 315	129 812	-	-	-	-	196	196	130 007	134 941	137 989
Housing		146 382	157 461	-	-	-	-	(15 728)	(15 728)	141 733	161 541	187 794
Health		4 402	4 552	-	-	-	-	-	-	4 552	4 231	4 421
Economic and environmental services		499 027	499 466	-	-	-	-	57 039	57 039	556 505	473 806	487 845
Planning and development		33 967	33 967	-	-	-	-	-	-	33 967	34 589	35 948
Road transport		462 120	462 310	-	-	-	-	57 039	57 039	519 349	436 215	448 849
Environmental protection		2 940	3 189	-	-	-	-	-	-	3 189	3 002	3 047
Trading services		1 208 529	1 208 339	-	-	-	-	752	752	1 209 091	1 291 030	1 380 316
Energy sources		790 207	790 167	-	-	-	-	556	556	790 723	859 497	937 403
Water management		130 674	130 674	-	-	-	-	-	-	130 674	132 142	136 021
Waste water management		200 086	199 886	-	-	-	-	-	-	199 886	210 009	214 732
Waste management		87 563	87 613	-	-	-	-	196	196	87 808	89 382	92 160
Other		17 251	17 251	-	-	-	-	98	98	17 349	16 299	17 020
Total Expenditure - Functional	3	2 511 069	2 522 355	-	-	-	-	46 072	46 072	2 568 427	2 617 935	2 780 853
Surplus/ (Deficit) for the year		105 661	196 482	-	-	-	-	49	49	196 532	72 825	59 614

Table 3 – B3: Financial Performance (revenue and expenditure by municipal vote)

WC044 George - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 31/01/2022

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2021/22									Budget Year +1 2022/23	Budget Year +2 2023/24
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
Revenue by Vote	1											
Vote 1 - Office of the Municipal Manager		2 302	2 302	-	-	-	-	-	-	2 302	2 457	2 487
Vote 2 - Corporate Services		256	467	-	-	-	-	-	-	467	256	256
Vote 3 - Corporate Services (Continued)		1 833	2 137	-	-	-	-	-	-	2 137	2 015	1 241
Vote 4 - Community Services		14 768	14 768	-	-	-	-	3 609	3 609	18 376	13 721	13 946
Vote 5 - Community Services (Continued)		167 674	160 182	-	-	-	-	196	196	160 378	168 607	171 732
Vote 6 - Human Settlements		104 054	107 543	-	-	-	-	(15 728)	(15 728)	91 815	122 688	148 213
Vote 7 - Civil Engineering Services		438 244	527 081	-	-	-	-	196	196	527 276	463 008	488 364
Vote 8 - Electro-Technical Services		929 953	929 953	-	-	-	-	556	556	930 509	981 513	1 039 180
Vote 9 - Financial Services		399 324	399 324	-	-	-	-	-	-	399 324	420 971	443 932
Vote 10 - Financial Services (Continued)		4 966	4 966	-	-	-	-	-	-	4 966	5 102	5 187
Vote 11 - Planning and Development		20 543	20 543	-	-	-	-	98	98	20 641	20 379	20 634
Vote 12 - Protection Services		532 627	549 385	-	-	-	-	57 196	57 196	606 580	489 853	505 102
Vote 13 - Protection Services (Continued)		186	186	-	-	-	-	-	-	186	190	194
Vote 14 - 0		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	2 616 730	2 718 837	-	-	-	-	46 121	46 121	2 764 958	2 690 761	2 840 467
Expenditure by Vote	1											
Vote 1 - Office of the Municipal Manager		120 687	120 669	-	-	-	-	-	-	120 669	125 859	130 168
Vote 2 - Corporate Services		35 443	35 094	-	-	-	-	-	-	35 094	36 222	37 153
Vote 3 - Corporate Services (Continued)		37 489	38 327	-	-	-	-	-	-	38 327	39 013	39 250
Vote 4 - Community Services		69 566	69 476	-	-	-	-	3 559	3 559	73 035	71 265	73 424
Vote 5 - Community Services (Continued)		105 583	105 673	-	-	-	-	196	196	105 868	106 288	109 323
Vote 6 - Human Settlements		132 115	135 603	-	-	-	-	(15 728)	(15 728)	119 875	151 495	177 642
Vote 7 - Civil Engineering Services		362 721	362 771	-	-	-	-	196	196	362 967	364 997	373 586
Vote 8 - Electro-Technical Services		817 970	817 970	-	-	-	-	556	556	818 526	888 507	967 725
Vote 9 - Financial Services		101 902	108 739	-	-	-	-	-	-	108 739	118 546	135 825
Vote 10 - Financial Services (Continued)		57 904	58 014	-	-	-	-	-	-	58 014	59 042	61 360
Vote 11 - Planning and Development		48 782	48 782	-	-	-	-	98	98	48 880	47 674	49 426
Vote 12 - Protection Services		620 119	620 350	-	-	-	-	57 196	57 196	677 545	608 203	625 117
Vote 13 - Protection Services (Continued)		788	888	-	-	-	-	-	-	888	824	854
Vote 14 - 0		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	2 511 069	2 522 355	-	-	-	-	46 072	46 072	2 568 427	2 617 935	2 780 853
Surplus/ (Deficit) for the year	2	105 661	196 482	-	-	-	-	49	49	196 532	72 825	59 614

