

# George Municipality

## Adjustments Budget 2021/2022

**24 February 2022**



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**Glossary**

<b>Act</b> – means the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003)
<b>Adjustments Budget</b> – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.
<b>Allocations</b> – Money received from Provincial or National Government or other municipalities.
<b>Budget</b> – The financial plan of the Municipality.
<b>Budget Related Policy</b> – Policy of a municipality affecting or affected by the budget, such as the tariffs policy, rates policy and credit control and debt collection policy.
<b>Capital Expenditure</b> - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality’s balance sheet.
<b>Cash flow statement</b> – 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.
<b>DORA</b> – Division of Revenue Act. Annual piece of legislation that shows the amount of allocations from national to local government.
<b>Equitable Share</b> – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.
<b>GFS</b> – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.
<b>IDP</b> – Integrated Development Plan. The main strategic planning document of the Municipality
<b>KPI’s</b> – Key Performance Indicators. Measures of service output and/or outcome.
<b>MFMA</b> – The Municipal Finance Management Act – no 53 of 2003. The principle piece of legislation relating to municipal financial management.
<b>MTREF</b> – 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.
<b>Operating Expenditure</b> – Spending on the day to day expenses of the Municipality such as salaries and wages.
<b>Own Revenue</b> – Means total revenue as reflected in the municipality’s financial performance budget less national and provincial conditional transfers.
<b>Rates</b> – 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.

<b>SDBIP</b> – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.
<b>Strategic Objectives</b> – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.
<b>Vehement</b> – A transfer of budget.
<b>Virement Policy</b> - 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.
<b>Vote</b> – 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)**

#### **Section 28 of the MFMA - Municipal Adjustments Budgets**

"28 (1) A municipality may revise an approved annual budget through an adjustments budget.

(2) An adjustments budget—

- (a) must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;
- (b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;
- (c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
- (d) may authorise the utilisation of projected savings in one vote towards spending under another vote;
- (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;
- (f) may correct any errors in the annual budget; and
- (g) may provide for any other expenditure within a prescribed framework.

(3) An adjustments budget must be in a prescribed form.

(4) Only the mayor may table an adjustments budget in the municipal council, but an adjustments budget in terms of subsection (2)(b) to (g) may only be tabled within any prescribed limitations as to timing or frequency.

(5) When an adjustments budget is tabled, it must be accompanied by—

- (a) an explanation how the adjustments budget affects the annual budget;
- (b) a motivation of any material changes to the annual budget;

- (c) an explanation of the impact of any increased spending on the annual budget and the annual budgets for the next two financial years; and
  - (d) any other supporting documentation that may be prescribed.
- (6) Municipal tax and tariffs may not be increased during a financial year.
- (7) Sections 22(b), 23(3) and 24(3) apply in respect of an adjustments budget, and in such application a reference in those sections to an annual budget must be read as a reference to an adjustments budget.”

### **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:

#### Section 23 of the MBRR –Timeframes for tabling of adjustments budgets

##### 1.2.1 Regulation 23. (1):

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

*“(1) An adjustments budget referred to in section 28(2)(b), (d), (e) and (f) of the Act may be tabled in the municipal council at any time after the mid-year budget and performance assessment has been tabled in the council, but not later than 28 February in the current year.”*

##### 1.2.2 Regulation 23. (2):

*(2) Only one adjustments budget referred to in subregulation (1) may be tabled in the municipal council during a financial year, except when the additional revenues contemplated in section 28(2) (b) of the Act are allocations to a municipality in a national or provincial adjustments budget, in which case subregulation (3) applies.*

## **1.2 Background**

To submit to Council an Adjustments Budget for approval as prescribed in Section 28(2)(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(5).

## **1.3 Council Resolutions**

On 24 February 2022, the Council of George Municipality met to consider the adjustments budget for approval. Council approved the following resolutions:

that Council grant approval for the Capital Budget to be adjusted as per Annexure “B”;

that Council grant approval for the Operating Budget to be adjusted as per Annexure “C”;

that a contribution of R42,4 million to the CRR be approved;

that the Service Delivery and Budget Implementation Plan be adjusted to reflect the changes outlined in the Adjustments Budget for 2021/22;

that the Service Delivery and Budget Implementation Plan list of capital projects be adjusted to reflect the changes outlined in the Adjustments Budget;

that the formal budget tables be updated with the adjustments and be submitted to National and Provincial Treasury.

## 1.4 Executive Summary

### 1. MOTIVATION WITH REGARDS TO REGULATION 23. (1)

The Section 72 report indicated that various items in the Capital and Operating Budget for 2021/2022 need to be adjusted.

The Budget Committee met on the following dates: - 16/08/2021, 14/01/2022, 28/01/2022, 04/02/2022, and 11/02/2022 to consider these adjustments.

The following adjustments are recommended to Council for approval:

### 2. 2021/2022 CAPITAL BUDGET ADJUSTMENTS

The mid-year assessment prompted the directorates to assess their progress with the capital projects and re-align the cash flow projections.

The flash floods of 22 November 2021 had an impact on the maintenance and capital budgets of the civil engineering services as well as electrotechnical services. An application for disaster relief funds has been submitted to Provincial Treasury.

