

# **Monthly Budget Monitoring Report May 2022**



## TABLE OF CONTENTS

Legislative Framework.....	2
Report to Executive Mayor.....	3
Recommendations.....	3
Part 1: Executive Summary	
1.1 Introduction.....	4
1.2 Consolidated Performance.....	4-13
1.3 Financial Ratios.....	14-16
Part 2: In-year Budget Statement tables	
2.1 Table C1: Monthly Budget Statement Summary.....	17
2.2 Table C2: Monthly Operating Budget Statement by standard classification.....	18
2.3 Table C3: Monthly Operating Budget Statement by municipal vote.....	19
2.4 Table C4: Monthly Operating Budget Statement by revenue source and expenditure type.....	20
2.5 Table C5: Monthly Capital Budget Statement by municipal vote, standard classification and funding.....	21-22
2.6 Table C6: Monthly Budget Statement: Financial Position.....	23
2.7 Table C7: Monthly Budget Statement: Cash Flow.....	24-25
2.8 Supporting Documentation	
2.8.1 Table SC3: Debtors Age Analysis.....	26-27
2.8.2 Table SC4: Creditors Age Analysis.....	28
2.8.3 Table SC5: Investment Portfolio.....	29
2.8.4 Table SC6: Transfers and grants receipt.....	30
2.8.5 Table SC7(1): Transfers and grants expenditure.....	31
2.8.6 Table SC7(2): Expenditure against approved rollovers.....	32
2.8.7 Table SC8: Councillor and staff benefits.....	33
2.8.8 Overtime table per department.....	34-38
2.8.9 Deviations for the month.....	39
2.8.10 George Municipality: Charitable and Relief Fund.....	40
Quality Certificate.....	41

## Legislative framework

The Municipal Budget and Reporting Regulations (MBRR) are designed to achieve a range of objectives, including improving the local government sphere's ability to deliver basic services by facilitating improved financial sustainability and better medium-term planning and policy choices on service delivery.

This report has been prepared in terms of the following legislative framework:

- The Municipal Finance Management Act – MFMA No. 56 of 2003, Section 71,
- and The Municipal Budget and Reporting Regulations

The MBRR highlights the format of the monthly budget statements.

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

The objective of these Regulations 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.

## **Report to the Executive Mayor**

In accordance with Section 71(1) of the Municipal Finance Management Act, I submit the required statement on the state of George Municipality's budget reflecting the particulars up until the end of May 2022.

Section 54(1) of the MFMA requires the Mayor of a municipality to take certain actions on the receipt of this report to ensure that the approved budget is implemented in accordance with the projections contained in the Service Delivery and Budget Implementation Plan.

Municipal Manager  
**15 June 2022**

## **Recommendations**

These recommendations are linked to the responsibilities of the Mayor under S54 of the MFMA.

- (a) That Council notes the contents of this report and supporting documentations for May 2022.
- (b) That the directors ensure that the budget is implemented in accordance with the Service Delivery and Budget Implementation Plan projections and that spending of funds and that revenue collection proceeds in accordance with the budget.

## Part 1: Executive Summary

### 1.1 Introduction

The monthly Financial Monitoring Report (FMR) aims to provide a regular update on indicators critical to the organisation's viability and serve as an early warning indicator where remedial action is required. The consolidated performance is a high-level overview of the organisation's financial viability and sustainability. The Municipal Manager, as Accounting Officer of the Municipality, is required by Section 71(1) of the Municipal Finance Management Act to submit a report in a prescribed format within 10 working days after the end of each month on the state of the Municipality's budget.

This report is a summary of the main budget issues arising from the monitoring process. It compares the progress of the budget to the projections contained in the Service Delivery and Budget Implementation Plan (SDBIP). Section 54 of the MFMA requires the Mayor to consider the Section 71 report and take appropriate action to ensure that the approved budget is implemented in accordance with the SDBIP.

### 1.2 Consolidated performance

The following table summarises the overall position on the capital and operating budgets. Take note that the Operating Expenditure only reflects the direct expenditure and exclude all indirect expenditure e.g. Administrative Recharges.

<b>Rand thousands</b>	<b>Capital Expenditure</b>	<b>Operating Income</b>	<b>Operating Expenditure</b>
Original Budget	370 443	2 616 730	2 511 069
Amended Budget	489 763	2 834 701	2 626 054
Plan to Date (SDBIP)	309 339	2 197 673	1 997 674
Actual	287 697	2 186 289	1 929 364
Variance to SDBIP	-21 641	-11 384	-68 310
% Variance to SDBIP	-7%	-1%	-3%
<b>% of Adjusted budget 21/22</b>	<b>59%</b>	<b>77%</b>	<b>73%</b>
% of Adjusted budget 20/21	45%	76%	73%

## Monthly Budget Monitoring Report - May 2022

### Operating Revenue by sources

Revenue by Source	Original Budget	Adjustments Budget	Planned Income to Date (SDBIP)	Actual Income to Date	Variance	% Variance
Property Rates	341 309 000	344 309 000	324 832 884	319 802 723	(5 030 161)	-2%
Service Charges – Electricity	875 646 891	875 646 891	727 490 921	681 405 758	(46 085 163)	-6%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>The prepaid electricity income received of R34 149 424 was not recognised for the month of May. Should it be taken into account the variance will be R11 935 739 (2%). The recent load shedding impacted on the under collection of revenue.</li> </ul>					
Service Charges – Water	145 677 385	145 677 385	143 333 466	145 205 119	1 871 653	1%
Service Charges – Sewerage	144 325 935	144 325 935	123 579 605	122 955 085	(624 520)	-1%
Service Charges – Refuse Removal	112 662 557	112 662 557	100 396 412	100 709 474	313 062	0%
Fines, Penalties and Forfeits	81 958 000	81 958 000	7 884 125	9 570 455	1 686 330	21%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>The actual revenue collected on traffic fines issued is more than the projected value.</li> <li>Penalties on the VOC contract are being levied but not budgeted for.</li> </ul>					
Licences or Permits	3 869 315	3 869 315	2 392 928	2 646 740	253 812	11%
Income for Agency Services	9 476 000	15 676 000	14 369 663	24 879 262	10 509 599	73%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>Monthly accounting for the agency fees is not done timeously and therefore the projected revenue could not be accurately calculated at the time of the adjustments budget process.</li> </ul>					

## Monthly Budget Monitoring Report - May 2022

<b><u>Revenue by Source</u></b>	<b>Original Budget</b>	<b>Adjustments Budget</b>	<b>Planned Income to Date (SDBIP)</b>	<b>Actual Income to Date</b>	<b>Variance</b>	<b>% Variance</b>
Rent of Facilities and Equipment	6 019 000	6 019 000	3 206 018	3 970 020	764 002	24%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>More contracts for operating leases have been levied at the Thusong Centres (Thembaletu and Waboomskraal) than what was budgeted for.</li> </ul>					
Grants and Subsidies Received – Capital	89 097 574	217 766 548	131 588 449	131 690 516	102 067	0%
Grants and Subsidies Received – Operating	613 642 426	665 168 407	516 659 890	523 858 978	7 199 088	1%
	59 263 887	60 691 262	18 853 397	21 789 699	2 936 302	16%
Interest Earned – External Investment	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>It is projected that there will be an under collection on investment revenue due to less funds being available for investments throughout the year. The total amount of investments at end May 2022 was R326 612 231.</li> </ul>					
Interest Earned – Outstanding Debtors	8 353 000	8 353 000	7 269 916	6 944 305	(325 612)	-4%
Other Revenue	18 184 000	18 184 000	14 624 495	18 186 008	3 561 513	24%
	<b>Reason for major variances:</b> <ul style="list-style-type: none"> <li>Re-imbursement for J Mcanjana that is a full-time shop steward for SAMWU that was not budgeted for.</li> <li>Collection charges billed on consumers accounts handed over is ±R400 000 ahead of planned revenue.</li> </ul>					
GIPTN Fare Revenue	86 386 253	50 192 831	43 970 246	46 545 537	2 575 291	6%
Capital Contributions	20 859 000	20 859 000	17 220 841	26 129 718	8 908 877	52%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>The development charges levied has exceeded the budgeted amount for the year. It is an indication of the development that takes place within George that will increase the tax base.</li> <li>Sale of property to the value of R2.4 million has been received. R6 million has been budgeted projecting to an under collection unless more property is being sold until year end.</li> </ul>					

## Monthly Budget Monitoring Report - May 2022

<u>Revenue by Source</u>	Original Budget	Adjustments Budget	Planned Income to Date (SDBIP)	Actual Income to Date	Variance	% Variance
Gain on Disposal of PPE	-	63 341 910	-	-	-	0%
<b>Total Revenue</b>	<b>2 616 730 223</b>	<b>2 834 701 041</b>	<b>2 197 673 255</b>	<b>2 186 289 395</b>	<b>(11 383 860)</b>	<b>-1%</b>
<b>% of Annual Budget Billed</b>	<b>77%</b>					

- ❖ The total operating revenue would be R2 220 438 819 if the prepaid electricity income has been accounted for in May. The income collected to date would be 78%.
- ❖ If the prepaid electricity is taken into account that the variance to SDBIP will be an **over collection of R22 755 564 (1%)** and not under collection.



## Monthly Budget Monitoring Report - May 2022

### Operating expenditure by type

Expenditure by Type	Original Budget	Adjustments Budget	Planned Expenditure to Date (SDBIP)	Actual Expenditure to Date	Variance	% Variance
Employee Related Costs	606 001 565	655 270 174	586 273 119	535 494 755	(50 778 364)	-9%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>Vacant budgeted positions not filled to date.</li> </ul>					
Remuneration of Councillors	26 170 670	26 170 670	21 650 321	21 128 585	(521 736)	-2%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>Increase in remuneration was budgeted not implemented to date. Council approved the proposed increase, still awaiting approval from the Minister before payment can be done. Possible payment in June 2022.</li> </ul>					
Contracted Services	593 888 375	646 339 626	442 090 827	427 182 009	(14 908 818)	-3%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>GIPTN: Warranties payments for busses is ahead of planned spending.</li> </ul>					
Bulk Purchases	613 082 122	608 582 122	508 256 260	498 719 295	(9 536 965)	-2%
Operating Leases	20 044 740	6 475 806	4 725 860	3 862 462	(863 398)	-18%
Operational Cost	147 929 527	164 983 300	135 063 357	127 922 527	(7 140 831)	-5%
Depreciation & Amortisation	157 538 927	157 538 927	144 312 987	151 253 568	6 940 580	5%
Loss on Disposal of PPE	7 933 548	7 933 548	-	(54 370)	(54 370)	0%
Bad Debts	126 696 000	118 696 000	24 702 748	26 955 889	2 253 140	9%
Transfers and Subsidies Paid	64 785 410	63 507 379	48 992 695	50 093 829	1 101 133	2%

## Monthly Budget Monitoring Report - May 2022

Expenditure by Type	Original Budget	Adjustments Budget	Planned Expenditure to Date (SDBIP)	Actual Expenditure to Date	Variance	% Variance
Inventory Consumed	108 459 042	138 963 217	66 750 116	71 948 928	5 198 812	8%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>Variance due to accelerated spending on procurement of materials for the maintenance of Streets and Sewerage pumpstations.</li> </ul>					
Interest Expense	38 539 024	31 593 024	14 855 948	14 856 748	800	0%
<b>Total Expenditure</b>	<b>2 511 068 950</b>	<b>2 626 053 793</b>	<b>1 997 674 240</b>	<b>1 929 364 224</b>	<b>(68 310 015)</b>	<b>-3%</b>
<b>% of Annual Budget Spent</b>				<b>73%</b>		

## Monthly Budget Monitoring Report - May 2022

### Capital expenditure

Directorate	Original Budget	Adjustment Budget	Planned (SDBIP)	Actual	Variance	Variance (%)
Municipal Manager	866 000	1 584 337	1 060 938	1 017 322	(43 616)	-4%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>Fibre and network infrastructure: SITA tender. Orders totalling R133 249 has been placed.</li> <li>Busy with installation of biometrics readers. Outstanding invoices totalling R89 495.</li> </ul>					
Corporate Services	2 130 000	530 000	425 000	382 332	(42 668)	-10%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>Alarm system project at Halls: Alarms and Beams installed at different Halls – outstanding payments.</li> </ul>					
Civil Engineering Services	268 544 903	393 745 052	265 058 077	236 228 363	(28 829 713)	-11%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>GIPTN Road Rehabilitation project – project is on schedule. Will request roll-over on the CRR fund (R11 million) component.</li> <li>Upgrading of Schaapkop Pump Station – there is a dispute in the awarding of the tender and project is currently on hold. Dispute to be heard in court on 13 April 2022. Cancellation of the tender being investigated to allow new tender for full scope (Phases 1-3) to be implemented</li> </ul>					
Electro-technical Services	60 128 809	57 639 029	26 124 822	30 244 995	4 120 173	16%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>Refurbishment of 10MVA Transformer - Protea Substation transformer installation completed.</li> <li>New 20MVA Transformer Glenwood - Lyners Consultants appointed - busy with the design.</li> <li>Reticulation Scheme Metro Grounds – Contractor on-site and project is nearing completion.</li> <li>Reticulation Scheme Pacaltsdorp (Erf 325 East) – The project is completed with a saving of R2.5 million on the INEP grant. This amount will be used to repay the front loading of the SOA funds in previous financial years.</li> </ul>					

## Monthly Budget Monitoring Report - May 2022

Directorate	Original Budget	Adjustment Budget	Planned (SDBIP)	Actual	Variance	Variance (%)
Human Settlements	3 000 000	5 478 320	2 627 831	4 015 740	1 387 909	53%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>Access to basic services: Project ahead of schedule. Due to regular communication with ward councillors and ward committees no interruption of work w.r.t. the provision of services took place. Some provision for the stoppage of work by the communities in Informal Areas were made during the actual planning phase due to historical events that took place with similar projects in these areas.</li> </ul>					
Planning and Development	1 043 000	2 880 100	566 141	514 895	(51 247)	-9%
Community Services	24 510 534	18 431 790	8 398 410	9 424 165	1 025 755	12%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>Fencing at Cemeteries: Project is 85% completed and are ahead of the planned projected value.</li> <li>Refuse Truck has been delivered and paid for ahead of planned projected value. Delivery was projected for June.</li> </ul>					
Protection Services	9 856 000	8 063 200	3 997 267	4 555 406	558 139	14%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>Vehicles delivered ahead of planned projections.</li> <li>Upgrading of Garden Route SPCA: Project in appeal period, ending 09 June 2022.</li> </ul>					
Financial Services	364 000	1 411 180	1 080 180	1 314 072	233 892	22%
	<b>Reason for variance:</b> <ul style="list-style-type: none"> <li>Projects completed ahead of schedule.</li> <li>There will be ±3% (R41 000) saving on the total capital budget for Finance.</li> </ul>					
<b>Total</b>	<b>370 443 246</b>	<b>489 763 008</b>	<b>309 338 666</b>	<b>287 697 291</b>	<b>(21 641 374)</b>	<b>-7%</b>
<b>% of Annual Capital Budget Spent</b>	<b>59%</b>					

