

# George Municipality

## Adjustments Budget 2023/2024

23 February 2024





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## Glossary

<b>Act</b> – means the Local Government: Municipal Finance Management Act, 2003 (Act No. 56 of 2003)
<b>Adjustments Budget</b> – Prescribed in section 28 of the MFMA. The formal means by which a municipality may revise its annual budget during the year.
<b>Allocations</b> – Money received from Provincial or National Government or other municipalities.
<b>Budget</b> – The financial plan of the Municipality.
<b>Budget Related Policy</b> – Policy of a municipality affecting or affected by the budget, such as the tariffs policy, rates policy and credit control and debt collection policy.
<b>Capital Expenditure</b> - Spending on assets such as land, buildings and machinery. Any capital expenditure must be reflected as an asset on the Municipality's balance sheet.
<b>Cash flow statement</b> – A statement showing when actual cash will be received and spent by the Municipality. Cash payments do not always coincide with budgeted expenditure timings. For example, when an invoice is received by the Municipality it scores as expenditure in the month it is received, even though it may not be paid in the same period.
<b>DORA</b> – Division of Revenue Act. Annual piece of legislation that shows the amount of allocations from national to local government.
<b>Equitable Share</b> – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.
<b>GFS</b> – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.
<b>IDP</b> – Integrated Development Plan. The main strategic planning document of the Municipality
<b>KPI's</b> – Key Performance Indicators. Measures of service output and/or outcome.
<b>MFMA</b> – The Municipal Finance Management Act – no 53 of 2003. The principal piece of legislation relating to municipal financial management.
<b>MTREF</b> – Medium Term Revenue and Expenditure Framework. A medium-term financial plan, usually 3 years, based on a fixed first year and indicative further two years budget allocations. Also includes details of the previous and current years' financial position.
<b>Operating Expenditure</b> – Spending on the day-to-day expenses of the Municipality such as salaries and wages.
<b>Own Revenue</b> – Means total revenue as reflected in the municipality's financial performance budget less national and provincial conditional transfers.
<b>Rates</b> – Local Government taxation based on an assessed value of a property. To determine the rates payable, the assessed rateable value is multiplied by the rate in the rand.

<b>SDBIP</b> – Service Delivery and Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.
<b>Strategic Objectives</b> – The main priorities of the Municipality as set out in the IDP. Budgeted spending must contribute towards the achievement of the strategic objectives.
<b>Virement</b> – A transfer of budget.
<b>Virement Policy</b> - The policy that sets out the rules for budget transfers. Varmints are normally allowed within a vote. Transfers between votes must be agreed by Council through an Adjustments Budget.
<b>Vote</b> – One of the main segments into which a budget is divided, usually at directorate / department level.

## **Part 1 – Adjustments Budget**

### **Mayor's Report**

#### **1.1 Foreword**

##### **Municipal Finance Management Act (MMFA)**

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

*“An adjustment budget-*

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

##### **Municipal Budget and Reporting Regulations (MBRR)**

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

##### **Regulation 23. (3):**

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

#### **1.2 Background**

The Council at a special meeting held on Thursday, 25 January 2024, where the Mid-Year Budget Performance Report as stipulated in section 72 of the MFMA was considered, resolved that an Adjustment Budget be prepared and submitted to Council for consideration before the end of February 2024.

In order for Council to consider possible adjustments to the MTREF, the stipulations of section 28 of the MFMA as well as section 23 of the MBRR need to be highlighted:



1.1. Section 28 of the MFMA - Municipal Adjustments Budgets

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

(2) An adjustments budget—

- (a) must adjust the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;
- (b) may appropriate additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;
- (c) may, within a prescribed framework, authorise unforeseeable and unavoidable expenditure recommended by the mayor of the municipality;
- (d) may authorise the utilisation of projected savings in one vote towards spending under another vote;
- (e) may authorise the spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;
- (f) may correct any errors in the annual budget; and
- (g) may provide for any other expenditure within a prescribed framework.

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

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

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

- (a) an explanation how the adjustments budget affects the annual budget;
- (b) a motivation of any material changes to the annual budget;
- (c) an explanation of the impact of any increased spending on the annual budget and the annual budgets for the next two financial years; and
- (d) any other supporting documentation that may be prescribed.

(6) Municipal tax and tariffs may not be increased during a financial year.

(7) Sections 22(b), 23(3) and 24(3) apply in respect of an adjustments budget, and in such application a reference in those sections to an

annual budget must be read as a reference to an adjustments budget.”