Below table is the Capital Budget per directorate

GEORGE MUNICIPALITY - CAPITAL BUDGET 2021/22 - 2023/24			
DESCRIPTION	January Adjustment Budget 2021/22	Proposed Adjustments	February Adjustment Budget 2021/22
OFFICE OF THE MUNICIPAL MANAGER	1 925 337	-341 000	1 584 337
FINANCIAL SERVICES	1 148 180	263 000	1 411 180
CORPORATE SERVICES	2 530 000	-2 000 000	530 000
HUMAN SETTLEMENTS	3 588 320	1 890 000	5 478 320
PLANNING AND DEVELOPMENT	1 960 100	-80 000	1 880 100
CIVIL ENGINEERING SERVICES	356 176 259	10 971 794	367 148 053
ELECTRO-TECHNICAL SERVICES	69 585 809	-10 662 432	58 923 377
COMMUNITY SERVICES	22 668 231	-4 111 441	18 431 790
PROTECTION SERVICES	9 993 200	-1 930 000	8 063 200
<b>TOTAL</b>	<b>469 575 436</b>	<b>-6 000 080</b>	<b>463 450 356</b>



Changes to the Capital Budget items were made to accommodate the following:

### 3.1 Capital Replacement Reserve (CRR) Funded projects

- Reprioritizing of CRR – funded projects to ensure that projects are fully funded. From the 2020/21 Annual Financial Statements and the section 72 mid-year assessment for the 2021/22 financial year it is evident that a contribution must be made to the CRR from the working capital. A contribution to the CRR of R42,4 million is needed to fund the proposed adjusted capital budget.

See Annexure “A” for a summary of the capital replacement reserve as at 14 February 2022;

- The CRR funded projects are increased upwards from R105 351 848 to R144 327 048 = R39 100 200.

### 3.2 Projects funded from the Separate Operating Account (SOA)

The projects funded from the Separate Operating Account (SOA) have been reduced by R6 183 312. This relates to the correction to the funding of the Thembalethu UISP Bulk Services of R5,5 million

### 3.3 Grant funded projects

Grant funding is increased from R168 523 158 to R168 818 809 = R295 652. This amount is due to minor changes to the RBIG and an amount of R700 000 for the Development of Sport and Recreation facilities moved from the Operating Budget to the Capital Budget.

### 3.4 External Funding (EFF)

Due to the RBIG grant that George Municipality received for the water services the loan funding originally allocated to these projects was reduced.

The EFF funding for 2021/22 is therefore reduced from R170 537 119 to R136 324 499 = R39 212 620.

The following table A indicates the effect of the adjustments on the funding of the 2021/22 Capital Adjustments Budget.

**TABLE A: CAPITAL BUDGET FUNDING**

DESCRIPTION	AMENDED BUDGET NOVEMBER 2021	PROPOSED ADJUSTMENTS FEBRUARY 2022	AMENDED BUDGET FEBRUARY 2022
Capital Replacement Reserve (CRR)	105 351 848	39 100 200	144 327 048
External Financing Fund (EFF)	170 537 119	-39 212 620	136 324 499
Grants	168 523 158	295 652	168 818 809
Other	25 163 312	-6 183 312	13 980 000
<b>TOTAL</b>	<b>469 575 437</b>	<b>-6 000 080</b>	<b>463 450 356</b>

**4 2021/22 OPERATING BUDGET ADJUSTMENTS**

The table below is a summary of the Operating Budget requests and corrections.

Summary of Operating Budget requests/corrections	Requests / Corrections	
<b>Total adjustments per Directorate</b>		<b>50 050 500</b>
Corporate Services	2 418 000	
Human Settlements	4 175 000	
Office of the Municipal Manager	3 530 000	
Community Services	6 493 950	
Civil Engineering Services	26 722 000	
Electro-technical Services	4 920 000	
Financial Services	1 941 550	
Protection Services	0	
Planning and Development	-150 000	
<b>Savings identified to fund adjustments</b>		<b>-50 050 500</b>
Flood Damage (funded from retained income)	-19 350 500	
Interest on Loans	-8 500 000	
Travel and Subsistence	-500 000	
Reduction to Bad Debt provision	-8 000 000	
Agency Fees	-6 200 000	
Bulk Purchases - Eskom	-4 500 000	
Property Rates Income (additional income)	-3 000 000	
<b>Total Adjustments</b>		<b>0</b>

**5. mSCOA IMPLEMENTATION**

The implementation of mSCOA – version 6.5 necessitated the creation of several new items as well as changes to existing items to bring the mSCOA register in line with the prescripts of mSCOA.

These changes will be made when required and will be signed off by the Chief Financial Officer (CFO).