## Top ten capital projects

Number	Contact Persons	Project description	Original Budget R'000	Adjustment Budget R'000	YTD Expenditure R'000	Year to date Budget	Variance R'000	% Variance	Status of the project	At what stage is each project currently	Any challenges identified that is resulting in delays?	What measures are in place to remedy the existing challenges.
1	RICUS FIVAZ	GIPTN ROAD REHABILITATION (PTNG)	27 805 575.00	72 229 548.00	61 003 132.71	45 632 548.00	15 370 584.71	33.7	Construction	Construction	None report at this stage. As discussed, a roll over of CRR funds will be required.	None required at this stage. As discussed, a roll over of CRR funds will be required.
1	RICUS FIVAZ	GIPTN ROAD REHABILITATION (CRR)	2 816 701.00	11 097 602.00	-	11 097 602.00	(11 097 602.00)	-100.0				
2	LINDSAY MOOIMAN/ADRIAN VAN MOLENDORFF/GERARD DE SWARDT	OUTENIQUA 10ML ADDITION - WWTW (LOANS)	63 000 000.00	71 044 141.00	54 939 336.87	55 699 967.31	(760 630.44)	-1.4	Construction	Construction	Work progressing. No delays on overall program; Current delays on interim milestones and commissioning of the new 10 MLD module	None required
3	LINDSAY MOOIMAN/ADRIAN VAN MOLENDORFF/ANDRE SCHEEPERS	EXTENSION OF WATERWORKS 20ML (RBIG)	-	19 391 304.00	11 436 170.48	13 120 026.44	(1 683 855.96)	-12.8	Construction	Civil Contract: Construction ; MEI Contract: Tenders closed 11 May 22	Civil Contract - Construction Commenced; MEI: Tender closed 11 May 2022 - currently being evaluated	Expenditure on Civil Contract to be accelerated - cumulative expenditure up to June 2022 expected to be R35m
3	LINDSAY MOOIMAN/ADRIAN VAN MOLENDORFF/ANDRE SCHEEPERS	EXTENSION OF WATERWORKS 20ML (CRR)	0.00	3 156 890.00	0.00	-	-	0.0				
3	LINDSAY MOOIMAN/ADRIAN VAN MOLENDORFF/ANDRE SCHEEPERS	EXTENSION OF WATERWORKS 20ML (LOANS)	7 034 700.00	70 076.00	1 646 668.72	70 076.00	1 576 592.72	2249.8				
4	LINDSAY MOOIMAN/ADRIAN VAN MOLENDORFF/ANDRE SCHEEPERS	SCHAA PKOP PUMPSTATION (INSTALL INLET SCREENS) (RBIG)	-	17 038 356.00	4 033 693.79	2 600 183.31	1 433 510.48	55.1	MEI Contract - Behind programme; Donga Repairs under construction	Construction of donga repair; MEI Contract not yet awarded	Appeal is delaying the appointment of the P/S MEI Contractor - cancellation of the tender being investigated to allow new tender for full scope (Phases 1-3) to be implemented	P/S MEI contract is a legal matter. Court decision against the plea to proceed. Funds re-allocated to other RBIG components for expenditure by end June 2022
4	LINDSAY MOOIMAN/ADRIAN VAN MOLENDORFF/ANDRE SCHEEPERS	SCHAA PKOP PUMPSTATION (INSTALL INLET SCREENS) (CRR)	-	2 555 753.00	189 842.97	-	189 842.97	#DIV/0!				

# Top ten capital projects (continue)

5	DANIEL GREEFF/RASMUS ESTERHUYSEN	THEMBALETHU/BALLOTS BAY 66/11KV SUBSTATION ( INEP)	8 695 652.00	8 695 652.00	3 998 586.19	6 956 521.60	(2 957 935.41)	-42.5	Project completed.	Construction	Community stopped the work due to cracks in a home.	Discuss the situation with councillors who committed to support this project
5	DANIEL GREEFF/RASMUS ESTERHUYSEN	THEMBALETHU/BALLOTS BAY 66/11KV SUBSTATION ( LOANS)	20 051 812.00	5 051 812.00	-	4 210 880.52	(4 210 880.52)	-100.0				
6	LINDSAY MOOIMAN/ADRIAN VAN MOLENDORFF/ANDRE SCHEEPERS	UPGRADING OF MEUL STREET PUMPSTATION (RBIG)	-	9 142 805.00	804 610.13	5 885 119.33	(5 080 509.20)	-86.3	Slightly behind programme	Construction	Contractor appointed 24 January 2021; civil eng construction under way: excavation completed and retaining wall being constructed	
6	LINDSAY MOOIMAN/ADRIAN VAN MOLENDORFF/ANDRE SCHEEPERS	UPGRADING OF MEUL STREET PUMPSTATION (CRR)	-	3 571 195.00	-	2 550 000.00	(2 550 000.00)	-100.0				
7	LIONEL DANIELS	STREET RESEALING: GREATER GEORGE (LOANS)	7 000 000.00	9 500 000.00	9 499 997.89	9 500 000.00	(2.11)	0.0	Expenditure of additional funds will be completed by end of April 2022/	Construction	None	None
8	LIONEL DANIELS/ADRIAN VAN MOLENDORFF	THEMBALETHU ZONE 9: STORM WATER UPGRADE (MIG)	7 500 500.00	7 635 412.00	7 635 412.00	7 340 597.21	294 814.79	0.0	Initial project delays due to Nov 21 flood disaster	Construction	Project progressing	Expenditure target for 30 June 22 will be met
8	LIONEL DANIELS/ADRIAN VAN MOLENDORFF	THEMBALETHU ZONE 9: STORM WATER UPGRADE (CRR)	-	1 579 299.00	1 485 038.18	655 050.00	829 988.18	126.7				
9	LIONEL DANIELS/ADRIAN VAN MOLENDORFF	UPGRADE LA WAAIKAMP STORMWATER (MIG)	6 812 300.00	6 441 440.00	6 377 071.89	6 203 325.25			Initial project delays due to Nov 21 flood disaster	Construction	Project progressing	DPIP amended as required to ensure full expenditure by 30 June 22
9	LIONEL DANIELS/ADRIAN VAN MOLENDORFF	UPGRADE LA WAAIKAMP STORMWATER (CRR)	-	2 619 100.00	11 857.60	1 567 657.60						
10	LINDSAY MOOIMAN/ADRIAN VAN MOLENDORFF/GERARD DE SWARDT	ODOUR CONTROL OUTENQUA WWTW (SOA)	9 000 000.00	9 000 000.00	7 826 086.96	7 826 086.96	-	0.0	Construction	Construction	Odour control - full amount spent by 30 June 2022	
<b>Totals</b>			<b>129 094 964.00</b>	<b>176 493 235.00</b>	<b>109 884 373.67</b>	<b>124 185 491.53</b>	<b>-12 919 064.50</b>	<b>-10.4</b>				
Project status: If the project is in the SCM process of being procured. Please state in which stage (planning, specification, advertising, etc)												

### 1.3 Financial Ratios

					March	April	May
Cash / Cost Coverage Ratio (Excl. Unspent Conditional Grants)	Total Repairs and Maintenance Expenditure/ Property, Plant and Equipment and Investment Property (Carrying value) x 100	Statement of Financial Position, Statement of Financial Performance, IDP, Budgets and In-Year Reports	8%		5.97	4.18	2.82
				Cash and cash equivalents	533 459 412	409 530 606	324 468 370
				Unspent Conditional Grants	117 871 259	117 638 732	233 512 202
				Overdraft	-	-	-
				Short Term Investments	526 612 231	526 612 231	526 612 231
				Total Annual Operational Expenditure	1 419 244 771	1 566 864 761	1 751 209 138
cash and short-term, investment without collecting any additional revenue during that month. The monthly cost coverage is within the norm indicating that the municipality can afford monthly expenditure without levying/collecting additional revenues. However, the bank balance has decreased and the expenditure has increased . Cash has to be monitored closely. Proposed loan for the year has not been taken up to date. R116 million will be taken up by June 2022.							
Current Ratio	Current Assets / Current Liabilities	Statement of Financial Position, Budget, IDP and AR	1.5 - 2:1		1.26	1.70	1.21
				Current Assets	1 389 233 359	1 272 350 889	1 116 773 079
				Current Liabilities	1 104 325 027	748 647 604	920 700 767
This ratio indicates the municipality's ability to pay its debts due within a year out of the current assets. The ratio norm of 1.5 - 2 is considered to be acceptable. In March under current liabilities R400 000 000 is incorrectly captured against the Trade payables, a journal was done in April for correction. The ratio upon correction of Trade payables would be 1.97 for March. GM ratio is declining, the bank balance has decreased and the trade payables have increased . The ratio for May is below the norm.							
Current Ratio adjusted for aged debtors	Current Assets less debtors older than 90 days / Current Liabilities	Statement of Financial Position, Budget, IDP and AR	1.5 - 2:1		1.05	1.40	0.96
				Current Assets	1 389 233 359	1 272 350 889	1 116 773 079
				Debtors older than 90 days	227 817 873	226 550 117	230 864 406
				Current Liabilities	1 104 325 027	748 647 604	920 700 767
This ratio indicates the municipality's ability to pay its debts due within a year out of the current assets but excluding the historic debt older than 90 days (which is less likely to be recovered). The ratio norm of 1.5 - 2 is considered to be acceptable. The ratio norm of 1.5 - 2 is considered to be acceptable. In March under current liabilities R400 000 000 is incorrectly captured against the Trade payables, a journal was done in April for correction. The ratio upon correction of Trade payables would have been 1.65. GM ratio is declining, the bank balance has decreased and the trade payables have increased. In May the ratio is below the norm, there is a decline from the previous month to 0.96.							

## 1.3 Financial Ratios

Liquidity Ratio	Monetary Assets / Current Liabilities	Statement of Financial Position, Budget, IDP and AR	1.5 - 2:1		0.96	1.25	0.92
				Monetary Assets	1 060 071 643	936 142 837	851 080 601
				Current Liabilities	1 104 325 027	748 647 604	920 700 767

This ratio indicates the municipality's ability to pay its debts due within a year out of the monetary assets (cash). The ratio norm of 1.5 - 2 is considered to be acceptable. There is a consistent decline in this ratio. During March 2022 the ratio of 0,96 is below the norm, the ratio upon correction of Trade payables would have been 1.51. Liabilities are rising more than the monetary assets

### REPAIRS AND MAINTENANCE AS % OF PPE AND IP

Repairs and Maintenance as a % of Property, Plant and Equipment and Investment Property (Carrying Value)	Total Repairs and Maintenance Expenditure/ Property, Plant and Equipment and Investment Property (Carrying value) x 100	Statement of Financial Position, Statement of Financial Performance, IDP, Budgets and In-Year Reports	8%		3%	3%	4%
				Total Repairs and Maintenance Expenditure	92 355 587	107 631 033	118 331 911
				PPE at carrying value	3 107 681 365	3 161 126 308	3 132 708 624
				Investment Property at Carrying value	144 234 844	144 153 395	144 086 554

A ratio below the norm of 8% is a reflection that insufficient monies are being spent on repairs and maintenance to the extent that it could increase impairment of useful assets. The repairs and maintenance has slightly increased in comparison to previous months.

### NET DEBTOR DAYS

Net Debtors Days	((Gross Debtors - Bad debt Provision)/ Actual Billed Revenue)) x 365	Statement of Financial Position, Statement of Financial Performance, Notes to the AFS, Budget and AR	30 days		106 days	95 days	85 days
				Gross debtors	373 550 236	379 760 572	378 513 667
				Bad debts Provision	19 393 677	24 802 207	26 724 683
				Billed Revenue	1 224 591 452	1 367 557 857	1 502 654 346

If the ratio is below the norm this is an indication that revenue collection of the municipality requires urgent attention and corrective measures should be implemented. A municipality with outstanding debtors should aim at achieving a collection rate of more than 100%. The results from this ratio should be viewed along with results from the age analysis and net debtor's day's ratio.



## 1.3 Financial Ratios

### LIABILITY MANAGEMENT Capital Cost(Interest Paid and Redemption) as a % of Total Operating Expenditure

Capital Cost(Interest Paid and Redemption) as a % of Total Operating Expenditure	Capital Cost(Interest Paid and Redemption) / Total Operating Expenditure x 00	Statement of Financial Position, Statement of Cash Flows, Statement of Financial Performance, Budget, IDP, In-Year Reports and AR	6% - 8%		2%	2%	2%
				Interest Paid	14 856 748	14 856 748	14 856 748
				Redemption	19 276 845	19 276 845	19 276 845
				Total Operating Expenditure	1 419 244 771	1 566 864 761	1 751 209 138

Operating below the Norm could indicate that the Municipality has the capacity to take on additional financing from borrowing to invest in infrastructure projects or it could relate to cash flow problems where it is unable to access borrowed funds or the funding decisions of the municipality impacts of these levels. On the other hand, exceeding the Norm could pose a risk to the Municipality should changes or fluctuations in financing costs arise. When assessing this ratio, the cash flow requirements of the Municipality or Municipal Entity should also be considered

### DEBT (TOTAL BORROWINGS) / REVENUE

Debt (Total Borrowings) / Revenue	(Overdraft + Current Finance Lease Obligation + Non current Finance Lease Obligation + Short Term Borrowings + Long term borrowing) / (Total Operating Revenue - Operational	Statement of Financial Position, Statement of Financial Performance, Budget, IDP and AR	45%		31%	26%	16%
				Total Debt	262 052 252	262 052 252	262 052 252
				Total Operating Revenue	1 264 822 452	1 409 742 416	2 186 289 395
				Operational Conditional Grants	408 858 201	409 698 846	523 858 978

If the result of the Ratio analysis indicates less than 45% then the Municipality still has capacity to take increase funding from borrowings, however, this should be considered within the cash flow requirements of the Municipality or Municipal Entity.