1.2. Section 23 of the MBRR –Timeframes for tabling of adjustments budgets

1.2.1 Regulation 23. (1):

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

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

1.2.2 Regulation 23. (2):

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

1.2.3 Regulation 23. (3):

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

### **1.3 Council Resolutions**

On 23 February 2024, the Council of George Municipality met to consider the adjustments budget for approval. Council approved the following resolutions:

- (a) that Council grant approval for the Capital Budget to be adjusted as per Annexure “B”;
- (b) that Council grant approval for the Operating Budget to be adjusted as per Table D;
- (c) that a contribution of R75 million to the Capital Replacement Reserve (CRR) be approved;
- (d) that the Service Delivery and Budget Implementation Plan be adjusted to reflect the changes outlined in the Adjustments Budget for 2023/24;
- (e) that the Service Delivery and Budget Implementation Plan list of capital projects be adjusted to reflect the changes outlined in the Adjustments Budget;
- (f) that the formal budget tables be updated with the adjustments and be submitted to National and Provincial Treasury.



## 1.4 Executive Summary

### 1. MOTIVATION REGARDING REGULATION 23. (1 & 3) OF THE MBRR

The Section 72 report indicated that various items in the Capital and Operating Budget for 2023/2024 financial year need to be adjusted. Provincial Treasury has also allocated an additional R63.117 million during their adjustments budget. See attached as Annexure “C” of the Provincial Gazette.

**TABLE A: ADDITIONAL ALLOCATIONS**

Grant	Original Budget	Additional allocation	Adjusted Budget
<b>Human Settlements Development Grant - Beneficiaries</b>			
- Housing Administration	-	1 775 000	1 775 000
<b>Informal Settlements Upgrading Partnership grant</b>			
- Housing Administration	12 000 000	1 000 000	13 000 000
<b>Financial Management Capability Grant</b>			
- CFO	-	200 000	200 000
<b>George Integrated Public Transport Network - Operations</b>			
- GIPTN expenses	228 868 000	60 000 000	288 868 000
<b>Library Services: Replacement Funding for Most Vulnerable B3 Municipalities</b>			
- George Library	-	142 000	142 000
<b>Total</b>	<b>240 868 000</b>	<b>63 117 000</b>	<b>303 985 000</b>

Several one-on-one sessions were held with the directorates to assess the budget implementation and identified possible adjustments. The Budget Committee met on different dates to consider these adjustments.

The following adjustments are recommended to Council for approval:

## 2. **2023/2024 CAPITAL BUDGET ADJUSTMENTS**

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

Below table is the Capital Budget per directorate:

**TABLE B: CAPITAL BUDGET ADJUSTMENTS PER DIRECTORATE**

<b>GEORGE MUNICIPALITY – CAPITAL BUDGET 2023/2024</b>			
<b>Description</b>	<b>January Adjustment Budget 2023/2024</b>	<b>Proposed Adjustments</b>	<b>February Adjustment Budget 2023/2024</b>
Office of the Municipal Manager	110 000	-15 939	94 061
Financial Services	2 987 000	0	2 987 000
Corporate Services	17 560 014	-1 508 594	16 051 420
Human Settlements, Planning and Development and Property Management	33 271 929	-6 964 344	26 307 585
Civil Engineering Services	1 006 497 042	-30 553 932	975 943 110
Electro-Technical Services	275 686 950	-108 772 834	166 914 116
Community Services	88 135 948	-6 991 952	81 143 996
<b>Total</b>	<b>1 424 248 883</b>	<b>-154 807 595</b>	<b>1 269 441 288</b>

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

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

- Reprioritizing of CRR – funded projects to ensure that projects are fully funded. From the 2022/23 Annual Financial Statements and the section 72 mid-year assessment for the 2023/24 financial year it is evident that a contribution must be made to the CRR from the working capital. A contribution to the CRR of R75 million is needed to fund the proposed adjusted capital budget.

See **Annexure “A”** for a summary of the capital replacement reserve at 31 January 2024;

- The CRR funded projects are reduced with R41 681 853 from R282 153 604 to R240 471 751.



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

The project funded from the Separate Operating Account (SOA) has been removed from the Capital Budget. The necessary approval could not be sought from Provincial Treasury.

**3.3 Grant funded projects**

Grant funding is decreased with R8 381 914 from R742 847 022 to R734 465 108.

This is due to the following downward adjustments:

- PTNG R 5.1m
- RBIG R 3.8m

**3.4 External Funding (EFF)**

The EFF funding for 2023/24 is therefore reduced with R102 193 828 from R396 698 257 to R294 504 429.

The following table indicates the effect of the adjustments on the funding of the 2023/24 Capital Adjustments Budget.

**TABLE C: CAPITAL BUDGET FUNDING**

DESCRIPTION	January Adjustment Budget 2023/2024	Proposed Adjustments	February Adjustment Budget 2023/2024
Capital Replacement Reserve (CRR)	282 153 604	-41 681 853	240 471 751
External Financing Fund (EFF)	396 698 257	-102 193 828	294 504 429
Grants	742 847 022	-8 381 914	734 465 108
Other (SOA)	2 550 000	-2 550 000	0
<b>TOTAL</b>	<b>1 424 248 883</b>	<b>-154 807 595</b>	<b>1 269 441 288</b>

See Annexure “B” for the detail adjustments to the Capital Budget.