**2.1 – 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 - 24/02/2022

Description	Budget Year 2021/22										Budget Year	Budget Year	Check
	Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	+1 2022/23	+2 2023/24	
	Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjus.	Adjus.	Budget	Budget	Budget	Budget	
R thousands	A	A1	B	C	D	E	F	G	H				
<b>Financial Performance</b>													
Property rates	341 309	341 309	-	-	-	-	3 000	3 000	344 309	361 789	383 496	Link from B4 0200	
Service charges	1 278 313	1 278 313	-	-	-	-	-	-	1 278 313	1 350 936	1 436 998	Link from B4 (Sum)	
Investment revenue	59 264	59 264	-	-	-	-	1 427	1 427	60 691	59 328	60 438	Link from B4 0900	
Transfers recognised - operational	613 642	664 148	-	-	-	-	20	20	664 168	610 130	643 099	Link from B4 1500	
Other own revenue	220 346	220 346	-	-	-	-	33 348	33 348	253 694	231 420	241 723	Link from B4 (Sum)	
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>2 512 874</b>	<b>2 563 380</b>					<b>37 796</b>	<b>37 796</b>	<b>2 601 175</b>	<b>2 613 604</b>	<b>2 765 754</b>		
Employee costs	606 002	615 373	-	-	-	-	164 320	164 320	779 693	622 393	648 984	Link from B4 2000	
Remuneration of councillors	26 171	26 171	-	-	-	-	-	-	26 171	27 479	28 853	Link from B4 2100	
Depreciation & asset impairment	157 539	157 539	-	-	-	-	-	-	157 539	159 920	159 318	Link from B4 2300	
Finance charges	38 539	38 539	-	-	-	-	(6 946)	(6 946)	31 593	53 891	65 876	Link from B4 2400	
Materials and bulk purchases	721 541	723 402	-	-	-	-	21 944	21 944	745 346	788 415	865 769	Link from B4 (Sum)	
Transfers and grants	64 785	65 085	-	-	-	-	(1 658)	(1 658)	63 427	52 055	51 739	Link from B4 2800	
Other expenditure	896 492	942 317	-	-	-	-	(495)	(495)	941 822	913 781	960 315	Link from B4 (Sum)	
<b>Total Expenditure</b>	<b>2 511 069</b>	<b>2 568 427</b>					<b>177 165</b>	<b>177 165</b>	<b>2 745 592</b>	<b>2 617 935</b>	<b>2 780 853</b>		
<b>Surplus/(Deficit)</b>	<b>1 805</b>	<b>(5 047)</b>					<b>(139 370)</b>	<b>(139 370)</b>	<b>(144 416)</b>	<b>(4 332)</b>	<b>(15 099)</b>	Sum	
Transfers recognised - capital	89 098	186 820	-	-	-	-	100	100	186 920	61 807	58 748	Link from B4 3300	
Contributions recognised - capital & contributed a	14 759	14 759	-	-	-	-	-	-	14 759	15 350	15 965	Link from B4 (Sum)	
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>105 661</b>	<b>196 532</b>					<b>(139 270)</b>	<b>(139 270)</b>	<b>57 262</b>	<b>72 825</b>	<b>59 614</b>		
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-	Link from B4 4100	
<b>Surplus/ (Deficit) for the year</b>	<b>105 661</b>	<b>196 532</b>					<b>(139 270)</b>	<b>(139 270)</b>	<b>57 262</b>	<b>72 825</b>	<b>59 614</b>		
<b>Capital expenditure &amp; funds sources</b>													
<b>Capital expenditure</b>	<b>370 443</b>	<b>469 575</b>					<b>(6 125)</b>	<b>(6 125)</b>	<b>463 450</b>	<b>361 493</b>	<b>306 991</b>	Link from B5 CAPEX	
Transfers recognised - capital	81 405	168 523	-	-	-	-	296	296	168 819	52 006	47 750	Link from B5 2050	
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-	Link from B5 2060	
Borrowing	218 758	195 700	-	-	-	-	(45 396)	(45 396)	150 304	219 932	189 355	Link from B5 2070	
Internally generated funds	70 280	105 352	-	-	-	-	38 975	38 975	144 327	89 555	69 886	Link from B5 2080	
<b>Total sources of capital funds</b>	<b>370 443</b>	<b>469 575</b>					<b>(6 125)</b>	<b>(6 125)</b>	<b>463 450</b>	<b>361 493</b>	<b>306 991</b>		
<b>Financial position</b>													
Total current assets	1 485 776	1 532 370	-	-	-	-	(19 185)	(19 185)	1 513 185	1 357 036	1 459 630	Link from B6 0180	
Total non current assets	3 489 333	3 588 465	-	-	-	-	(6 125)	(6 125)	3 582 340	3 478 002	3 424 102	Link from B6 0290	
Total current liabilities	919 543	975 734	-	-	-	-	113 959	113 959	1 089 693	819 694	923 107	Link from B6 0380	
Total non current liabilities	687 379	687 379	-	-	-	-	-	-	687 379	679 992	638 485	Link from B6 0420	
<b>Community wealth/Equity</b>	<b>3 368 187</b>	<b>3 457 673</b>					<b>(139 220)</b>	<b>(139 220)</b>	<b>3 318 453</b>	<b>3 335 351</b>	<b>3 322 139</b>	Link from B6 0480	
<b>Cash flows</b>													
Net cash from (used) operating	537 525	684 541	-	-	-	-	(28 746)	(28 746)	655 795	586 654	531 250	Link from B7 0230	
Net cash from (used) investing	-	(469 575)	-	-	-	-	6 125	6 125	(463 450)	(361 493)	(306 991)	Link from B7 0320	
Net cash from (used) financing	208 500	58 560	-	-	-	-	-	-	58 560	68 560	79 060	Link from B7 0400	
<b>Cash/cash equivalents at the year end</b>	<b>1 679 011</b>	<b>2 139 497</b>					<b>(22 621)</b>	<b>(22 621)</b>	<b>2 116 876</b>	<b>2 381 808</b>	<b>2 503 452</b>	Link from B7 0430	
<b>Cash backing/surplus reconciliation</b>													
Cash and investments available	1 155 102	1 203 308	-	-	-	-	(25 589)	(25 589)	1 177 719	1 045 031	1 149 455	Link from B8	
Application of cash and investments	4 121 480	4 268 515	-	-	-	-	(31 950)	(31 950)	4 236 565	4 124 009	4 266 523	Link from B8	
<b>Balance - surplus (shortfall)</b>	<b>(2 966 378)</b>	<b>(3 065 207)</b>					<b>6 361</b>	<b>6 361</b>	<b>(3 058 847)</b>	<b>(3 078 978)</b>	<b>(3 117 068)</b>		
<b>Asset Management</b>													
Asset register summary (WDV)	3 452 945	3 552 078	-	-	-	-	(6 125)	(6 125)	3 545 952	3 441 614	3 387 715	Link from B9 1580	
Depreciation & asset impairment	157 539	157 539	-	-	-	-	-	-	157 539	159 920	159 318	Link from B9 9580	
Renewal of Existing Assets	50 232	77 336	-	-	-	-	2 015	2 015	79 351	21 054	33 109	Link from B9 RENEW	
Repairs and Maintenance	128 524	134 562	-	-	-	-	18 629	18 629	153 191	123 602	128 663	Link from B9 R&M	
<b>Free services</b>													
Cost of Free Basic Services provided	(145 491)	(145 491)	-	-	-	-	-	-	(145 491)	(155 984)	(157 917)	Link from B10 FBS	
Revenue cost of free services provided	(40 916)	(40 916)	-	-	-	-	(1 344)	(1 344)	(42 260)	(43 370)	(45 973)	Link from B10 SUBS	
<b>Households below minimum service level</b>													
Water:	-	-	-	-	-	-	-	-	-	-	-	Link from B10 WATER	
Sanitation/sewage:	-	-	-	-	-	-	-	-	-	-	-	Link from B10 SEWER	
Energy:	-	-	-	-	-	-	-	-	-	-	-	Link from B10 ELEC	
Refuse:	-	-	-	-	-	-	-	-	-	-	-	Link from B10 REFUSE	