### EXPENDITURE MANAGEMENT

Remuneration as % of Total Operating Expenditure	Remuneration (Employee Related Costs and Councillors' Remuneration) /Total Operating Expenditure x100	Statement of Financial Performance, Budget, IDP, In-Year reports and AR	25% - 40%		32%	32%	32%
				Employee/personnel related cost	441 138 012	488 376 902	535 494 755
				Councillors Remuneration	17 082 646	19 105 616	21 128 585
				Total Operating Expenditure	1 419 244 771	1 566 864 761	1 751 209 138

If the ratio exceed the norm it could indicate inefficiencies, overstaffing or even the incorrect focus due to misdirected expenditure to non-essentials or non-service delivery related expenditure. Various factors need to be considered when commenting on this ratio, such as the powers and functions performed by the municipality or entity, as this can create distortions in the outcomes, if the analysis ignores such factors.

## Monthly Budget Monitoring Report - May 2022

### Part 2: In-year budget statement tables

#### 2.1 Table C1: Monthly budget Statement Summary

WC044 George - Table C1 Monthly Budget Statement Summary - M11 May

Description	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>									
<b><u>Financial Performance</u></b>									
Property rates	322 755	341 309	344 309	27 263	319 803	315 617	4 186	1%	344 309
Service charges	1 090 607	1 278 313	1 278 313	70 243	1 050 318	1 171 641	(121 322)	-10%	1 278 313
Investment revenue	16 368	59 264	60 691	1 666	14 046	53 061	(39 015)	-74%	60 691
Transfers and subsidies	614 980	613 642	665 168	114 160	523 859	569 947	(46 088)	-8%	665 168
Other own revenue	150 972	220 346	253 694	17 726	123 410	97 767	25 643	26%	253 694
<b>Total Revenue (excluding capital transfers and contributions)</b>	<b>2 195 682</b>	<b>2 512 874</b>	<b>2 602 175</b>	<b>231 057</b>	<b>2 031 436</b>	<b>2 208 033</b>	<b>(176 598)</b>	<b>-8%</b>	<b>2 602 175</b>
Employee costs	583 611	606 002	655 270	47 118	535 495	587 534	(52 039)	-9%	655 270
Remuneration of Councillors	21 853	26 171	26 171	2 023	21 129	24 015	(2 886)	-12%	26 171
Depreciation & asset impairment	158 415	157 539	157 539	68 078	151 254	144 411	6 843	5%	157 539
Finance charges	40 399	38 539	31 593	–	14 857	15 797	(940)	-6%	31 593
Materials and bulk purchases	585 701	721 541	747 545	49 076	570 668	630 374	(59 706)	-9%	747 545
Transfers and subsidies	160 383	64 785	63 507	11 462	50 094	57 663	(7 569)	-13%	63 507
Other expenditure	672 040	896 492	944 428	75 721	585 923	828 745	(242 822)	-29%	944 428
<b>Total Expenditure</b>	<b>2 222 402</b>	<b>2 511 069</b>	<b>2 626 054</b>	<b>253 478</b>	<b>1 929 419</b>	<b>2 288 537</b>	<b>(359 119)</b>	<b>-16%</b>	<b>2 626 054</b>
<b>Surplus/(Deficit)</b>	<b>(26 720)</b>	<b>1 805</b>	<b>(23 878)</b>	<b>(22 421)</b>	<b>102 017</b>	<b>(80 504)</b>	<b>182 521</b>	<b>-227%</b>	<b>(23 878)</b>
Transfers and subsidies - capital (monetary alloc	82 917	89 098	217 767	44 889	131 691	199 619	(67 929)	-34%	217 767
Contributions & Contributed assets	25 449	14 759	14 759	4 101	23 218	11 069	12 148	110%	14 759
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>	<b>81 646</b>	<b>105 661</b>	<b>208 647</b>	<b>26 569</b>	<b>256 925</b>	<b>130 184</b>	<b>126 741</b>	<b>97%</b>	<b>208 647</b>
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–
<b>Surplus/ (Deficit) for the year</b>	<b>81 646</b>	<b>105 661</b>	<b>208 647</b>	<b>26 569</b>	<b>256 925</b>	<b>130 184</b>	<b>126 741</b>	<b>97%</b>	<b>208 647</b>
<b><u>Capital expenditure &amp; funds sources</u></b>									
<b>Capital expenditure</b>	<b>191 181</b>	<b>370 443</b>	<b>489 763</b>	<b>39 458</b>	<b>287 697</b>	<b>288 966</b>	<b>(1 268)</b>	<b>-0%</b>	<b>489 763</b>
Capital transfers recognised	76 951	81 405	200 111	36 064	122 634	109 015	13 619	12%	200 111
Public contributions & donations	–	–	–	–	–	–	–	–	–
Borrowing	33 256	218 758	145 324	1 220	111 610	115 233	(3 623)	-3%	145 324
Internally generated funds	80 975	70 280	144 327	2 174	53 453	64 717	(11 264)	-17%	144 327
<b>Total sources of capital funds</b>	<b>191 181</b>	<b>370 443</b>	<b>489 763</b>	<b>39 458</b>	<b>287 697</b>	<b>288 966</b>	<b>(1 268)</b>	<b>-0%</b>	<b>489 763</b>
<b><u>Financial position</u></b>									
Total current assets	1 017 230	1 485 776	1 516 878		1 116 773				1 516 878
Total non current assets	3 155 819	3 489 333	3 608 653		3 277 887				3 608 653
Total current liabilities	448 748	919 543	968 314		920 701				968 314
Total non current liabilities	551 354	687 379	687 379		551 102				687 379
<b>Community wealth/Equity</b>	<b>3 172 947</b>	<b>3 368 187</b>	<b>3 469 838</b>		<b>2 922 857</b>				<b>3 469 838</b>
<b><u>Cash flows</u></b>									
Net cash from (used) operating	94 335	537 525	687 697	(26 183)	529 263	584 507	55 244	9%	687 697
Net cash from (used) investing	(182 911)	(370 443)	(489 763)	(38 962)	(324 061)	(288 966)	35 096	-12%	(489 763)
Net cash from (used) financing	(41 309)	208 500	208 500	(19 918)	(23 741)	8 708	32 450	373%	208 500
<b>Cash/cash equivalents at the month/year end</b>	<b>669 621</b>	<b>1 045 203</b>	<b>1 076 055</b>	<b>–</b>	<b>851 081</b>	<b>973 870</b>	<b>122 790</b>	<b>13%</b>	<b>1 076 055</b>
<b>Debtors &amp; creditors analysis</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91-120 Days</b>	<b>121-150 Dys</b>	<b>151-180 Dys</b>	<b>181 Dys-1 Yr</b>	<b>Over 1Yr</b>	<b>Total</b>
<b><u>Debtors Age Analysis</u></b>									
Total By Income Source	122 925	13 219	11 505	9 535	8 929	8 203	40 789	163 407	378 514
<b><u>Creditors Age Analysis</u></b>									
Total Creditors	134 988	814	328	63	–	–	–	–	136 193

## Monthly Budget Monitoring Report - May 2022

### 2.2 Table C2: Monthly Operating Budget Statement by standard classification

WC044 George - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 May

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Revenue - Functional</b>										
<b>Governance and administration</b>		<b>458 443</b>	<b>421 153</b>	<b>425 083</b>	<b>32 613</b>	<b>361 655</b>	<b>378 299</b>	<b>(16 644)</b>	<b>-4%</b>	<b>425 083</b>
Executive and council		88	37	37	(359)	696	18	678	3876%	37
Finance and administration		458 355	421 116	425 046	32 972	360 960	378 282	(17 322)	-5%	425 046
Internal audit		-	-	-	-	-	-	-	-	-
<b>Community and public safety</b>		<b>80 591</b>	<b>209 840</b>	<b>193 084</b>	<b>3 181</b>	<b>26 377</b>	<b>99 655</b>	<b>(73 278)</b>	<b>-74%</b>	<b>193 084</b>
Community and social services		17 778	15 039	18 359	1 061	13 825	14 149	(323)	-2%	18 359
Sport and recreation		1 348	10 276	1 831	180	848	1 397	(550)	-39%	1 831
Public safety		36 839	79 177	79 492	1 442	7 122	3 660	3 462	95%	79 492
Housing		24 622	105 267	93 322	498	4 579	80 409	(75 830)	-94%	93 322
Health		4	80	80	-	3	40	(37)	-92%	80
<b>Economic and environmental services</b>		<b>465 094</b>	<b>473 424</b>	<b>546 008</b>	<b>98 840</b>	<b>474 972</b>	<b>499 130</b>	<b>(24 158)</b>	<b>-5%</b>	<b>546 008</b>
Planning and development		9 611	11 228	12 278	2 051	11 212	10 763	449	4%	12 278
Road transport		455 477	462 194	533 728	96 528	463 497	488 367	(24 869)	-5%	533 728
Environmental protection		6	2	2	261	263	-	263	#DIV/0!	2
<b>Trading services</b>		<b>1 299 373</b>	<b>1 511 934</b>	<b>1 670 165</b>	<b>145 412</b>	<b>1 323 250</b>	<b>1 441 315</b>	<b>(118 065)</b>	<b>-8%</b>	<b>1 670 165</b>
Energy sources		763 137	927 453	932 374	49 102	730 072	848 151	(118 080)	-14%	932 374
Water management		192 033	197 798	307 165	40 214	214 139	215 964	(1 825)	-1%	307 165
Waste water management		192 359	229 276	273 023	34 416	226 420	240 097	(13 676)	-6%	273 023
Waste management		151 843	157 408	157 603	21 680	152 619	137 103	15 516	11%	157 603
<b>Other</b>	<b>4</b>	<b>546</b>	<b>379</b>	<b>361</b>	<b>-</b>	<b>89</b>	<b>323</b>	<b>(234)</b>	<b>-72%</b>	<b>361</b>
<b>Total Revenue - Functional</b>	<b>2</b>	<b>2 304 048</b>	<b>2 616 730</b>	<b>2 834 701</b>	<b>280 046</b>	<b>2 186 344</b>	<b>2 418 722</b>	<b>(232 378)</b>	<b>-10%</b>	<b>2 834 701</b>
<b>Expenditure - Functional</b>										
<b>Governance and administration</b>		<b>363 374</b>	<b>409 490</b>	<b>402 567</b>	<b>28 575</b>	<b>300 652</b>	<b>355 125</b>	<b>(54 473)</b>	<b>-15%</b>	<b>402 567</b>
Executive and council		73 813	78 265	74 180	3 958	44 135	67 576	(23 441)	-35%	74 180
Finance and administration		276 742	315 370	313 049	23 921	246 529	274 554	(28 025)	-10%	313 049
Internal audit		12 819	15 855	15 338	696	9 988	12 995	(3 007)	-23%	15 338
<b>Community and public safety</b>		<b>236 384</b>	<b>376 771</b>	<b>381 767</b>	<b>20 659</b>	<b>183 576</b>	<b>335 928</b>	<b>(152 352)</b>	<b>-45%</b>	<b>381 767</b>
Community and social services		47 815	60 464	60 598	4 402	44 116	52 169	(8 052)	-15%	60 598
Sport and recreation		32 269	35 208	34 904	4 322	27 287	31 248	(3 961)	-13%	34 904
Public safety		97 567	130 315	137 320	6 989	65 754	125 349	(59 595)	-48%	137 320
Housing		55 228	146 382	144 362	4 545	42 355	123 338	(80 983)	-66%	144 362
Health		3 505	4 402	4 583	400	4 064	3 824	239	6%	4 583
<b>Economic and environmental services</b>		<b>510 218</b>	<b>499 027</b>	<b>522 304</b>	<b>73 887</b>	<b>404 365</b>	<b>467 445</b>	<b>(63 081)</b>	<b>-13%</b>	<b>522 304</b>
Planning and development		23 814	33 967	38 064	3 141	29 492	34 053	(4 561)	-13%	38 064
Road transport		484 536	462 120	481 190	70 508	372 495	430 625	(58 130)	-13%	481 190
Environmental protection		1 868	2 940	3 051	238	2 378	2 767	(389)	-14%	3 051
<b>Trading services</b>		<b>1 097 961</b>	<b>1 208 529</b>	<b>1 303 166</b>	<b>129 105</b>	<b>1 027 412</b>	<b>1 115 513</b>	<b>(88 101)</b>	<b>-8%</b>	<b>1 303 166</b>
Energy sources		647 458	790 207	770 861	60 403	621 404	700 198	(78 795)	-11%	770 861
Water management		149 014	130 674	215 570	21 239	132 757	133 400	(642)	0%	215 570
Waste water management		200 560	200 086	217 852	38 271	190 925	194 975	(4 051)	-2%	217 852
Waste management		100 928	87 563	98 883	9 192	82 326	86 939	(4 614)	-5%	98 883
<b>Other</b>		<b>14 465</b>	<b>17 251</b>	<b>16 250</b>	<b>1 252</b>	<b>13 414</b>	<b>14 526</b>	<b>(1 112)</b>	<b>-8%</b>	<b>16 250</b>
<b>Total Expenditure - Functional</b>	<b>3</b>	<b>2 222 402</b>	<b>2 511 069</b>	<b>2 626 054</b>	<b>253 478</b>	<b>1 929 419</b>	<b>2 288 537</b>	<b>(359 119)</b>	<b>-16%</b>	<b>2 626 054</b>
<b>Surplus/ (Deficit) for the year</b>		<b>81 646</b>	<b>105 661</b>	<b>208 647</b>	<b>26 569</b>	<b>256 925</b>	<b>130 184</b>	<b>126 741</b>	<b>97%</b>	<b>208 647</b>

#### References

- Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes
- Total Revenue by functional classification must reconcile to Total Operating Revenue shown in the Financial Performance Statement
- Total Expenditure by functional classification must reconcile to total operating expenditure shown in 'Financial Performance Statement'
- All amounts must be classified under a functional classification (modified GFS). The GFS function 'Other' is only for Abattoirs, Air Transport, Licensing and Regulation, Markets and Tourism - and if used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification

## Monthly Budget Monitoring Report - May 2022

### Table C3: Monthly Operating Budget Statement by municipal vote

WC044 George - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M11 May

Vote Description		Ref	2020/21	Budget Year 2021/22							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands											
Revenue by Vote	1										
Vote 1 - Office of the Muncipal Manager			4 643	2 302	2 302	(359)	711	88	623	709.0%	2 302
Vote 2 - Corporate Services			142	256	467	69	434	204	230	112.9%	467
Vote 3 - Corporate Services (Continued)			2 448	1 833	2 137	356	1 960	946	1 014	107.2%	2 137
Vote 4 - Community Services			17 619	14 768	18 597	1 412	13 719	14 701	(982)	-6.7%	18 597
Vote 5 - Community Services (Continued)			153 191	167 674	159 287	21 860	153 446	138 370	15 076	10.9%	159 287
Vote 6 - Human Settlements			22 051	104 054	91 815	302	3 668	79 783	(76 115)	-95.4%	91 815
Vote 7 - Civil Engineering Services			391 312	438 244	664 851	75 089	451 519	533 325	(81 806)	-15.3%	664 851
Vote 8 - Electro-Technical Services			765 231	929 953	934 409	49 424	731 877	850 017	(118 140)	-13.9%	934 409
Vote 9 - Financial Services			435 277	399 324	402 324	31 128	346 555	363 957	(17 402)	-4.8%	402 324
Vote 10 - Financial Services (Continued)			4 630	4 966	4 966	577	4 393	4 468	(76)	-1.7%	4 966
Vote 11 - Planning and Development			18 070	20 543	21 575	2 252	15 937	15 546	391	2.5%	21 575
Vote 12 - Protection Services			487 070	532 627	531 783	97 896	461 341	417 225	44 116	10.6%	531 783
Vote 13 - Protection Services (Continued)			2 290	186	186	40	785	93	692	744.5%	186
Total Revenue by Vote	2		2 303 975	2 616 730	2 834 701	280 046	2 186 344	2 418 722	(232 378)	-9.6%	2 834 701
Expenditure by Vote	1										
Vote 1 - Office of the Muncipal Manager			114 102	120 687	118 113	7 198	78 269	105 609	(27 340)	-25.9%	118 113
Vote 2 - Corporate Services			34 933	35 443	38 994	2 954	33 514	34 607	(1 093)	-3.2%	38 994
Vote 3 - Corporate Services (Continued)			33 621	37 489	41 125	2 309	32 107	31 414	693	2.2%	41 125
Vote 4 - Community Services			57 101	69 566	72 247	5 549	51 317	63 648	(12 330)	-19.4%	72 247
Vote 5 - Community Services (Continued)			111 322	105 583	116 602	11 906	96 769	102 547	(5 778)	-5.6%	116 602
Vote 6 - Human Settlements			47 849	132 115	121 034	3 998	35 314	108 886	(73 572)	-67.6%	121 034
Vote 7 - Civil Engineering Services			373 011	362 721	468 832	61 675	353 269	355 757	(2 488)	-0.7%	468 832
Vote 8 - Electro-Technical Services			666 828	817 970	794 164	62 081	640 837	721 481	(80 645)	-11.2%	794 164
Vote 9 - Financial Services			70 300	101 902	96 530	4 989	55 306	78 183	(22 877)	-29.3%	96 530
Vote 10 - Financial Services (Continued)			49 708	57 904	55 114	4 510	49 196	50 487	(1 290)	-2.6%	55 114
Vote 11 - Planning and Development			41 918	48 782	52 235	4 920	39 930	46 134	(6 204)	-13.4%	52 235
Vote 12 - Protection Services			614 347	620 119	650 092	81 321	462 822	588 911	(126 089)	-21.4%	650 092
Vote 13 - Protection Services (Continued)			846	788	972	67	768	874	(106)	-12.1%	972
Total Expenditure by Vote	2		2 215 888	2 511 069	2 626 054	253 478	1 929 419	2 288 537	(359 119)	-15.7%	2 626 054
Surplus/ (Deficit) for the year	2		88 087	105 661	208 647	26 569	256 925	130 184	126 741	97.4%	208 647

#### References

1. Insert 'Vote'; e.g. Department, if different to standard classification structure
2. Must reconcile to Monthly Budget Statement - Financial Performance Statement (standard classification)

## Monthly Budget Monitoring Report - May 2022

### 2.4 Table C4: Monthly Operating Budget Statement by revenue source and expenditure type

WC044 George - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Table 6: Monthly Budget Statement - Municipal Estimates (Revenue and Expenditure) in R mil										
Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
<b>Revenue By Source</b>										
Property rates		322 755	341 309	344 309	27 263	319 803	315 617	4 186	1%	344 309
Service charges - electricity revenue		722 144	875 458	875 458	34 081	681 107	802 503	(121 396)	-15%	875 458
Service charges - water revenue		144 122	145 866	145 866	15 461	145 547	133 573	11 974	9%	145 866
Service charges - sanitation revenue		122 717	144 326	144 326	11 361	122 955	132 290	(9 335)	-7%	144 326
Service charges - refuse revenue		101 623	112 663	112 663	9 339	100 709	103 274	(2 565)	-2%	112 663
Rental of facilities and equipment		13 647	6 019	6 019	174	3 970	3 010	961	32%	6 019
Interest earned - external investments		16 368	59 264	60 691	1 666	14 046	53 061	(39 015)	-74%	60 691
Interest earned - outstanding debtors		5 991	8 353	8 353	704	6 944	7 626	(681)	-9%	8 353
Dividends received		10 785	–	–	1 164	7 744	–	7 744	#DIV/0!	–
Fines, penalties and forfeits		39 016	81 958	81 958	1 808	9 570	5 908	3 663	62%	81 958
Licences and permits		1 673	3 869	3 869	289	2 604	2 847	(243)	-9%	3 869
Agency services		13 590	9 476	15 676	4 117	24 879	14 370	10 510	73%	15 676
Transfers and subsidies		614 980	613 642	665 168	114 160	523 859	569 947	(46 088)	-8%	665 168
Other revenue		65 318	110 670	74 477	9 470	67 644	64 008	3 636	6%	74 477
Gains		953	–	63 342	–	54	–	54	#DIV/0!	63 342
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>2 195 682</b>	<b>2 512 874</b>	<b>2 602 175</b>	<b>231 057</b>	<b>2 031 436</b>	<b>2 208 033</b>	<b>(176 598)</b>	<b>-8%</b>	<b>2 602 175</b>
<b>Expenditure By Type</b>										
Employee related costs		583 611	606 002	655 270	47 118	535 495	587 534	(52 039)	-9%	655 270
Remuneration of councillors		21 853	26 171	26 171	2 023	21 129	24 015	(2 886)	-12%	26 171
Debt impairment		95 045	126 696	118 696	1 922	26 956	108 805	(81 849)	-75%	118 696
Depreciation & asset impairment		158 415	157 539	157 539	68 078	151 254	144 411	6 843	5%	157 539
Finance charges		40 399	38 539	31 593	–	14 857	15 797	(940)	-6%	31 593
Bulk purchases - electricity		519 222	613 082	608 582	41 863	498 719	557 867	(59 148)	-11%	608 582
Inventory consumed		66 479	108 459	138 963	7 213	71 949	72 507	(558)	-1%	138 963
Contracted services		453 368	593 888	646 340	62 695	427 182	570 958	(143 776)	-25%	646 340
Transfers and subsidies		160 383	64 785	63 507	11 462	50 094	57 663	(7 569)	-13%	63 507
Other expenditure		123 142	167 974	171 459	11 103	131 785	148 633	(16 848)	-11%	171 459
Losses		485	7 934	7 934	–	–	350	(350)	-100%	7 934
<b>Total Expenditure</b>		<b>2 222 402</b>	<b>2 511 069</b>	<b>2 626 054</b>	<b>253 478</b>	<b>1 929 419</b>	<b>2 288 537</b>	<b>(359 119)</b>	<b>-16%</b>	<b>2 626 054</b>
<b>Surplus/(Deficit)</b>		<b>(26 720)</b>	<b>1 805</b>	<b>(23 878)</b>	<b>(22 421)</b>	<b>102 017</b>	<b>(80 504)</b>	<b>182 521</b>	<b>-227%</b>	<b>(23 878)</b>
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		82 917	89 098	217 767	44 889	131 691	199 619	(67 929)	-34%	217 767
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		25 449	14 759	14 759	4 101	23 218	11 069	12 148	110%	14 759
Transfers and subsidies - capital (in-kind - all)		–	–	–	–	–	–	–		–
<b>Surplus/(Deficit) after capital transfers &amp; contributions</b>		<b>81 646</b>	<b>105 661</b>	<b>208 647</b>	<b>26 569</b>	<b>256 925</b>	<b>130 184</b>			<b>208 647</b>
Taxation		–	–	–	–	–	–	–		–
<b>Surplus/(Deficit) after taxation</b>		<b>81 646</b>	<b>105 661</b>	<b>208 647</b>	<b>26 569</b>	<b>256 925</b>	<b>130 184</b>			<b>208 647</b>
Attributable to minorities		–	–	–	–	–	–			–
<b>Surplus/(Deficit) attributable to municipality</b>		<b>81 646</b>	<b>105 661</b>	<b>208 647</b>	<b>26 569</b>	<b>256 925</b>	<b>130 184</b>			<b>208 647</b>
Share of surplus/ (deficit) of associate		–	–	–	–	–	–			–
<b>Surplus/ (Deficit) for the year</b>		<b>81 646</b>	<b>105 661</b>	<b>208 647</b>	<b>26 569</b>	<b>256 925</b>	<b>130 184</b>			<b>208 647</b>

Revenue generated from property rates and service charges forms a significant percentage of the revenue source of the municipality. The above table excludes revenue foregone arising from discounts and rebates associated with the tariff policy of the Municipality.

## Monthly Budget Monitoring Report - May 2022

### 2.5 Table C5: Monthly Capital Budget Statement by municipal vote, standard classification and funding

WC044 George - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M11 May

Vote Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<b>R thousands</b>	<b>1</b>									
<b>Multi-Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - Office of the Municipal Manager		36	50	40	-	-	37	(37)	-100%	40
Vote 2 - Corporate Services		-	-	-	-	-	-	-		-
Vote 3 - Corporate Services (Continued)		-	-	-	-	-	-	-		-
Vote 4 - Community Services		140	-	200	-	3	100	(98)	-98%	200
Vote 5 - Community Services (Continued)		181	959	439	90	324	267	57	21%	439
Vote 6 - Human Settlements		1 895	2 050	4 236	448	3 190	3 883	(694)	-18%	4 236
Vote 7 - Civil Engineering Services		41 753	76 192	142 559	15 041	87 339	88 247	(908)	-1%	142 559
Vote 8 - Electro-Technical Services		5 707	30 652	17 900	2 028	6 728	6 343	385	6%	17 900
Vote 9 - Financial Services		-	85	259	98	186	194	(8)	-4%	259
Vote 10 - Financial Services (Continued)		559	250	391	-	285	293	(8)	-3%	391
Vote 11 - Planning and Development		234	690	1 200	-	-	917	(917)	-100%	1 200
Vote 12 - Protection Services		202	600	140	-	36	83	(47)	-56%	140
Vote 13 - Protection Services (Continued)		-	-	-	-	-	-	-		-
<b>Total Capital Multi-year expenditure</b>	<b>4,7</b>	<b>50 708</b>	<b>111 529</b>	<b>167 364</b>	<b>17 705</b>	<b>98 092</b>	<b>100 365</b>	<b>(2 273)</b>	<b>-2%</b>	<b>167 364</b>
<b>Single Year expenditure appropriation</b>	<b>2</b>									
Vote 1 - Office of the Municipal Manager		1 470	41	711	26	590	469	121	26%	711
Vote 2 - Corporate Services		1 148	2 130	480	48	382	401	(18)	-5%	480
Vote 3 - Corporate Services (Continued)		269	-	-	-	-	-	-		-
Vote 4 - Community Services		1 999	1 861	5 245	306	2 947	2 169	778	36%	5 245
Vote 5 - Community Services (Continued)		7 212	21 691	12 547	3 661	6 150	4 055	2 095	52%	12 547
Vote 6 - Human Settlements		1 794	950	1 242	118	826	1 095	(269)	-25%	1 242
Vote 7 - Civil Engineering Services		85 215	192 353	251 186	10 990	148 889	153 268	(4 379)	-3%	251 186
Vote 8 - Electro-Technical Services		23 483	29 476	39 739	6 115	23 516	19 465	4 051	21%	39 739
Vote 9 - Financial Services		271	279	1 152	-	1 128	142	986	695%	1 152
Vote 10 - Financial Services (Continued)		1 932	525	493	-	142	391	(248)	-64%	493
Vote 11 - Planning and Development		487	353	1 680	32	515	1 105	(590)	-53%	1 680
Vote 12 - Protection Services		15 171	9 256	7 923	456	4 519	6 040	(1 521)	-25%	7 923
Vote 13 - Protection Services (Continued)		22	-	-	-	-	-	-		-
<b>Total Capital single-year expenditure</b>	<b>4</b>	<b>140 472</b>	<b>258 915</b>	<b>322 399</b>	<b>21 754</b>	<b>189 605</b>	<b>188 600</b>	<b>1 005</b>	<b>1%</b>	<b>322 399</b>
<b>Total Capital Expenditure</b>	<b>3</b>	<b>191 181</b>	<b>370 443</b>	<b>489 763</b>	<b>39 458</b>	<b>287 697</b>	<b>288 966</b>	<b>(1 268)</b>	<b>0%</b>	<b>489 763</b>