Table 4 – B4: Financial Performance (revenue and expenditure)

WC044 George - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 31/01/2022

Description	Ref	Budget Year 2021/22									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjus.	Adjus.	Budget	Budget	Budget
R thousands	1	A	3	4	5	6	7	8	9	10	+1 2022/23	+2 2023/24
		A	A1	B	C	D	E	F	G	H		
Revenue By Source												
Property rates	2	341 309	341 309	-	-	-	-	-	-	341 309	361 789	383 496
Service charges - electricity revenue	2	875 458	875 458	-	-	-	-	-	-	875 458	927 691	984 587
Service charges - water revenue	2	145 866	145 866	-	-	-	-	-	-	145 866	154 185	165 264
Service charges - sanitation revenue	2	144 326	144 326	-	-	-	-	-	-	144 326	152 454	163 842
Service charges - refuse revenue	2	112 663	112 663	-	-	-	-	-	-	112 663	116 606	123 304
Service charges - other		-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		6 019	6 019	-	-	-	-	-	-	6 019	6 137	6 257
Interest earned - external investments		59 264	59 264	-	-	-	-	-	-	59 264	59 328	60 438
Interest earned - outstanding debtors		8 353	8 353	-	-	-	-	-	-	8 353	8 742	9 152
Dividends received		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		81 958	81 958	-	-	-	-	-	-	81 958	83 653	85 383
Licences and permits		3 869	3 869	-	-	-	-	-	-	3 869	3 943	4 020
Agency services		9 476	9 476	-	-	-	-	-	-	9 476	9 666	9 859
Transfers and subsidies		613 642	618 027	-	-	-	-	46 121	46 121	664 148	610 130	643 099
Other revenue	2	110 670	110 670	-	-	-	-	-	-	110 670	119 279	127 052
Gains		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		2 512 874	2 517 259	-	-	-	-	46 121	46 121	2 563 380	2 613 604	2 765 754
Expenditure By Type												
Employee related costs		606 002	606 854	-	-	-	-	10 069	10 069	616 923	622 393	648 984
Remuneration of councillors		26 171	26 171	-	-	-	-	-	-	26 171	27 479	28 853
Debt impairment		126 696	126 696	-	-	-	-	-	-	126 696	131 718	137 353
Depreciation & asset impairment		157 539	157 539	-	-	-	-	-	-	157 539	159 920	159 318
Finance charges		38 539	38 539	-	-	-	-	-	-	38 539	53 891	65 876
Bulk purchases - electricity		613 082	613 082	-	-	-	-	-	-	613 082	679 337	752 626
Inventory Consumed		108 459	110 128	-	-	-	-	-	-	110 128	109 078	113 143
Contracted services		593 888	601 509	-	-	-	-	35 674	35 674	637 183	607 346	644 584
Transfers and subsidies		64 785	65 085	-	-	-	-	-	-	65 085	52 055	51 739
Other expenditure		167 974	168 818	-	-	-	-	328	328	169 147	166 891	170 554
Losses		7 934	7 934	-	-	-	-	-	-	7 934	7 827	7 823
Total Expenditure		2 511 069	2 522 355	-	-	-	-	46 072	46 072	2 568 427	2 617 935	2 780 853
Surplus/(Deficit)		1 805	(5 096)	-	-	-	-	49	49	(5 047)	(4 332)	(15 099)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		89 098	186 820	-	-	-	-	-	-	186 820	61 807	58 748
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		14 759	14 759	-	-	-	-	-	-	14 759	15 350	15 965
Transfers and subsidies - capital (in-kind - all)		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) before taxation		105 661	196 482	-	-	-	-	49	49	196 532	72 825	59 614
Taxation		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		105 661	196 482	-	-	-	-	49	49	196 532	72 825	59 614
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		105 661	196 482	-	-	-	-	49	49	196 532	72 825	59 614
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		105 661	196 482	-	-	-	-	49	49	196 532	72 825	59 614