**Table 2 – B2: Financial Performance (Functional classification)**

WC044 George - Table B2 Adjustments Budget Financial Performance (functional classification) - 24/02/2022

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	A1	B	C	D	E	F	G	H		
<b>Revenue - Functional</b>												
<b>Governance and administration</b>		421 153	422 248	-	-	-	-	2 835	2 835	425 083	442 714	465 187
Executive and council		37	37	-	-	-	-	-	-	37	38	39
Finance and administration		421 116	422 211	-	-	-	-	2 835	2 835	425 046	442 676	465 148
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		209 840	193 833	-	-	-	-	(749)	(749)	193 084	224 082	247 134
Community and social services		15 039	18 138	-	-	-	-	221	221	18 359	14 588	14 678
Sport and recreation		10 276	2 921	-	-	-	-	(1 090)	(1 090)	1 831	4 898	700
Public safety		79 177	79 372	-	-	-	-	120	120	79 492	80 593	82 205
Housing		105 267	93 322	-	-	-	-	-	-	93 322	123 923	149 471
Health		80	80	-	-	-	-	-	-	80	80	80
<b>Economic and environmental services</b>		473 424	546 927	-	-	-	-	(28 516)	(28 516)	518 411	421 319	435 154
Planning and development		11 228	11 228	-	-	-	-	50	50	11 278	11 309	11 503
Road transport		462 194	535 697	-	-	-	-	(28 566)	(28 566)	507 131	410 008	423 649
Environmental protection		2	2	-	-	-	-	-	-	2	2	2
<b>Trading services</b>		1 511 934	1 601 473	-	-	-	-	64 442	64 442	1 665 915	1 602 571	1 692 915
Energy sources		927 453	928 009	-	-	-	-	115	115	928 124	979 013	1 036 680
Water management		197 798	241 132	-	-	-	-	66 034	66 034	307 165	246 385	259 354
Waste water management		229 276	274 729	-	-	-	-	(1 706)	(1 706)	273 023	213 454	225 840
Waste management		157 408	157 603	-	-	-	-	-	-	157 603	163 719	171 042
<b>Other</b>		379	477	-	-	-	-	(116)	(116)	361	75	76
<b>Total Revenue - Functional</b>	2	2 616 730	2 764 958	-	-	-	-	37 896	37 896	2 802 854	2 690 761	2 840 467
<b>Expenditure - Functional</b>												
<b>Governance and administration</b>		409 490	411 099	-	-	-	-	23 212	23 212	434 310	439 819	466 384
Executive and council		78 265	78 247	-	-	-	-	(2 173)	(2 173)	76 075	80 403	83 702
Finance and administration		315 370	316 997	-	-	-	-	24 725	24 725	341 721	342 816	365 362
Internal audit		15 855	15 855	-	-	-	-	660	660	16 515	16 600	17 320
<b>Community and public safety</b>		376 771	374 233	-	-	-	-	27 197	27 197	401 430	396 980	429 289
Community and social services		60 464	63 023	-	-	-	-	(1 797)	(1 797)	61 226	61 512	63 356
Sport and recreation		35 208	35 168	-	-	-	-	603	603	35 771	34 755	35 729
Public safety		130 315	129 757	-	-	-	-	16 120	16 120	145 877	134 941	137 989
Housing		146 382	141 733	-	-	-	-	12 120	12 120	153 853	161 541	187 794
Health		4 402	4 552	-	-	-	-	151	151	4 703	4 231	4 421
<b>Economic and environmental services</b>		499 027	556 645	-	-	-	-	(27 970)	(27 970)	528 675	473 806	487 845
Planning and development		33 967	33 967	-	-	-	-	3 354	3 354	37 322	34 589	35 948
Road transport		462 120	519 489	-	-	-	-	(31 844)	(31 844)	487 645	436 215	448 849
Environmental protection		2 940	3 189	-	-	-	-	520	520	3 709	3 002	3 047
<b>Trading services</b>		1 208 529	1 209 101	-	-	-	-	155 155	155 155	1 364 257	1 291 030	1 380 316
Energy sources		790 207	790 723	-	-	-	-	11 121	11 121	801 844	859 497	937 403
Water management		130 674	130 674	-	-	-	-	105 166	105 166	235 840	132 142	136 021
Waste water management		200 086	199 846	-	-	-	-	27 576	27 576	227 422	210 009	214 732
Waste management		87 563	87 858	-	-	-	-	11 292	11 292	99 151	89 382	92 160
<b>Other</b>		17 251	17 349	-	-	-	-	(429)	(429)	16 920	16 299	17 020
<b>Total Expenditure - Functional</b>	3	2 511 069	2 568 427	-	-	-	-	177 165	177 165	2 745 592	2 617 935	2 780 853
<b>Surplus/ (Deficit) for the year</b>		105 661	196 532	-	-	-	-	(139 270)	(139 270)	57 262	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) - 24/02/2022