## Monthly Budget Monitoring Report - May 2022

### 2.5 Table C5: Monthly Capital Budget Statement by municipal vote, standard classification and funding (continue)

WC044 George - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M11 May

Vote Description	Ref	2020/21	Budget Year 2021/22							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	
<b>R thousands</b>	<b>1</b>									
<b>Capital Expenditure - Functional Classification</b>										
<b>Governance and administration</b>		(30 493)	3 232	6 960	274	4 129	3 086	1 043	34%	6 960
Executive and council		1 061	-	-	-	-	-	-		-
Finance and administration		(31 587)	3 212	6 940	274	4 129	3 067	1 061	35%	6 940
Internal audit		33	20	20	-	-	18	(18)	-100%	20
<b>Community and public safety</b>		<b>23 669</b>	<b>29 317</b>	<b>22 121</b>	<b>1 771</b>	<b>12 681</b>	<b>14 291</b>	<b>(1 610)</b>	<b>-11%</b>	<b>22 121</b>
Community and social services		3 833	3 884	3 653	118	2 562	2 491	71	3%	3 653
Sport and recreation		3 312	15 810	6 561	763	2 243	2 214	29	1%	6 561
Public safety		12 658	6 983	7 020	441	4 503	5 214	(712)	-14%	7 020
Housing		3 759	2 380	4 566	448	3 216	4 181	(965)	-23%	4 566
Health		108	260	320	-	158	191	(34)	-18%	320
<b>Economic and environmental services</b>		<b>64 984</b>	<b>59 596</b>	<b>117 310</b>	<b>5 544</b>	<b>83 483</b>	<b>105 209</b>	<b>(21 726)</b>	<b>-21%</b>	<b>117 310</b>
Planning and development		419	846	2 034	32	474	1 463	(989)	-68%	2 034
Road transport		64 101	58 750	115 142	5 512	82 875	103 746	(20 871)	-20%	115 142
Environmental protection		465	-	134	-	134	-	134	#DIV/0!	134
<b>Trading services</b>		<b>132 718</b>	<b>278 101</b>	<b>342 526</b>	<b>31 870</b>	<b>187 364</b>	<b>165 821</b>	<b>21 543</b>	<b>13%</b>	<b>342 526</b>
Energy sources		45 759	60 129	57 639	8 143	30 245	25 809	4 436	17%	57 639
Water management		12 886	48 612	79 691	12 654	26 311	22 738	3 572	16%	79 691
Waste water management		67 671	161 650	196 179	7 813	125 396	114 493	10 902	10%	196 179
Waste management		6 401	7 710	9 017	3 260	5 412	2 781	2 631	95%	9 017
<b>Other</b>		<b>302</b>	<b>197</b>	<b>846</b>	<b>-</b>	<b>41</b>	<b>559</b>	<b>(519)</b>	<b>-93%</b>	<b>846</b>
<b>Total Capital Expenditure - Functional Classification</b>	<b>3</b>	<b>191 181</b>	<b>370 443</b>	<b>489 763</b>	<b>39 458</b>	<b>287 697</b>	<b>288 966</b>	<b>(1 268)</b>	<b>0%</b>	<b>489 763</b>
<b>Funded by:</b>										
National Government		76 221	81 405	198 111	36 064	122 582	108 099	14 484	13%	198 111
Provincial Government		729	-	1 000	-	52	-	52	#DIV/0!	1 000
District Municipality		-	-	1 000	-	-	917	(917)	-100%	1 000
Other transfers and grants		-	-	-	-	-	-	-		-
<b>Transfers recognised - capital</b>		<b>76 951</b>	<b>81 405</b>	<b>200 111</b>	<b>36 064</b>	<b>122 634</b>	<b>109 015</b>	<b>13 619</b>	<b>12%</b>	<b>200 111</b>
<b>Public contributions &amp; donations</b>	<b>5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>
<b>Borrowing</b>	<b>6</b>	<b>33 256</b>	<b>218 758</b>	<b>145 324</b>	<b>1 220</b>	<b>111 610</b>	<b>115 233</b>	<b>(3 623)</b>	<b>-3%</b>	<b>145 324</b>
<b>Internally generated funds</b>		<b>80 975</b>	<b>70 280</b>	<b>144 327</b>	<b>2 174</b>	<b>53 453</b>	<b>64 717</b>	<b>(11 264)</b>	<b>-17%</b>	<b>144 327</b>
<b>Total Capital Funding</b>		<b>191 181</b>	<b>370 443</b>	<b>489 763</b>	<b>39 458</b>	<b>287 697</b>	<b>288 966</b>	<b>(1 268)</b>	<b>0%</b>	<b>489 763</b>

#### References

1. Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).
2. Include capital component of PPP unitary payment
3. Capital expenditure by functional classification must reconcile to the total of multi-year and single year appropriations
4. Include expenditure on investment property, intangible and biological assets
5. Must reconcile to Monthly Budget Statement Financial Performance (revenue and expenditure)
6. Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17

## Monthly Budget Monitoring Report - May 2022

### 2.6 Table C6: Monthly Budget Statement: Financial Position

WC044 George - Table C6 Monthly Budget Statement - Financial Position - M11 May

Description	Ref	2020/21	Budget Year 2021/22			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
<b>R thousands</b>	<b>1</b>					
<b>ASSETS</b>						
<b>Current assets</b>						
Cash		469 621	1 008 102	1 036 308	324 468	1 036 308
Call investment deposits		200 000	147 000	147 000	526 612	147 000
Consumer debtors		168 545	71 919	82 919	182 682	82 919
Other debtors		61 619	66 259	66 259	(32 171)	66 259
Current portion of long-term receivables		150	3 839	3 839	(343)	3 839
Inventory		117 296	188 657	180 553	115 524	180 553
<b>Total current assets</b>		<b>1 017 230</b>	<b>1 485 776</b>	<b>1 516 878</b>	<b>1 116 773</b>	<b>1 516 878</b>
<b>Non current assets</b>						
Long-term receivables		78	36 387	36 387	12	36 387
Investments		—	—	—	—	—
Investment property		144 235	144 411	144 361	144 087	144 361
Investments in Associate		—	—	—	—	—
Property, plant and equipment		3 010 130	3 301 576	3 420 143	3 132 709	3 420 143
Agricultural		—	—	—	—	—
Biological assets		—	—	—	—	—
Intangible assets		1 376	2 722	3 525	1 080	3 525
Other non-current assets		—	4 236	4 236	—	4 236
<b>Total non current assets</b>		<b>3 155 819</b>	<b>3 489 333</b>	<b>3 608 653</b>	<b>3 277 887</b>	<b>3 608 653</b>
<b>TOTAL ASSETS</b>		<b>4 173 049</b>	<b>4 975 108</b>	<b>5 125 531</b>	<b>4 394 660</b>	<b>5 125 531</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Bank overdraft		—	—	—	—	—
Borrowing		39 621	161 593	161 593	20 596	161 593
Consumer deposits		32 253	58 560	58 560	34 439	58 560
Trade and other payables		273 062	573 278	625 850	760 402	625 850
Provisions		103 811	126 111	122 311	105 264	122 311
<b>Total current liabilities</b>		<b>448 748</b>	<b>919 543</b>	<b>968 314</b>	<b>920 701</b>	<b>968 314</b>
<b>Non current liabilities</b>						
Borrowing		241 708	435 590	435 590	241 456	435 590
Provisions		309 646	251 789	251 789	309 646	251 789
<b>Total non current liabilities</b>		<b>551 354</b>	<b>687 379</b>	<b>687 379</b>	<b>551 102</b>	<b>687 379</b>
<b>TOTAL LIABILITIES</b>		<b>1 000 102</b>	<b>1 606 921</b>	<b>1 655 693</b>	<b>1 471 803</b>	<b>1 655 693</b>
<b>NET ASSETS</b>	<b>2</b>	<b>3 172 947</b>	<b>3 368 187</b>	<b>3 469 838</b>	<b>2 922 857</b>	<b>3 469 838</b>
<b>COMMUNITY WEALTH/EQUITY</b>						
Accumulated Surplus/(Deficit)		3 124 626	3 136 281	3 237 931	2 874 536	3 237 931
Reserves		48 321	231 907	231 907	48 321	231 907
<b>TOTAL COMMUNITY WEALTH/EQUITY</b>	<b>2</b>	<b>3 172 947</b>	<b>3 368 187</b>	<b>3 469 838</b>	<b>2 922 857</b>	<b>3 469 838</b>

#### References

1. Material variances to be explained in Table SC1
2. Total Assets must balance with Total Liabilities
3. Net Assets must balance with Total Community Wealth/Equity



## Monthly Budget Monitoring Report - May 2022

### 2.7 Table C7: Monthly Budget Statement: Cash Flow

WC044 George - Table C7 Monthly Budget Statement - Cash Flow - M11 May

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>										
<b>Receipts</b>										
Property rates		317 007	420 938	426 748	28 497	319 882	381 862	(61 980)	-16%	426 748
Service charges		1 058 430	1 267 059	1 267 650	64 220	761 129	1 158 690	(397 561)	-34%	1 267 650
Other revenue		64 323	86 664	50 305	52 637	1 088 920	45 905	1 043 016	2272%	50 305
Government - operating		557 594	613 642	662 677	11 941	110 540	567 663	(457 123)	-81%	662 677
Government - capital		-	89 098	218 767	-	-	200 536	(200 536)	-100%	218 767
Interest		28 807	9 251	10 678	-	-	9 788	(9 788)	-100%	10 678
Dividends		-	-	-	-	-	-	-		-
<b>Payments</b>										
Suppliers and employees		(1 891 517)	(1 949 127)	(1 949 127)	(183 477)	(1 751 209)	(1 779 938)	(28 728)	2%	(1 949 127)
Finance charges		(40 309)	-	-	-	-	-	-		-
Transfers and Grants		-	-	-	-	-	-	-		-
<b>NET CASH FROM/(USED) OPERATING ACTIVITIES</b>		<b>94 335</b>	<b>537 525</b>	<b>687 697</b>	<b>(26 183)</b>	<b>529 263</b>	<b>584 507</b>	<b>55 244</b>	<b>9%</b>	<b>687 697</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>										
<b>Receipts</b>										
Proceeds on disposal of PPE		1 118	-	-	-	1	-	1	0%	-
Decrease (increase) other non-current receivables		125	-	-	497	(36 365)	-	(36 365)	0%	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-		-
<b>Payments</b>										
Capital assets		(184 154)	(370 443)	(489 763)	(39 458)	(287 697)	(288 966)	(1 268)	0%	(489 763)
<b>NET CASH FROM/(USED) INVESTING ACTIVITIES</b>		<b>(182 911)</b>	<b>(370 443)</b>	<b>(489 763)</b>	<b>(38 962)</b>	<b>(324 061)</b>	<b>(288 966)</b>	<b>35 096</b>	<b>-12%</b>	<b>(489 763)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>										
<b>Receipts</b>										
Short term loans		-	-	-	-	-	-	-		-
Borrowing long term/refinancing		-	199 000	199 000	-	26	-	26	0%	199 000
Increase (decrease) in consumer deposits		-	9 500	9 500	(641)	(4 490)	8 708	(13 199)	-152%	9 500
<b>Payments</b>										
Repayment of borrowing		(41 309)	-	-	(19 277)	(19 277)	-	19 277	0%	-
<b>NET CASH FROM/(USED) FINANCING ACTIVITIES</b>		<b>(41 309)</b>	<b>208 500</b>	<b>208 500</b>	<b>(19 918)</b>	<b>(23 741)</b>	<b>8 708</b>	<b>32 450</b>	<b>373%</b>	<b>208 500</b>
<b>NET INCREASE/ (DECREASE) IN CASH HELD</b>		<b>(129 885)</b>	<b>375 582</b>	<b>406 434</b>	<b>(85 062)</b>	<b>181 460</b>	<b>304 250</b>			<b>406 434</b>
Cash/cash equivalents at beginning:		799 506	669 621	669 621		669 621	669 621			669 621
Cash/cash equivalents at month/year end:		669 621	1 045 203	1 076 055		851 081	973 870			1 076 055

This statement reflects the actual cash that is received and spent by the municipality. Cash payments and receipts will not coincide with Table C4, because Table C4 is partly based on billed income and expenditure.

## Monthly Budget Monitoring Report - May 2022

The table below provides a breakdown of the outstanding commitments against the cash and cash equivalents at end of May 2022.

<b>Cash and cash equivalents commitments - 31 May 2022</b>	
<b>Working Capital</b>	<b>53 500 365</b>
<b>Ringfenced and Invested:</b>	<b>797 580 236</b>
Repayments of Loans - short term portion	20 344 110
Capital Replacement Reserve	42 841 786
Provision for Rehabilitation of Landfill Site	604 363
Compensation Provision - GIPTN Buy-ins and Buy Outs	49 682 229
Unspent External Loans	7 118 499
Unspent Conditional Grants	98 548 895
Housing Development Fund	17 389 312
Trade debtors - deposits	34 438 812
Investments	526 612 231
<b>Cash and Cash Equivalents</b>	<b>851 080 601</b>

### Financial problems or risks facing the municipality:

R526.6 mil was invested during the reporting period, and it consists of the following:

- R100 million – Unspent conditional grants
- R26.6 million – Housing Development Grant
- R400 million – Working Capital

The working capital amounted to R53.5 million at the end of May 2022.

No financial problems or risks are facing the municipality currently. The municipality shows a positive cash flow.