Table 5 – B5: Capital Expenditure Budget by vote and funding

WC044 George - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 31/01/2022

Description	Ref	Budget Year 2021/22								Budget Year	Budget Year	
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjsts.	Adjsts.	Budget	Budget	Budget
R thousands	A	A1	B	C	D	E	F	G	H			
Capital expenditure - Vote												
Multi-year expenditure to be adjusted	2											
Vote 1 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services		235	235	-	-	-	-	-	-	235	250	900
Vote 3 - Corporate Services (Continued)		-	-	-	-	-	-	-	-	-	-	-
Vote 4 - Community Services		-	250	-	-	-	-	-	-	250	-	-
Vote 5 - Community Services (Continued)		1 084	1 290	-	-	-	-	-	-	1 290	821	3 390
Vote 6 - Human Settlements		2 050	2 434	-	-	-	-	-	-	2 434	3 774	5 310
Vote 7 - Civil Engineering Services		36 131	73 169	-	-	-	-	-	-	73 169	102 636	93 280
Vote 8 - Electro-Technical Services		32 397	33 546	-	-	-	-	-	-	33 546	24 585	28 060
Vote 9 - Financial Services		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Financial Services (Continued)		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Planning and Development		690	1 025	-	-	-	-	-	-	1 025	3 200	8 958
Vote 12 - Protection Services		560	560	-	-	-	-	-	-	560	1 070	3 790
Vote 13 - Protection Services (Continued)		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - 0		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	73 147	112 509	-	-	-	-	-	-	112 509	136 336	143 688
Single-year expenditure to be adjusted	2											
Vote 1 - Office of the Municipal Manager		91	1 069	-	-	-	-	-	-	1 069	142	90
Vote 2 - Corporate Services		1 895	2 295	-	-	-	-	-	-	2 295	3 890	2 135
Vote 3 - Corporate Services (Continued)		-	-	-	-	-	-	-	-	-	847	200
Vote 4 - Community Services		1 861	3 915	-	-	-	-	-	-	3 915	2 745	2 618
Vote 5 - Community Services (Continued)		21 566	17 213	-	-	-	-	-	-	17 213	13 896	6 306
Vote 6 - Human Settlements		950	1 154	-	-	-	-	-	-	1 154	1 996	1 456
Vote 7 - Civil Engineering Services		232 413	283 008	-	-	-	-	-	-	283 008	150 398	100 039
Vote 8 - Electro-Technical Services		27 732	36 040	-	-	-	-	-	-	36 040	38 107	40 950
Vote 9 - Financial Services		364	1 148	-	-	-	-	-	-	1 148	200	250
Vote 10 - Financial Services (Continued)		775	856	-	-	-	-	-	-	856	350	250
Vote 11 - Planning and Development		353	935	-	-	-	-	-	-	935	3 364	625
Vote 12 - Protection Services		9 296	9 433	-	-	-	-	-	-	9 433	8 721	8 385
Vote 13 - Protection Services (Continued)		-	-	-	-	-	-	-	-	-	500	-
Vote 14 - 0		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		297 296	357 067	-	-	-	-	-	-	357 067	225 157	163 303
Total Capital Expenditure - Vote		370 443	469 575	-	-	-	-	-	-	469 575	361 493	306 991
Capital Expenditure - Functional												
Governance and administration		3 232	6 830	-	-	-	-	-	-	6 830	3 986	2 927
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		3 212	6 810	-	-	-	-	-	-	6 810	3 956	2 897
Internal audit		20	20	-	-	-	-	-	-	20	30	30
Community and public safety		29 317	26 504	-	-	-	-	-	-	26 504	26 939	27 075
Community and social services		3 884	5 291	-	-	-	-	-	-	5 291	5 835	3 678
Sport and recreation		15 810	10 710	-	-	-	-	-	-	10 710	7 303	5 536
Public safety		6 983	7 479	-	-	-	-	-	-	7 479	7 855	10 480
Housing		2 380	2 764	-	-	-	-	-	-	2 764	5 686	7 131
Health		260	260	-	-	-	-	-	-	260	260	250
Economic and environmental services		59 596	89 074	-	-	-	-	-	-	89 074	40 631	49 912
Planning and development		846	949	-	-	-	-	-	-	949	5 792	8 953
Road transport		58 750	87 957	-	-	-	-	-	-	87 957	34 839	40 959
Environmental protection		-	168	-	-	-	-	-	-	168	-	-
Trading services		278 101	346 156	-	-	-	-	-	-	346 156	289 165	226 448
Energy sources		60 129	69 586	-	-	-	-	-	-	69 586	62 692	69 010
Water management		48 612	75 073	-	-	-	-	-	-	75 073	119 095	109 770
Waste water management		161 650	191 899	-	-	-	-	-	-	191 899	99 530	42 340
Waste management		7 710	9 598	-	-	-	-	-	-	9 598	7 848	5 328
Other		197	1 011	-	-	-	-	-	-	1 011	772	630
Total Capital Expenditure - Functional	3	370 443	469 575	-	-	-	-	-	-	469 575	361 493	306 991
Funded by:												
National Government		81 405	168 523	-	-	-	-	-	-	168 523	52 006	47 750
Provincial Government		-	-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	81 405	168 523	-	-	-	-	-	-	168 523	52 006	47 750
Borrowing		218 758	195 700	-	-	-	-	-	-	195 700	219 932	189 355
Internally generated funds		70 280	105 352	-	-	-	-	-	-	105 352	89 555	69 886
Total Capital Funding		370 443	469 575	-	-	-	-	-	-	469 575	361 493	306 991

Municipal Manager’s Quality Certificate

I, **DR MICHELE GRATZ**, the Acting Municipal Manager of George Municipality hereby certify that the adjustments budget and supporting documentation for the 2021/22 Financial Year have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the adjustments budget and supporting documentation are consistent with the Integrated Development Plan of the municipality.

Print Name **DR MICHELE GRATZ**

Acting Municipal Manager of **GEORGE WC044**

Signature 

Date **07/02/2022**