Vote Description  <i>[Insert departmental structure etc]</i>	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
		3	4	5	6	7	8	9	10			
		A	A1	B	C	D	E	F	G	H		
<b>R thousands</b>												
<b>Revenue by Vote</b>	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	18 376	-	-	-	221	221	18 597	13 721	13 946	
Vote 5 - Community Services (Continued)		167 674	160 378	-	-	-	(1 090)	(1 090)	159 287	168 607	171 732	
Vote 6 - Human Settlements		104 054	91 815	-	-	-	-	-	91 815	122 688	148 213	
Vote 7 - Civil Engineering Services		438 244	527 276	-	-	-	110 977	110 977	638 254	463 008	488 364	
Vote 8 - Electro-Technical Services		929 953	930 509	-	-	-	(350)	(350)	930 159	981 513	1 039 180	
Vote 9 - Financial Services		399 324	399 324	-	-	-	3 000	3 000	402 324	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	20 641	-	-	-	(66)	(66)	20 575	20 379	20 634	
Vote 12 - Protection Services		532 627	606 580	-	-	-	(74 797)	(74 797)	531 783	489 853	505 102	
Vote 13 - Protection Services (Continued)		186	186	-	-	-	-	-	186	190	194	
Vote 14 - 0		-	-	-	-	-	-	-	-	-	-	
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	
<b>Total Revenue by Vote</b>	2	<b>2 616 730</b>	<b>2 764 958</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>37 896</b>	<b>37 896</b>	<b>2 802 854</b>	<b>2 690 761</b>	<b>2 840 467</b>	
<b>Expenditure by Vote</b>	1											
Vote 1 - Office of the Municipal Manager		120 687	120 669	-	-	-	1 003	1 003	121 672	125 859	130 168	
Vote 2 - Corporate Services		35 443	35 094	-	-	-	10 451	10 451	45 545	36 222	37 153	
Vote 3 - Corporate Services (Continued)		37 489	38 327	-	-	-	10 501	10 501	48 828	39 013	39 250	
Vote 4 - Community Services		69 566	73 165	-	-	-	(144)	(144)	73 021	71 265	73 424	
Vote 5 - Community Services (Continued)		105 583	105 738	-	-	-	11 443	11 443	117 181	106 288	109 323	
Vote 6 - Human Settlements		132 115	119 875	-	-	-	11 254	11 254	131 129	151 495	177 642	
Vote 7 - Civil Engineering Services		362 721	362 967	-	-	-	136 427	136 427	499 394	364 997	373 586	
Vote 8 - Electro-Technical Services		817 970	818 526	-	-	-	6 052	6 052	824 579	888 507	967 725	
Vote 9 - Financial Services		101 902	108 759	-	-	-	(11 377)	(11 377)	97 381	118 546	135 825	
Vote 10 - Financial Services (Continued)		57 904	57 994	-	-	-	2 479	2 479	60 473	59 042	61 360	
Vote 11 - Planning and Development		48 782	48 880	-	-	-	3 981	3 981	52 861	47 674	49 426	
Vote 12 - Protection Services		620 119	677 495	-	-	-	(5 021)	(5 021)	672 474	608 203	625 117	
Vote 13 - Protection Services (Continued)		788	938	-	-	-	116	116	1 054	824	854	
Vote 14 - 0		-	-	-	-	-	-	-	-	-	-	
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	
<b>Total Expenditure by Vote</b>	2	<b>2 511 069</b>	<b>2 568 427</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>177 165</b>	<b>177 165</b>	<b>2 745 592</b>	<b>2 617 935</b>	<b>2 780 853</b>	
<b>Surplus/ (Deficit) for the year</b>	2	<b>105 661</b>	<b>196 532</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(139 270)</b>	<b>(139 270)</b>	<b>57 262</b>	<b>72 825</b>	<b>59 614</b>	

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

WC044 George - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 24/02/2022

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		
		A	A1	B	C	D	E	F	G	H		
<b>Revenue By Source</b>												
Property rates	2	341 309	341 309	-	-	-	-	3 000	3 000	344 309	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	-	-	-	-	1 427	1 427	60 691	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	-	-	-	-	6 200	6 200	15 676	9 666	9 859
Transfers and subsidies		613 642	664 148	-	-	-	-	20	20	664 168	610 130	643 099
Other revenue	2	110 670	110 670	-	-	-	-	(36 193)	(36 193)	74 477	119 279	127 052
Gains		-	-	-	-	-	-	63 342	63 342	63 342	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>2 512 874</b>	<b>2 563 380</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>37 796</b>	<b>37 796</b>	<b>2 601 175</b>	<b>2 613 604</b>	<b>2 765 754</b>
<b>Expenditure By Type</b>												
Employee related costs		606 002	615 373	-	-	-	-	164 320	164 320	779 693	622 393	648 984
Remuneration of councillors		26 171	26 171	-	-	-	-	-	-	26 171	27 479	28 853
Debt impairment		126 696	126 696	-	-	-	-	(8 000)	(8 000)	118 696	131 718	137 353
Depreciation & asset impairment		157 539	157 539	-	-	-	-	-	-	157 539	159 920	159 318
Finance charges		38 539	38 539	-	-	-	-	(6 946)	(6 946)	31 593	53 891	65 876
Bulk purchases - electricity		613 082	613 082	-	-	-	-	(4 500)	(4 500)	608 582	679 337	752 626
Inventory Consumed		108 459	110 320	-	-	-	-	26 444	26 444	136 764	109 078	113 143
Contracted services		593 888	638 049	-	-	-	-	7 239	7 239	645 288	619 977	657 216
Transfers and subsidies		64 785	65 085	-	-	-	-	(1 658)	(1 658)	63 427	52 055	51 739
Other expenditure		167 974	169 639	-	-	-	-	266	266	169 905	154 259	157 922
Losses		7 934	7 934	-	-	-	-	-	-	7 934	7 827	7 823
<b>Total Expenditure</b>		<b>2 511 069</b>	<b>2 568 427</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>177 165</b>	<b>177 165</b>	<b>2 745 592</b>	<b>2 617 935</b>	<b>2 780 853</b>
<b>Surplus/(Deficit)</b>		<b>1 805</b>	<b>(5 047)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(139 370)</b>	<b>(139 370)</b>	<b>(144 416)</b>	<b>(4 332)</b>	<b>(15 099)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		89 098	186 820	-	-	-	-	100	100	186 920	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)		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) before taxation</b>		<b>105 661</b>	<b>196 532</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(139 270)</b>	<b>(139 270)</b>	<b>57 262</b>	<b>72 825</b>	<b>59 614</b>
Taxation		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) after taxation</b>		<b>105 661</b>	<b>196 532</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(139 270)</b>	<b>(139 270)</b>	<b>57 262</b>	<b>72 825</b>	<b>59 614</b>
Attributable to minorities		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) attributable to municipality</b>		<b>105 661</b>	<b>196 532</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(139 270)</b>	<b>(139 270)</b>	<b>57 262</b>	<b>72 825</b>	<b>59 614</b>
Share of surplus/ (deficit) of associate		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/ (Deficit) for the year</b>		<b>105 661</b>	<b>196 532</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(139 270)</b>	<b>(139 270)</b>	<b>57 262</b>	<b>72 825</b>	<b>59 614</b>