## Monthly Budget Monitoring Report - May 2022

### 2.8 Supporting documentation

#### 2.8.1 Table SC3: Debtors Age Analysis

Description	Budget Year 2021/22											Impairment - Bad Debts i.t.o Council Policy
	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	
<b>R thousands</b>												
<b>Debtors Age Analysis By Income Source</b>												
Trade and Other Receivables from Exchange Transactions - Water	29 269	5 197	4 888	4 201	3 821	3 509	17 426	81 641	149 950	110 597	1 505	–
Trade and Other Receivables from Exchange Transactions - Electricity	44 876	1 202	835	442	327	313	1 571	3 769	53 335	6 422	–	–
Receivables from Non-exchange Transactions - Property Rates	30 558	2 139	1 638	1 335	1 261	1 139	5 387	15 446	58 902	24 568	68	–
Receivables from Exchange Transactions - Waste Water Management	16 938	2 183	1 875	1 685	1 537	1 445	7 030	20 309	53 002	32 006	288	–
Receivables from Exchange Transactions - Waste Management	15 140	1 960	1 675	1 505	1 359	1 279	6 274	17 355	46 547	27 772	263	–
Receivables from Exchange Transactions - Property Rental Debtors	35	4	4	4	3	3	22	141	217	173	–	–
Interest on Arrear Debtor Accounts	1 137	122	143	148	157	170	1 251	12 494	15 622	14 220	60	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	–	–	–	–	–	–	–	–	–	–	–	–
Other	(15 027)	412	447	216	463	347	1 830	12 251	938	15 107	2	–
<b>Total By Income Source</b>	<b>122 925</b>	<b>13 219</b>	<b>11 505</b>	<b>9 535</b>	<b>8 929</b>	<b>8 203</b>	<b>40 789</b>	<b>163 407</b>	<b>378 514</b>	<b>230 864</b>	<b>2 187</b>	<b>–</b>
<b>2020/21 - totals only</b>	<b>100 945</b>	<b>14 694</b>	<b>12 596</b>	<b>10 281</b>	<b>8 473</b>	<b>8 440</b>	<b>39 664</b>	<b>144 513</b>	<b>335 989</b>	<b>208 072</b>	<b>2 227</b>	<b>–</b>
<b>Debtors Age Analysis By Customer Group</b>												
Government	5 503	208	76	30	30	17	0	0	5 865	78	–	–
Commercial	55 489	1 569	1 091	662	464	469	2 663	7 353	69 760	11 610	–	–
Households	64 544	11 397	10 305	8 804	8 397	7 679	37 872	154 983	303 981	217 735	2 187	–
Other	(2 611)	45	33	38	38	38	254	1 071	(1 092)	1 441	–	–
<b>Total By Customer Group</b>	<b>122 925</b>	<b>13 219</b>	<b>11 505</b>	<b>9 535</b>	<b>8 929</b>	<b>8 203</b>	<b>40 789</b>	<b>163 407</b>	<b>378 514</b>	<b>230 864</b>	<b>2 187</b>	<b>–</b>

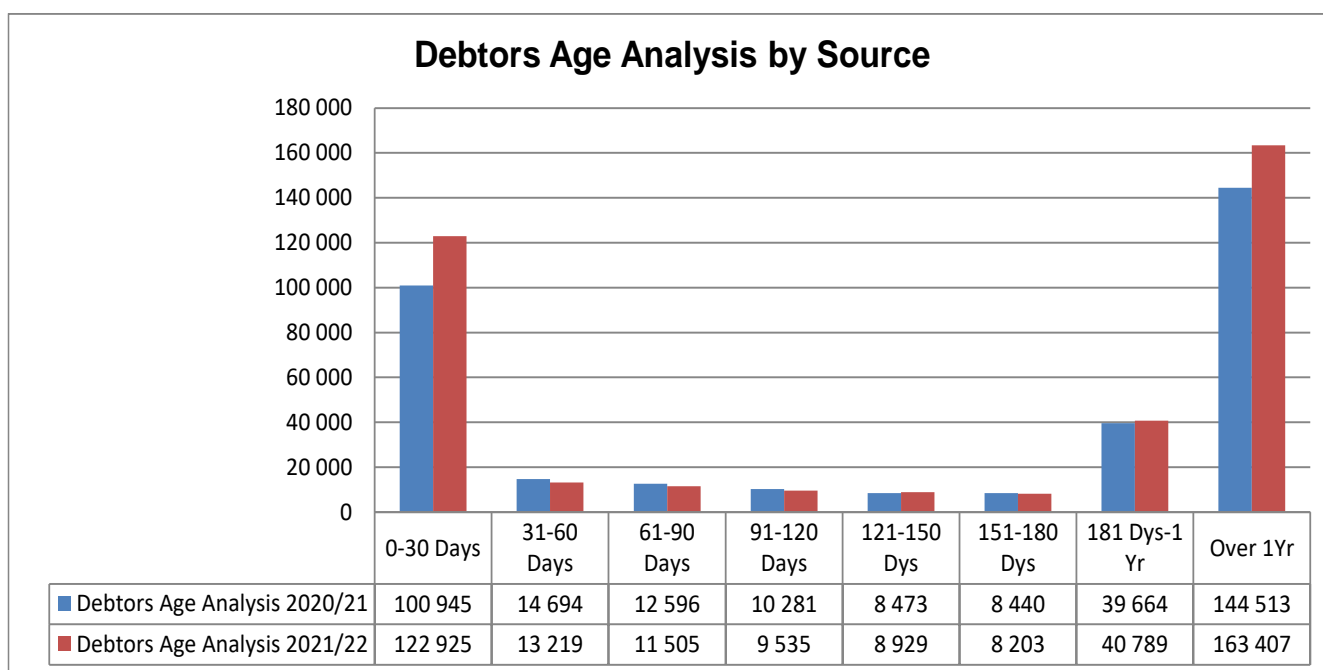
## Monthly Budget Monitoring Report - May 2022

The Debtors age analysis includes only those consumer amounts which have become due and not the future amounts which will only fall due in coming months for consumers who have chosen to pay their rates and service charges on an instalment basis.

At the end of May 2022, an amount of R378.5 million (gross debtors – the provision for bad debt has not been considered) was outstanding for debtors, with R230.8 million outstanding for longer than 90 days.

Rising debt of Indigent households outstanding water debt is of concern. Council has employed a Team of Plumbers to address water leakages in Indigent households to curb the growing debt. Water restrictors are also being installed on indigent consumers water meters which have a high consumption rate and whose account is in arrears.

The following graph compares the debtor's age analysis end of May 2022 to the same period last year:



### Debtors Collection rate:

Month	Gross Debtors Opening Balance	Billed Revenue	Gross Debtors Closing Balance	Bad Debts Written off	Cash Collected	Debt Collection Ratio	Monthly Report	Quarterly Report	YTD Rate
Jul-21	R 349 178 846.00	R 138 282 669.00	R 368 372 537.00	R 0.00	R 119 088 978.00	86.12%	86.12%	93.90%	86.12%
Aug-21	R 368 372 537.00	R 134 154 183.00	R 356 403 076.00	R 4 693 759.65	R 141 429 884.35	105.42%	105.42%		95.63%
Sep-21	R 356 403 076.00	R 141 855 814.00	R 365 833 618.00	R 3 914 390.12	R 128 510 881.88	90.59%	90.59%		93.90%
Oct-21	R 365 833 168.00	R 138 601 117.00	R 355 474 485.00	R 861 843.00	R 148 097 957.00	106.85%	106.85%	98.83%	97.15%
Nov-21	R 355 474 485.00	R 138 746 668.00	R 361 694 934.00	R 1 413 968.00	R 131 112 251.00	94.50%	94.50%		96.62%
Dec-21	R 361 694 934.00	R 129 956 200.00	R 366 950 198.00	R 1 360 268.80	R 123 340 667.20	94.91%	94.91%		96.35%
Jan-22	R 366 950 198.00	R 134 950 520.00	R 369 803 857.00	R 1 760 649.00	R 130 336 212.00	96.58%	96.58%	96.59%	96.38%
Feb-22	R 369 803 857.00	R 139 389 686.00	R 382 685 451.00	R 3 240 265.63	R 123 267 826.37	88.43%	88.43%		95.37%
Mar-22	R 382 685 451.00	R 128 654 595.00	R 373 550 236.00	R 2 148 533.00	R 135 641 277.00	105.43%	105.43%		96.43%
Apr-22	R 373 550 236.00	R 142 966 405.00	R 379 760 572.00	R 5 408 529.79	R 131 347 539.21	91.87%	91.87%		95.95%
May-22	R 379 760 572.00	R 135 096 489.00	R 378 513 667.00	R 1 922 476.00	R 134 420 918.00	99.50%	99.50%		96.27%
Jun-22									

## 2.8.2 Table SC4: Creditors Age Analysis

The creditor's age analysis only includes those creditors that fall due within the next month

### WC044 George - Supporting Table SC4 Monthly Budget Statement - aged creditors - M11 May

Description	Budget Year 2021/22									Prior year
	0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	totals for chart (same period)
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	50 477	—	—	—	—	—	—	—	50 477	44 486
Bulk Water	—	—	—	—	—	—	—	—	—	—
PAYE deductions	7 335	—	—	—	—	—	—	—	7 335	7 932
VAT (output less input)	—	—	—	—	—	—	—	—	—	2 802
Pensions / Retirement deductions	—	—	—	—	—	—	—	—	—	—
Loan repayments	37 333	—	—	—	—	—	—	—	37 333	0
Trade Creditors	39 844	814	328	63	—	—	—	—	41 049	23 179
Auditor General	—	—	—	—	—	—	—	—	—	—
Other	—	—	—	—	—	—	—	—	—	—
Total By Customer Type	134 988	814	328	63	—	—	—	—	136 193	78 399

Reasons for creditors outstanding longer than 30 days:

- There are disputes on some of the invoices that still need to be resolved; and
- Invoices that have not been signed off by the relevant official for creditors to make the payment in time due to normal operational challenges.

2.8.3 Table SC5: Investment Portfolio

Investments by maturity	Period of Investment	Type of Investment	Expiry date of investment	Accrued interest for the month	Yield for the month 1	Market value at beginning of the month	Change in market value	Market value at end of the month
Name of institution & investment ID					(%)			
R thousands	Yrs/Months							
<b><u>Municipality</u></b>								
FNB	6 months	Call Deposit			0	326 612 231		326 612 231
FNB	2 months	Call Deposit	13.06.2022	2 358 520		100 000 000		100 000 000
FNB	2 months	Call Deposit	20.06.2022	1 164 593		100 000 000		100 000 000
<b>TOTAL INVESTMENTS AND INTEREST</b>				<b>-</b>				<b>526 612 231</b>

Section 9 (1) of the Budget and Reporting regulations states that the accounting officer of a municipality must report on the investment portfolio of the municipality at the end of the month.

The cash flow of the municipality is monitored regularly and from time-to-time cash flow surpluses are invested at financial institutions in order to maximise the interest yield.

## Monthly Budget Monitoring Report - May 2022

### 2.8.4 Table SC6: Transfers and grants receipts

WC044 George - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M11 May

Description	Ref	2020/21	Budget Year 2021/22							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		315 273	338 611	336 864	–	295 890	258 382	37 508	14.5%	336 864
Operational Revenue: General Revenue: Equitable Share		186 528	170 498	170 498	–	127 564	127 564	–		170 498
Energy Efficiency and Demand-side [Schedule 5B]		17	–	–	–	–	–	–		–
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]		4 109	3 068	3 068	–	3 068	3 068	–		3 068
Infrastructure Skills Development Grant [Schedule 5B]		6 076	5 655	5 885	–	5 885	5 885	–		5 885
Local Government Financial Management Grant [Schedule 5B]		1 550	1 550	1 550	–	1 550	–	1 550	#DIV/0!	1 550
Municipal Infrastructure Grant [Schedule 5B]		1 594	937	937	–	750	–	750	#DIV/0!	937
Public Transport Network Grant [Schedule 5B]		115 399	156 903	153 425	–	155 573	120 365	35 208	29.3%	153 425
Regional Bulk Infrastructure Grant		–	–	1 500	–	1 500	1 500	–		1 500
Integrated Urban Development Grant		–	–	–	–	–	–	–		–
Provincial Government:		203 330	238 759	322 572	344	244 387	187 387	57 000	30.4%	322 572
Human Settlements Development Grant		–	58 720	58 720	–	7 524	7 524	–		58 720
Construction to Transport Infrastructure		2 956	8 460	8 460	–	8 460	8 460	–		8 460
Integrated Transport Planning		600	600	600	–	600	600	–		600
Local Government Internship Grant		–	–	–	–	–	–	–		–
Municipal Library Support		10 283	8 845	11 392	–	6 969	6 969	–		11 392
Community Development Workers Operational Support Grant		94	94	94	94	94	94	–		94
George Integrated Public Transport Network Operations		187 240	160 587	217 587	–	217 587	160 587	57 000	35.5%	217 587
Financial Management Capacity Building Grant		300	250	250	250	250	250	–		250
Financial Management Support Grant		500	–	–	–	–	–	–		–
Thusong Services Centres Grant		150	–	–	–	–	–	–		–
Fire Service Capacity Building Grant		732	–	–	–	–	–	–		–
Development of Sport and Recreation Facilities		–	700	–	–	–	–	–		–
Municipal Accreditation and Capacity Building Grant		475	503	1 103	–	503	503	–		1 103
Informal Settlements Upgrading Partnership Grant:Provinces		–	–	21 966	–	–	–	–		21 966
Western Cape Municipal Energy Resilience Grant		–	–	400	–	400	400	–		400
Local Government Public Employment Support Grant		–	–	2 000	–	2 000	2 000	–		2 000
District Municipality:		–	–	120	120	120	120	–		120
Community Safety Plan Initiatives		–	–	120	120	120	120	–		120
Other grant providers:		739	650	650	336	1 148	650	498	76.6%	650
Departmental Agencies and Accounts		739	650	650	336	1 148	650	498	76.6%	650
Total Operating Transfers and Grants	5	519 342	578 020	660 206	800	541 545	446 539	95 006	21.3%	660 206
Capital Transfers and Grants										
National Government:		81 974	86 328	196 117	–	198 307	170 380	27 927	16.4%	196 117
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]		6 000	15 100	15 100	–	19 350	19 350	–		15 100
Municipal Infrastructure Grant [Schedule 5B]		34 772	41 325	41 325	–	41 512	41 512	–		41 325
Municipal Disaster Recovery Grant [Schedule 4B]		–	–	–	–	–	–	–		–
Energy Efficiency and Demand Side Management Grant		4 483	–	–	–	–	–	–		–
Public Transport Network Grant [Schedule 5B]		36 670	26 476	56 651	–	54 403	26 476	27 927	105.5%	56 651
Public Transport Network Operations Grant [Schedule 5B]		–	–	–	–	–	–	–		–
Regional Bulk Infrastructure Grant (Schedule 5B)		–	–	79 845	–	79 845	79 845	–		79 845
Water Services Infrastructure Grant [Schedule 5B]		–	3 082	3 082	–	3 082	3 082	–		3 082
Infrastructure Skills Development Grant [Schedule 5B]		50	345	115	–	115	115	–		115
Metro Informal Settlements Partnership Grant		–	–	–	–	–	–	–		–
Provincial Government:		–	–	700	–	700	700	–		700
Development of Sport and Recreation facilities		–	–	700	–	700	700	–		700
District Municipality:		–	–	1 000	1 000	1 000	1 000	–		1 000
JDMA - Microprise Facilities at Pacaltsdorp		–	–	1 000	1 000	1 000	1 000	–		1 000
Other grant providers:		–	–	–	–	–	–	–		–
Departmental Agencies and Accounts		–	–	–	–	–	–	–		–
Transfer from Operational Revenue		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants	5	81 974	86 328	197 817	1 000	200 007	172 080	27 927	16.2%	197 817
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	601 317	664 348	858 023	1 800	741 552	618 619	122 933	19.9%	858 023