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

WC044 George - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 24/02/2022

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	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands	A	A1	B	C	D	E	F	G	H			
<b>Capital expenditure - Vote</b>												
<b>Multi-year expenditure to be adjusted</b>	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	-	-	-	-	(50)	(50)	200	-	-
Vote 5 - Community Services (Continued)		1 084	1 290	-	-	-	-	(769)	(769)	521	821	3 390
Vote 6 - Human Settlements		2 050	2 434	-	-	-	-	1 810	1 810	4 244	3 774	5 310
Vote 7 - Civil Engineering Services		36 131	73 169	-	-	-	-	(6 791)	(6 791)	66 378	102 636	93 280
Vote 8 - Electro-Technical Services		32 397	33 142	-	-	-	-	(14 090)	(14 090)	19 052	24 585	28 060
Vote 9 - Financial Services		-	-	-	-	-	-	-	-	-	-	-
Vote 10 - Financial Services (Continued)		-	-	-	-	-	-	-	-	-	-	-
Vote 11 - Planning and Development		690	875	-	-	-	-	(140)	(140)	735	3 200	8 958
Vote 12 - Protection Services		560	560	-	-	-	-	(460)	(460)	100	1 070	3 790
Vote 13 - Protection Services (Continued)		-	-	-	-	-	-	-	-	-	-	-
Vote 14 - 0		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Capital multi-year expenditure sub-total</b>	3	73 147	111 955	-	-	-	-	(20 490)	(20 490)	91 465	136 336	143 688
<b>Single-year expenditure to be adjusted</b>	2											
Vote 1 - Office of the Municipal Manager		91	1 069	-	-	-	-	(341)	(341)	728	142	90
Vote 2 - Corporate Services		1 895	2 295	-	-	-	-	(2 050)	(2 050)	245	3 890	2 135
Vote 3 - Corporate Services (Continued)		-	-	-	-	-	-	-	-	-	847	200
Vote 4 - Community Services		1 861	3 954	-	-	-	-	1 202	1 202	5 155	2 745	2 618
Vote 5 - Community Services (Continued)		21 566	17 174	-	-	-	-	(4 619)	(4 619)	12 555	13 896	6 306
Vote 6 - Human Settlements		950	1 154	-	-	-	-	80	80	1 234	1 996	1 456
Vote 7 - Civil Engineering Services		232 413	283 008	-	-	-	-	17 763	17 763	300 770	150 398	100 039
Vote 8 - Electro-Technical Services		27 732	36 444	-	-	-	-	3 428	3 428	39 872	38 107	40 950
Vote 9 - Financial Services		364	1 148	-	-	-	-	263	263	1 411	200	250
Vote 10 - Financial Services (Continued)		775	856	-	-	-	-	50	50	906	350	250
Vote 11 - Planning and Development		353	1 085	-	-	-	-	60	60	1 145	3 364	625
Vote 12 - Protection Services		9 296	9 433	-	-	-	-	(1 470)	(1 470)	7 963	8 721	8 385
Vote 13 - Protection Services (Continued)		-	-	-	-	-	-	-	-	-	500	-
Vote 14 - 0		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Capital single-year expenditure sub-total</b>		297 296	357 621	-	-	-	-	14 365	14 365	371 985	225 157	163 303
<b>Total Capital Expenditure - Vote</b>		370 443	469 575	-	-	-	-	(6 125)	(6 125)	463 450	361 493	306 991
<b>Capital Expenditure - Functional</b>												
<b>Governance and administration</b>		3 232	6 869	-	-	-	-	8	8	6 877	3 986	2 927
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		3 212	6 849	-	-	-	-	8	8	6 857	3 956	2 897
Internal audit		20	20	-	-	-	-	-	-	20	30	30
<b>Community and public safety</b>		29 317	26 465	-	-	-	-	(4 284)	(4 284)	22 181	26 939	27 075
Community and social services		3 884	5 291	-	-	-	-	(1 675)	(1 675)	3 616	5 835	3 678
Sport and recreation		15 810	10 671	-	-	-	-	(4 019)	(4 019)	6 651	7 303	5 536
Public safety		6 983	7 479	-	-	-	-	(460)	(460)	7 019	7 855	10 480
Housing		2 380	2 764	-	-	-	-	1 810	1 810	4 574	5 686	7 131
Health		260	260	-	-	-	-	60	60	320	260	250
<b>Economic and environmental services</b>		59 596	89 074	-	-	-	-	520	520	89 594	40 631	49 912
Planning and development		846	949	-	-	-	-	(80)	(80)	869	5 792	8 953
Road transport		58 750	87 957	-	-	-	-	600	600	88 557	34 839	40 959
Environmental protection		-	168	-	-	-	-	-	-	168	-	-
<b>Trading services</b>		278 101	346 156	-	-	-	-	(2 369)	(2 369)	343 787	289 165	226 448
Energy sources		60 129	69 586	-	-	-	-	(10 662)	(10 662)	58 923	62 692	69 010
Water management		48 612	75 073	-	-	-	-	(5 790)	(5 790)	69 283	119 095	109 770
Waste water management		161 650	191 899	-	-	-	-	14 596	14 596	206 495	99 530	42 340
Waste management		7 710	9 598	-	-	-	-	(512)	(512)	9 086	7 848	5 328
<b>Other</b>		197	1 011	-	-	-	-	-	-	1 011	772	630
<b>Total Capital Expenditure - Functional</b>	3	370 443	469 575	-	-	-	-	(6 125)	(6 125)	463 450	361 493	306 991
<b>Funded by:</b>												
National Government		81 405	168 523	-	-	-	-	(704)	(704)	167 819	52 006	47 750
Provincial Government		-	-	-	-	-	-	1 000	1 000	1 000	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
<b>Transfers recognised - capital</b>	4	81 405	168 523	-	-	-	-	296	296	168 819	52 006	47 750
<b>Borrowing</b>		218 758	195 700	-	-	-	-	(45 396)	(45 396)	150 304	219 932	189 355
<b>Internally generated funds</b>		70 280	105 352	-	-	-	-	38 975	38 975	144 327	89 555	69 886
<b>Total Capital Funding</b>		370 443	469 575	-	-	-	-	(6 125)	(6 125)	463 450	361 493	306 991



**Table 6 – B6: Financial Position**

WC044 George - Table B6 Adjustments Budget Financial Position - 24/02/2022

Description	Ref	Budget Year 2021/22									Budget Year +1	Budget Year +2
		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	2022/23	2023/24
R thousands												
<b>ASSETS</b>												
<b>Current assets</b>												
Cash		1 008 102	1 056 308	-	-	-	-	(25 589)	(25 589)	1 030 719	1 045 031	1 002 455
Call investment deposits	1	147 000	147 000	-	-	-	-	-	-	147 000	-	147 000
Consumer debtors	1	71 919	71 919	-	-	-	-	11 000	11 000	82 919	55 792	56 003
Other debtors		66 259	66 259	-	-	-	-	-	-	66 259	66 069	65 874
Current portion of long-term receivables		3 839	3 839	-	-	-	-	-	-	3 839	3 839	3 839
Inventory		188 657	187 045	-	-	-	-	(4 596)	(4 596)	182 449	186 305	184 459
<b>Total current assets</b>		<b>1 485 776</b>	<b>1 532 370</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(19 185)</b>	<b>(19 185)</b>	<b>1 513 185</b>	<b>1 357 036</b>	<b>1 459 630</b>
<b>Non current assets</b>												
Long-term receivables		36 387	36 387	-	-	-	-	-	-	36 387	36 387	36 387
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		144 411	144 361	-	-	-	-	-	-	144 361	145 111	145 110
Investment in Associate		-	-	-	-	-	-	-	-	-	-	-
Property, plant and equipment	1	3 301 576	3 401 243	-	-	-	-	(6 125)	(6 125)	3 395 118	3 286 692	3 230 437
Agricultural		-	-	-	-	-	-	-	-	-	-	-
Biological		-	-	-	-	-	-	-	-	-	-	-
Intangible		2 722	2 237	-	-	-	-	-	-	2 237	5 576	7 931
Other non-current assets		4 236	4 236	-	-	-	-	-	-	4 236	4 236	4 236
<b>Total non current assets</b>		<b>3 489 333</b>	<b>3 588 465</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(6 125)</b>	<b>(6 125)</b>	<b>3 582 340</b>	<b>3 478 002</b>	<b>3 424 102</b>
<b>TOTAL ASSETS</b>		<b>4 975 108</b>	<b>5 120 835</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(25 310)</b>	<b>(25 310)</b>	<b>5 095 525</b>	<b>4 835 037</b>	<b>4 883 732</b>
<b>LIABILITIES</b>												
<b>Current liabilities</b>												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Borrowing		161 593	161 593	-	-	-	-	-	-	161 593	151 793	152 858
Consumer deposits		58 560	58 560	-	-	-	-	-	-	58 560	59 060	59 560
Trade and other payables		573 278	629 470	-	-	-	-	117 496	117 496	746 965	481 826	584 035
Provisions		126 111	126 111	-	-	-	-	(3 536)	(3 536)	122 575	127 015	126 654
<b>Total current liabilities</b>		<b>919 543</b>	<b>975 734</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>113 959</b>	<b>113 959</b>	<b>1 089 693</b>	<b>819 694</b>	<b>923 107</b>
<b>Non current liabilities</b>												
Borrowing	1	435 590	435 590	-	-	-	-	-	-	435 590	428 203	386 697
Provisions	1	251 789	251 789	-	-	-	-	-	-	251 789	251 789	251 789
<b>Total non current liabilities</b>		<b>687 379</b>	<b>687 379</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>687 379</b>	<b>679 992</b>	<b>638 485</b>
<b>TOTAL LIABILITIES</b>		<b>1 606 921</b>	<b>1 663 112</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>113 959</b>	<b>113 959</b>	<b>1 777 072</b>	<b>1 499 686</b>	<b>1 561 593</b>
<b>NET ASSETS</b>	2	<b>3 368 187</b>	<b>3 457 722</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(139 270)</b>	<b>(139 270)</b>	<b>3 318 453</b>	<b>3 335 351</b>	<b>3 322 139</b>
<b>COMMUNITY WEALTH/EQUITY</b>												
Accumulated Surplus/(Deficit)		3 136 281	3 225 767	-	-	-	-	(139 220)	(139 220)	3 113 882	3 064 445	3 051 233
Reserves		231 907	231 907	-	-	-	-	-	-	231 907	270 907	270 907
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>		<b>3 368 187</b>	<b>3 457 673</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(139 220)</b>	<b>(139 220)</b>	<b>3 345 788</b>	<b>3 335 351</b>	<b>3 322 139</b>