## Monthly Budget Monitoring Report - May 2022

### 2.8.5 Table SC7 (1): Transfers and grants expenditure

WC044 George - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M11 May

2020/21										
Description	Ref	Budget Year 2021/22								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		321 475	338 611	336 864	20 040	129 793	119 233	10 561	8.9%	336 864
Operational Revenue:General Revenue:Equitable Share		186 528	170 498	170 498	–	–	–	–		170 498
Energy Efficiency and Demand-side [Schedule 5B]		17	–	–	–	–	–	–		–
Expanded Public Works Programme Integrated Grant for Municipalities [Schedule 5B]		4 921	3 068	3 068	–	3 068	1 268	1 800	142.0%	3 068
Infrastructure Skills Development Grant [Schedule 5B]		6 076	5 655	5 885	508	5 103	4 737	367	7.7%	5 885
Local Government Financial Management Grant [Schedule 5B]		1 550	1 550	1 550	326	1 410	1 287	123	9.5%	1 550
Municipal Infrastructure Grant [Schedule 5B]		1 594	937	937	–	563	563	–		937
Water Services Infrastructure Grant		–	–	–	–	–	–	–		–
Public Transport Network Grant [Schedule 5B]		120 789	156 903	153 425	19 205	119 650	111 379	8 271	7.4%	153 425
Regional Bulk Infrastructure Grant		–	–	1 500	–	–	–	–		1 500
Integrated Urban Development Grant		–	–	–	–	–	–	–		–
Provincial Government:		207 310	238 759	322 572	35 698	221 095	221 318	(224)	-0.1%	322 572
Human Settlements Development Grant		200	58 720	58 720	415	1 761	11 035	(9 274)	-84.0%	58 720
Construction to Transport Infrastructure		2 956	8 460	8 460	–	8 460	8 460	–		8 460
Integrated Transport Planning		1 157	600	600	–	600	120	480	400.0%	600
Local Government Internship Grant		17	–	–	–	–	–	–		–
Municipal Library Support		10 283	8 845	11 392	854	9 987	9 987	–		11 392
Community Development Workers Operational Support Grant		46	94	94	39	78	9	69	778.8%	94
George Integrated Public Transport Network Operations		191 164	160 587	217 587	34 172	198 184	184 837	13 347	7.2%	217 587
Financial Management Capacity Building Grant		–	250	250	–	10	93	(83)	-89.4%	250
Financial Management Support Grant		666	–	–	–	–	–	–		–
Thusong Services Centres Grant		145	–	–	–	–	–	–		–
Fire Service Capacity Building Grant		–	–	–	–	–	–	–		–
Development of Sport and Recreation Facilities		–	700	–	–	–	292	(292)	-100.0%	–
Municipal Accreditation and Capacity Building Grant		475	503	1 103	43	429	661	(232)	-35.0%	1 103
Informal Settlements Upgrading Partnership Grant:Provinces		–	–	21 966	–	1 367	5 491	(4 125)	-75.1%	21 966
Western Cape Municipal Energy Resilience Grant		–	–	400	–	–	–	–		400
Local Government Public Employment Support Grant		–	–	2 000	175	220	334	(115)	-34.3%	2 000
Provide resources for the cycle infrastructure project		200	–	–	–	–	–	–		–
District Municipality:		–	–	120	–	–	–	–		120
Community Safety Plan Initiatives		–	–	120	–	–	–	–		120
Other grant providers:		739	650	650	9	596	365	232	63.6%	650
Departmental Agencies and Accounts		739	650	650	9	596	365	232	63.6%	650
Total operating expenditure of Transfers and Grants:		529 524	578 020	660 206	55 746	351 485	340 916	10 569	3.1%	660 206
Capital expenditure of Transfers and Grants										
National Government:		82 194	86 328	200 367	39 286	115 849	70 749	45 100	63.7%	200 367
Integrated National Electrification Programme (Municipal Grant) [Schedule 5B]		6 706	15 100	19 350	6 175	10 801	5 690	5 111	89.8%	19 350
Municipal Infrastructure Grant [Schedule 5B]		34 671	41 325	41 325	4 797	36 900	24 553	12 346	50.3%	41 325
Energy Efficiency and Demand Side Management Grant		4 362	–	–	–	–	–	–		–
Public Transport Network Grant [Schedule 5B]		36 404	26 476	56 651	15 456	44 621	29 817	14 804	49.6%	56 651
Regional Bulk Infrastructure Grant (Schedule 5B)		–	–	79 845	12 202	21 855	9 555	12 299	128.7%	79 845
Water Services Infrastructure Grant [Schedule 5B]		–	3 082	3 082	646	1 562	1 053	510	48.4%	3 082
Infrastructure Skills Development Grant [Schedule 5B]		50	345	115	10	111	81	31	37.9%	115
Metro Informal Settlements Partnership Grant		–	–	–	–	–	–	–		–
Provincial Government:		729	–	700	–	52	–	52	#DIV/0!	700
Fire Service Capacity Building Grant		729	–	–	–	–	–	–		–
Development of Sport and Recreation facilities		–	–	700	–	52	–	52	#DIV/0!	700
District Municipality:		–	–	1 000	–	–	1 000	(1 000)	-100.0%	1 000
JDMA - Microprise Facilities at Pacaltsdorp		–	–	1 000	–	–	1 000	(1 000)	-100.0%	1 000
Other grant providers:		–	–	–	–	–	–	–		–
Departmental Agencies and Accounts		–	–	–	–	–	–	–		–
Total capital expenditure of Transfers and Grants		82 923	86 328	202 067	39 286	115 901	71 749	44 152	61.5%	202 067
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		612 447	664 348	862 273	95 032	467 386	412 665	54 721	13.3%	862 273



## Monthly Budget Monitoring Report - May 2022

### 2.8.6 Table SC7(2) Expenditure against approved rollovers

Description	Ref	Budget Year 2021/22				
		Approved Rollover 2020/21	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						
<b>EXPENDITURE</b>						
<b>Operating expenditure of Approved Roll-overs</b>						
Provincial Government:		3 924	44	448	(3 476)	-88.6%
Title Deeds Restoration Grant		3 489	39	407	(3 082)	-88.3%
Integrated Public Transport Grant		36	–	36	0	
Thusong Services Centres Grant		5	5	5	–	
Financial Management Capacity Building Grant		300	–	–	(300)	
Community Development Workers Operating Grant		94	–	–	(94)	
<b>Total operating expenditure of Approved Roll-overs</b>		<b>3 924</b>	<b>44</b>	<b>448</b>	<b>(3 476)</b>	<b>-88.6%</b>
<b>Capital expenditure of Approved Roll-overs</b>						
National Government:		16 427	–	16 427	–	
Public Transport Network Grant [Schedule 5B]		16 427	–	16 427	–	
<b>Total capital expenditure of Approved Roll-overs</b>		<b>16 427</b>	<b>–</b>	<b>16 427</b>	<b>–</b>	
<b>TOTAL EXPENDITURE OF APPROVED ROLL-OVERS</b>		<b>20 351</b>	<b>44</b>	<b>16 875</b>	<b>(3 476)</b>	<b>-17.1%</b>

## Monthly Budget Monitoring Report - May 2022

### 2.8.7 Table SC8: Councillor and staff benefits

WC044 George - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M11 May

Summary of Employee and Councillor remuneration	2020/21	Budget Year 2021/22							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	A	B	C						D
<b><u>Councillors (Political Office Bearers plus Other)</u></b>									
Basic Salaries and Wages	14 283	16 886	16 886	1 369	14 158	15 479	(1 321)	-9%	16 886
Pension and UIF Contributions	618	890	890	18	327	816	(489)	-60%	890
Medical Aid Contributions	205	346	407	26	200	373	(173)	-46%	407
Motor Vehicle Allowance	4 684	5 468	5 407	423	4 454	4 982	(527)	-11%	5 407
Cellphone Allowance	2 063	2 581	2 581	187	1 989	2 365	(376)	-16%	2 581
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	-	-	-	-	-	-	-	-	-
<b>Sub Total - Councillors</b>	<b>21 853</b>	<b>26 171</b>	<b>26 171</b>	<b>2 023</b>	<b>21 129</b>	<b>24 015</b>	<b>(2 886)</b>	<b>-12%</b>	<b>26 171</b>
<b>% increase</b>		<b>19.8%</b>	<b>19.8%</b>						<b>19.8%</b>
<b><u>Senior Managers of the Municipality</u></b>									
Basic Salaries and Wages	9 982	13 783	9 204	552	7 303	8 300	(997)	-12%	9 204
Pension and UIF Contributions	378	1 281	1 347	67	957	1 235	(278)	-23%	1 347
Medical Aid Contributions	201	209	314	22	290	288	3	1%	314
Overtime	-	-	-	-	-	-	-	-	-
Performance Bonus	328	1 989	1 989	-	729	1 630	(902)	-55%	1 989
Motor Vehicle Allowance	325	485	490	33	419	449	(30)	-7%	490
Cellphone Allowance	80	109	128	9	95	117	(23)	-19%	128
Housing Allowances	-	-	-	-	-	-	-	-	-
Other benefits and allowances	233	562	539	77	199	492	(293)	-60%	539
Payments in lieu of leave	-	-	-	-	-	-	-	-	-
Long service awards	-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	-	-	-	-	-	-	-	-	-
<b>Sub Total - Senior Managers of Municipality</b>	<b>11 528</b>	<b>18 417</b>	<b>14 010</b>	<b>760</b>	<b>9 991</b>	<b>12 511</b>	<b>(2 520)</b>	<b>-20%</b>	<b>14 010</b>
<b>% increase</b>		<b>59.8%</b>	<b>21.5%</b>						<b>21.5%</b>
<b><u>Other Municipal Staff</u></b>									
Basic Salaries and Wages	332 939	335 045	384 066	29 181	322 553	339 276	(16 722)	-5%	384 066
Pension and UIF Contributions	56 754	66 186	62 891	5 213	56 827	57 652	(825)	-1%	62 891
Medical Aid Contributions	22 235	37 568	31 595	1 987	27 564	28 959	(1 395)	-5%	31 595
Overtime	51 427	54 989	70 829	5 799	51 167	64 927	(13 760)	-21%	70 829
Performance Bonus	-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	15 004	18 253	16 706	1 348	14 394	15 297	(903)	-6%	16 706
Cellphone Allowance	1 616	1 791	1 646	137	1 465	1 516	(51)	-3%	1 646
Housing Allowances	2 307	2 847	2 150	177	2 007	1 987	20	1%	2 150
Other benefits and allowances	41 606	44 153	43 957	1 579	41 162	40 276	885	2%	43 957
Payments in lieu of leave	-	-	-	-	14	-	14	#DIV/0!	-
Long service awards	1 803	4 108	4 209	325	3 388	3 858	(469)	-12%	4 209
Post-retirement benefit obligations	46 393	22 643	23 211	611	4 963	21 275	(16 312)	-77%	23 211
<b>Sub Total - Other Municipal Staff</b>	<b>572 083</b>	<b>587 585</b>	<b>641 260</b>	<b>46 357</b>	<b>525 504</b>	<b>575 023</b>	<b>(49 519)</b>	<b>-9%</b>	<b>641 260</b>
<b>% increase</b>		<b>2.7%</b>	<b>12.1%</b>						<b>12.1%</b>
<b>TOTAL SALARY, ALLOWANCES &amp; BENEFITS</b>	<b>605 464</b>	<b>632 172</b>	<b>681 441</b>	<b>49 141</b>	<b>556 623</b>	<b>611 549</b>	<b>(54 925)</b>	<b>-9%</b>	<b>681 441</b>
<b>% increase</b>		<b>4.4%</b>	<b>12.5%</b>						<b>12.5%</b>
<b>TOTAL MANAGERS AND STAFF</b>	<b>583 611</b>	<b>606 002</b>	<b>655 270</b>	<b>47 118</b>	<b>535 495</b>	<b>587 534</b>	<b>(52 039)</b>	<b>-9%</b>	<b>655 270</b>

## Monthly Budget Monitoring Report - May 2022

### 2.8.8 Overtime table per department

PROTECTION SERVICES										
Department Name	Item Name	Original Budget	Adjusted Budget	Year-to-date Actual	Quarter 1	Quarter 2	Quarter 3	April Actual	May Actual	Available
Fire Services	Overtime-Non Structured	847 510	435 450	337 097	57 269	82 306	139 169	29 082	29 271	98 353
Fire Services	Overtime-Structured	678 750	1 156 110	877 241	120 543	221 995	285 556	87 701	161 447	278 869
Fire Services	Overtime-Night Shift	1 793 950	2 254 520	1 639 223	297 095	480 602	501 461	180 777	179 287	615 297
Hawker Control	Overtime-Non Structured	880 000	2 261 920	1 762 153	194 143	384 732	979 065	89 729	114 483	499 767
Security Services	Overtime-Non Structured	1 440 000	2 523 390	2 209 379	168 822	404 120	1 203 785	197 719	234 933	314 011
Security Services	Overtime-Night Shift	101 820	131 800	90 688	18 010	27 441	27 670	8 913	8 655	41 112
Traffic Services	Overtime-Non Structured	4 584 830	5 278 550	4 127 750	567 142	1 029 507	1 501 513	436 736	592 851	1 150 800
Traffic Services	Overtime-Night Shift	231 690	149 880	115 843	13 157	32 167	43 516	13 384	13 619	34 037
Vehicle Registration	Overtime-Non Structured	412 430	494 010	293 266	76 554	110 379	67 149	18 974	20 211	200 744
Drivers Licence	Overtime-Non Structured	302 470	175 420	129 852	23 408	40 388	34 309	16 075	15 672	45 568
Vehicle Testing	Overtime-Non Structured	14 400	45 940	25 140	2 496	14 176	6 693	1 775	-	20 800
Fleet Management	Overtime-Non Structured	214 410	117 360	91 095	14 708	21 242	38 813	11 058	5 274	26 265
GIPTN - Auxillary Cost	Overtime-Non Structured	-	-	-50 473	13 743	-64 216	-	-	-	50 473
GIPTN - Auxillary Cost	Overtime-Night Shift	-	-	-	-	2 033	-2 033	-	-	-
GIPTN - Auxillary Cost	Overtime-Night Shift	-	15 000	39 508		31 067	7 118	-	1 323	-24 508
GIPTN - Auxillary Cost	Overtime-Non Structured	-	30 000	100 194		83 369	13 087	-	3 739	-70 194
	<b>GRAND TOTAL</b>	<b>11 502 260</b>	<b>15 069 350</b>	<b>11 787 956</b>	<b>1 567 091</b>	<b>2 901 306</b>	<b>4 846 870</b>	<b>1 091 923</b>	<b>1 380 765</b>	<b>3 281 394</b>
	<b>% SPENT</b>			<b>78%</b>						
HUMAN SETTLEMENTS										
Department Name	Item Name	Original Budget	Adjusted Budget	Year-to-date Actual	Quarter 1	Quarter 2	Quarter 3	April Actual	May Actual	Available
Housing Administration	Overtime-Non Structured	237 680	364 160	231 541	63 881	64 330	55 898	36 651	10 781	132 619
Housing Administration	Overtime-Non Structured	182 812	-	-	-	-	-	-	-	-
Support Services	Overtime-Non Structured	1 900	-	-	-	-	-	-	-	-
	<b>TOTAL</b>	<b>422 392</b>	<b>364 160</b>	<b>231 541</b>	<b>63 881</b>	<b>64 330</b>	<b>55 898</b>	<b>36 651</b>	<b>10 781</b>	<b>132 619</b>
	<b>% SPENT</b>			<b>64%</b>						