**Table 7 – B7: Cash Flow**

WC044 George - Table B7 Adjustments Budget Cash Flows - 24/02/2022

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	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands												
		A	A1	B	C	D	E	F	G	H		
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>												
<b>Receipts</b>												
Property rates		420 938	420 651	-	-	-	-	6 050	6 050	426 701	604 714	480 905
Service charges		1 267 059	1 267 792	-	-	-	-	(150)	(150)	1 267 642	1 338 927	1 422 389
Other revenue		86 664	86 498	-	-	-	-	(36 193)	(36 193)	50 305	94 994	102 426
Government - operating	1	613 642	662 657	-	-	-	-	20	20	662 677	610 130	643 099
Government - capital	1	89 098	186 820	-	-	-	-	100	100	186 920	61 807	58 748
Interest		9 251	9 251	-	-	-	-	1 427	1 427	10 678	8 314	8 404
Dividends		-	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>												
Suppliers and employees		(1 949 127)	(1 949 127)	-	-	-	-	-	-	(1 949 127)	(2 132 233)	(2 184 720)
Finance charges		-	-	-	-	-	-	-	-	-	-	-
Transfers and Grants	1	-	-	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>537 525</b>	<b>684 541</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(28 746)</b>	<b>(28 746)</b>	<b>655 795</b>	<b>586 654</b>	<b>531 250</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>												
<b>Receipts</b>												
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-
<b>Payments</b>												
Capital assets		-	(469 575)	-	-	-	-	6 125	6 125	(463 450)	(361 493)	(306 991)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>-</b>	<b>(469 575)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 125</b>	<b>6 125</b>	<b>(463 450)</b>	<b>(361 493)</b>	<b>(306 991)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>												
<b>Receipts</b>												
Short term loans		-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		199 000	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		9 500	58 560	-	-	-	-	-	-	58 560	68 560	79 060
<b>Payments</b>												
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>208 500</b>	<b>58 560</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>58 560</b>	<b>68 560</b>	<b>79 060</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>746 025</b>	<b>273 526</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(22 621)</b>	<b>(22 621)</b>	<b>250 905</b>	<b>293 721</b>	<b>303 319</b>
Cash/cash equivalents at the year begin:	2	932 986	1 865 971	-	-	-	-	-	-	1 865 971	2 088 087	2 200 133
Cash/cash equivalents at the year end:	2	1 679 011	2 139 497	-	-	-	-	(22 621)	(22 621)	2 116 876	2 381 808	2 503 452

**Table 8 – B8: Cash backed reserves / accumulated surplus reconciliation**

WC044 George - Table B8 Cash backed reserves/accumulated surplus reconciliation - 24/02/2022

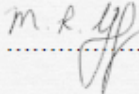
Description	Ref	Budget Year 2021/22									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands	A	A1	B	C	D	E	F	G	H			
<b>Cash and investments available</b>												
Cash/cash equivalents at the year end	1	1 679 011	2 139 497	-	-	-	-	(22 621)	(22 621)	2 116 876	2 381 808	2 503 452
Other current investments > 90 days		(523 909)	(936 189)	-	-	-	-	(2 968)	(2 968)	(939 157)	(1 336 777)	(1 353 997)
Non current assets - Investments	1	-	-	-	-	-	-	-	-	-	-	-
<b>Cash and investments available:</b>		<b>1 155 102</b>	<b>1 203 308</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(25 589)</b>	<b>(25 589)</b>	<b>1 177 719</b>	<b>1 045 031</b>	<b>1 149 455</b>
<b>Applications of cash and investments</b>												
Unspent conditional transfers		74 764	74 764	-	-	-	-	-	-	74 764	74 764	74 764
Unspent borrowing		(143 093)	(143 093)	-	-	-	-	-	-	(143 093)	(135 706)	(94 200)
Statutory requirements		-	-	-	-	-	-	-	-	-	-	-
Other working capital requirements	2	331 809	387 974	-	-	-	-	107 320	107 320	495 294	242 787	357 006
Other provisions		-	-	-	-	-	-	-	-	-	-	-
Long term investments committed		-	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments		3 858 000	3 948 871	-	-	-	-	(139 270)	(139 270)	3 809 601	3 942 164	3 928 953
<b>Total Application of cash and investments:</b>		<b>4 121 480</b>	<b>4 268 515</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(31 950)</b>	<b>(31 950)</b>	<b>4 236 565</b>	<b>4 124 009</b>	<b>4 266 523</b>
<b>Surplus(shortfall)</b>		<b>(2 966 378)</b>	<b>(3 065 207)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6 361</b>	<b>6 361</b>	<b>(3 058 847)</b>	<b>(3 078 978)</b>	<b>(3 117 068)</b>

## 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 **24/02/2022**