## Monthly Budget Monitoring Report - May 2022

COMMUNITY SERVICES										
Department Name	Item Name	Original Budget	Adjusted Budget	Year-to-date Actual	Quarter 1	Quarter 2	Quarter 3	April Actual	May Actual	Available
<b><u>Social Services</u></b>							-	-	-	
Main Library	Overtime-Non Structured	2 080	-	-	-	-	-	-	-	-
Sport Maintenance	Overtime-Non Structured	19 490	27 480	76 894	-	11 451	34 668	30 296	479	-49 414
Swimmingpool	Overtime-Non Structured	5 860	12 890	36 596	-	5 372	10 599	16 694	3 931	-23 706
Environmental Admin	Overtime-Non Structured	180 910	24 010	14 760	-	5 401	4 605	1 599	3 156	9 250
Social Services	Overtime-Non Structured	60 000	83 050	53 755	34 496	9 071	6 240	466	3 482	29 295
<b>Sub-total: Social Services</b>		<b>268 340</b>	<b>147 430</b>	<b>182 005</b>	<b>34 496</b>	<b>31 295</b>	<b>56 111</b>	<b>49 055</b>	<b>11 048</b>	<b>-34 575</b>
<b><u>Community Services</u></b>										
Cemetries	Overtime-Non Structured	136 310	342 540	266 189	10 718	74 887	143 691	14 539	22 354	76 351
Parks & Gardens	Overtime-Non Structured	278 490	752 110	630 634	46 244	135 628	354 208	37 737	56 816	121 476
Beach Areas	Overtime-Non Structured	331 470	349 240	228 815	10 470	51 658	136 971	5 960	23 756	120 425
Street Cleansing	Overtime-Non Structured	623 970	2 750 660	1 770 488	228 293	458 010	746 464	153 743	183 978	980 172
Public Toilets	Overtime-Non Structured	320 520	363 310	245 650	42 654	75 608	72 800	25 597	28 990	117 660
Dumping Site	Overtime-Non Structured	150 060	229 980	163 257	25 021	44 551	55 425	18 401	19 860	66 723
Refuse Removal	Overtime-Non Structured	4 500 000	4 388 360	3 277 801	474 359	831 668	1 101 194	347 002	523 578	1 110 559
<b>Sub-total: Community Services</b>		<b>6 340 820</b>	<b>9 176 200</b>	<b>6 582 832</b>	<b>837 759</b>	<b>1 672 010</b>	<b>2 610 752</b>	<b>602 979</b>	<b>859 332</b>	<b>2 593 368</b>
<b>Total for Directorate</b>		<b>6 609 160</b>	<b>9 323 630</b>	<b>6 764 837</b>	<b>872 255</b>	<b>1 703 304</b>	<b>2 666 864</b>	<b>652 035</b>	<b>870 379</b>	<b>2 558 793</b>
<b>% SPENT</b>				<b>72.56%</b>						
ELECTROTECHNICAL SERVICES										
Department Name	Item Name	Original Budget	Adjusted Budget	Year-to-date Actual	Quarter 1	Quarter 2	Quarter 3	April Actual	May Actual	Available
Electricity: Admin	Overtime-Night Shift	4 030	-	-	-	-	-	-	-	-
Electricity: Admin	Overtime-Non Structured	193 270	256 980	210 759	-	56 113	95 688	35 789	23 170	46 221
Electricity: Distribution	Overtime-Non Structured	6 163 610	9 528 260	6 640 212	1 053 525	2 080 069	1 999 584	756 452	750 581	2 888 048
Mechanical Workshop	Overtime-Non Structured	285 280	485 090	315 497	48 564	102 687	103 210	31 897	29 139	169 593
<b>TOTAL</b>		<b>6 646 190</b>	<b>10 270 330</b>	<b>7 166 468</b>	<b>1 102 089</b>	<b>2 238 869</b>	<b>2 198 482</b>	<b>824 138</b>	<b>802 890</b>	<b>3 103 862</b>
<b>% SPENT</b>				<b>70%</b>						

## Monthly Budget Monitoring Report - May 2022

<b>CORPORATE SERVICES</b>										
Department Name	Item Name	Original Budget	Adjusted Budget	Year-to-date Actual	Quarter 1	Quarter 2	Quarter 3	April Actual	May Actual	Available
Administration	Overtime-Non Structured	18 740	10 260	4 273	-	4 273	-	-	-	5 987
Client Services	Overtime-Non Structured	-	25 940	10 809	10 809	-	-	-	-	15 131
Civic Centre	Overtime-Non Structured	7 330	439 700	198 579	7 747	175 463	15 369	-	-	241 121
Blanco Hall	Overtime-Non Structured	-	5 240	2 185	-	2 185	-	-	-	3 055
Conville Hall	Overtime-Non Structured	-	11 440	4 765	-	4 765	-	-	-	6 675
Thembaletu Hall	Overtime-Non Structured	-	15 960	6 648	-	6 648	-	-	-	9 312
Maintenance	Overtime-Non Structured	143 250	-	-	-	-	-	-	-	-
Fencing & Sidings	Overtime-Non Structured	8 290	-	-	-	-	-	-	-	-
	<b>TOTAL</b>	<b>177 610</b>	<b>508 540</b>	<b>227 259</b>	<b>18 556</b>	<b>193 334</b>	<b>15 369</b>	<b>-</b>	<b>-</b>	<b>281 281</b>
	<b>% SPENT</b>			<b>45%</b>						
<b>CIVIL ENGINEERING SERVICES</b>										
Department Name	Item Name	Original Budget	Adjusted Budget	Year-to-date Actual	Quarter 1	Quarter 2	Quarter 3	April Actual	May Actual	Available
Sewerage Networks	Overtime-Non Structured	5 623 890	6 336 310	4 365 556	831 769	1 283 903	1 355 546	442 170	452 167	1 970 754
Water Contamination Control	Overtime-Non Structured	1 601 650	1 883 650	1 279 952	250 795	404 762	342 977	122 173	159 245	603 698
Water Contamination Control	Overtime-Structured	304 170	396 240	274 805	43 431	72 455	96 896	23 780	38 244	121 435
Water Contamination Control	Overtime-Night Shift	335 030	398 130	272 593	52 210	82 926	83 325	27 473	26 659	125 537
Laboratory Services	Overtime-Non Structured	54 130	33 420	61 700	-	-	61 700	-	-	-28 280
Laboratory Services	Overtime-Structured	610	-	-	-	-	-	-	-	-
Civil Administration	Overtime-Non Structured	83 500	84 680	57 279	10 905	21 631	18 788	4 321	1 633	27 401
Streets & Storm Water	Overtime-Non Structured	1 263 400	2 439 030	1 692 419	117 157	699 322	478 561	191 624	205 755	746 611
Water Purification	Overtime-Non Structured	1 862 400	2 401 660	1 623 088	292 815	517 871	493 715	154 264	164 423	778 572
Water Purification	Overtime-Structured	351 530	530 970	380 553	58 882	98 709	122 699	38 300	61 963	150 417
Water Purification	Overtime-Night Shift	350 090	465 850	327 324	59 849	101 782	95 399	37 074	33 221	138 526
Water Distribution	Overtime-Non Structured	5 475 570	6 229 910	4 727 725	674 368	1 437 282	1 597 157	476 925	541 994	1 502 185
	<b>TOTAL</b>	<b>17 305 970</b>	<b>21 199 850</b>	<b>15 062 996</b>	<b>2 392 181</b>	<b>4 720 643</b>	<b>4 746 764</b>	<b>1 518 103</b>	<b>1 685 305</b>	<b>6 136 854</b>
	<b>% SPENT</b>			<b>71%</b>						

## Monthly Budget Monitoring Report - May 2022

FINANCIAL SERVICES										
Department Name	Item Name	Original Budget	Adjusted Budget	Year-to-date Actual	Quarter 1	Quarter 2	Quarter 3	April Actual	May Actual	Available
Housing	Overtime-Non Structured	740	-	-	-	-	-	-	-	-
Credit Control	Overtime-Non Structured	3 120	10 220	39 228	-	4 257	12 979	18 461	3 532	-29 008
Stores	Overtime-Non Structured	39 450	62 540	37 611	5 016	12 689	12 707	2 903	4 296	24 929
Income Section	Overtime-Non Structured	5 210	8 170	11 579	-	550	4 661	489	5 878	-3 409
CFO Office	Overtime-Non Structured	1 040	-	-	-	-	-	-	-	-
Supply Chain Management	Overtime-Non Structured	740	-	-	-	-	-	-	-	-
Creditors Section	Overtime-Non Structured	14 840	7 030	2 928	-	2 928	-	-	-	4 102
Remuneration Section	Overtime-Non Structured	19 780	-	-	-	-	-	-	-	-
	<b>TOTAL</b>	<b>84 920</b>	<b>87 960</b>	<b>91 345</b>	<b>5 016</b>	<b>20 423</b>	<b>30 347</b>	<b>21 853</b>	<b>13 706</b>	<b>-3 385</b>
	<b>% SPENT</b>			<b>104%</b>						
PLANNING AND DEVELOPMENT										
Department Name	Item Name	Original Budget	Adjusted Budget	Year-to-date Actual	Quarter 1	Quarter 2	Quarter 3	April Actual	May Actual	Available
Local Economic Development	Overtime-Non Structured	2 390	25 220	14 164	-	952	11 338	978	896	11 056
IDP / PMS	Overtime-Non Structured	4 160	5 000	-	-	-	-	-	-	5 000
Planning	Overtime-Non Structured	6 250	-	-	-	-	-	-	-	-
	<b>TOTAL</b>	<b>12 800</b>	<b>30 220</b>	<b>14 164</b>	<b>-</b>	<b>952</b>	<b>11 338</b>	<b>978</b>	<b>896</b>	<b>16 056</b>
	<b>% SPENT</b>			<b>47%</b>						

## Monthly Budget Monitoring Report - May 2022

MUNICIPAL MANAGER										
Department Name	Item Name	Original Budget	Adjusted Budget	Year-to-date Actual	Quarter 1	Quarter 2	Quarter 3	April Actual	May Actual	Available
DMA Administration	Overtime-Non Structured	20 520	15 890	24 783	1 273	5 347	10 203	6 163	1 797	-8 893
Legal Services	Overtime-Non Structured	120 000	-	-	-	-	-	-	-	
Office of the Executive Mayor	Overtime-Non Structured	32 910	1 140	474	-	474	-	-	-	666
Office of the Municipal Manager	Overtime-Non Structured	12 020	26 620	11 093	1 028	5 228	4 837	-	-	15 527
ICT	Overtime-Non Structured	14 570	6 170	5 072	-	2 570	2 502	-	-	1 098
	<b>TOTAL</b>	<b>200 020</b>	<b>49 820</b>	<b>41 422</b>	<b>2 301</b>	<b>13 618</b>	<b>17 542</b>	<b>6 163</b>	<b>1 797</b>	<b>8 398</b>
	<b>% SPENT</b>			<b>83%</b>						
	<b>GRAND TOTAL</b>	<b>42 961 322</b>	<b>56 903 860</b>	<b>41 387 988</b>	<b>6 023 371</b>	<b>11 856 780</b>	<b>14 589 473</b>	<b>4 151 844</b>	<b>4 766 520</b>	<b>15 515 872</b>
	<b>% SPENT</b>			<b>73%</b>						

### Notes:

- An amount of **R41 387 988** has been paid out to date, which constitutes 73% of the budget.
- Factors that influence overtime:
  - Planned and unplanned maintenance work that cannot be done during working hours; and
  - Major repairs that had to be made to the infrastructure after the damage and disruptions caused by unseasonal high rain fall, flooding and storm damage on 22 November 2021.
  - Increased effort to ensure service delivery for the festive season and holiday makers.

## Monthly Budget Monitoring Report - May 2022

### 2.8.9 Deviations – May 2022

DIRECTORATE	SERVICES / GOODS	AWARDED TO	AMOUNT	VOTE / JOBCOSTING	VOTE DESCRIPTION	REASON	OTHER SUPPLIERS
Planning and Development	Online advertising	Media Xpose	30 130.00	20190705045335	Event Promoters	Sole Supplier	
Planning and Development	Mentor for the Town Planning Interns	Perception Planning and Development	1037,25 per hour	20210907004340	Consultants and Professional Services	Exceptional case and impractical to follow the official procurement process. Mr De Kock needs to finish the programme with the current interns	
Planning and Development	Broadcast to a commercial mass listenership	Primedia Broadcasting	22 5719.70	20190705045335	Event Promoters	Impractical to follow the official procurement process. Largest commercial radio stations	
Protection Services	Extinguishing spreading fires	Savannah Helicopters	27 830.00	20160623016278	Fire Protection	Emergency	
Community Services	Hiring of skips and trailer	Just Breeze	139 150.00	20220102981853	Dumping Fees	Impractical to follow the official procurement process. The municipality already hiring the skip truck from Just Breeze	
		<b>TOTAL</b>	<b>422 829.70</b>				



**2.8.10 George Municipality: Charitable and Relief Fund**

**ABSA Cheque Account – 9149 5542 08**

**May 2022**

DATE	BENEFICIARY	PURPOSE	CONTRIBUTIONS	DONATIONS	BALANCE
<b>May 2022</b>		<b>OPENING BALANCE</b>			<b>5 715.11</b>
01 05 2022	Interest Received		5,87		
		<b>CLOSING BALANCE</b>			<b>5 720,98</b>

## QUALITY CERTIFICATE

I, **Dr Michele Gratz**, the municipal manager of **GEORGE MUNICIPALITY** (name of municipality), hereby certify that –

(mark as appropriate)

☒

The monthly budget statement

For the month of **May 2022** (month/year) has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

Print name     **Dr Michele Gratz**

Municipal Manager of **GEORGE WC044** (name and demarcation of municipality)

Signature.....

Date             14 Jun 2022  
.....