### 3. **2023/2024 OPERATING BUDGET ADJUSTMENTS**

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

**TABLE D: OPERATING BUDGET ADJUSTMENTS**

Revenue by Source	2023/24		
	Adjustments Budget	Requests/ Corrections	Adjustments Budget - February 2024
Property Rates	441 577 886	299 484	441 877 370
Service Charges - Electricity	919 999 999	(13 331 318)	906 668 681
Service Charges - Water	229 656 561	8 194 852	237 851 413
Service Charges - Sanitation	165 693 080	1 303 920	166 997 000
Service Charges - Refuse	156 469 520	878 490	157 348 010
Fines, Penalties and Forfeits	89 083 270	1 000 190	90 083 460
Licences or Permits	4 838 117	66 000	4 904 117
Agency Services	19 734 020	-	19 734 020
Rental from Fixed Assets	5 231 360	(160 000)	5 071 360
Transfers and Subsidies - Operational	635 441 098	73 073 293	708 514 391
Transfers and Subsidies - Capital	846 673 170	(6 171 925)	840 501 245
Sale of Erven	2 226 000	2 680 000	4 906 000
Development Charges	30 610 035	5 716 030	36 326 065
Interest Earned - External Investments	42 414 834	15 000 000	57 414 834
Interest Earned - Outstanding Debtors	11 724 200	9 274 230	20 998 430
Operational Revenue	34 088 550	3 923 400	38 011 950
Transport Fees	91 097 474	(19 359 567)	71 737 907
Gain On Disposal of Property, Plant & Equipment	237 810 407	-	237 810 407
<b>Total Revenue</b>	<b>3 964 369 581</b>	<b>82 387 079</b>	<b>4 046 756 660</b>

The operating revenue adjustment of R82 387 079 is mainly due to the following:

- Decrease in the Electricity Service Charges. The impact of the decline in projected revenue is explained in item 5 below.
- Increase in Water Service Charges due to the impact of the emergency tariffs on revenue.
- Additional grants that were received.
- Increase in interest on investment due to excess funds being invested with a higher interest rate.



- Transport fees being decreased due to the impact of not all Thembaletu routes being rolled out as planned.

Expenditure by Type	2023/24		
	Adjustments Budget	Requests/ Corrections	Adjustments Budget - February 2024
Employee Related Cost	713 985 183	(16 020 450)	697 964 733
Remuneration Of Councillors	30 548 078	(624 890)	29 923 188
Contracted Services	689 026 871	81 775 876	770 802 747
Bulk Purchases	707 250 400	(11 050 000)	696 200 400
Operating Leases	4 810 234	(314 527)	4 495 707
Operational Cost	178 028 924	(35 009 630)	143 019 294
Depreciation and Amortisation	187 800 195	-	187 800 195
Loss On Disposal of Property, Plant & Equipment	47 783 880	-	47 783 880
Irrecoverable debts written off	8 772 450	39 631 912	48 404 362
Debt impairment	95 146 000	(39 631 912)	55 514 088
Transfers and Subsidies	40 971 219	41 694 480	82 665 699
Inventory Consumed	321 579 147	17 621 616	339 200 763
Interest Expense	40 388 003	-	40 388 003
<b>Total Expenditure</b>	<b>3 066 090 584</b>	<b>78 072 475</b>	<b>3 144 163 059</b>

The operating expenditure adjustment of R78 072 475 is mainly due to the following:

- Employee Related Cost – savings on budgeted posts that will not be filled by end of the financial year.
- Contracted Services – Additional funds received for the GIPTN unit.
- Bulk Purchases – A decline in the units procured from Eskom due to Loadshedding and decrease in consumption by consumers.
- Transfers and Subsidies – Additional funds received for the GIPTN unit.
- Inventory Consumed – To make provision for the increase in price of chemicals and additional need for chemicals used in the water purification process.

#### **4. ELECTRICITY SERVICES**

The Department of Minerals and Energy published the Electricity Pricing Policy (EPP) of the South African Electricity Supply Industry in Government Gazette 31741 on 19 December 2008.

The National Energy Regulator (NERSA) is a regulatory authority established as a juristic person in Terms of Section 3 of the National Energy Regulator Act, 2004 (Act No. 40 of 2004). NERSA's mandate includes regulation of the electricity supply industry. According to Section 4(ii) of the Electricity Regulation Act, 2006 (Act No. 4 of 2006), the Energy Regulator must regulate electricity prices and tariffs. Policy position 23 of the Electricity Pricing, 1998 (GG No. 31741 of 19 December 1998) ("the EPP") states that:

Electricity distributors shall undertake Cost of Supply (COS) studies at least every five years, but at least when significant licensee structure changes occur, such as in customer base, relationships between cost components and sales volumes. This must be done according to the approved National Energy Regulator of South Africa (NERSA or 'the Energy Regulator') standard to reflect changing costs and customer behaviour.

Accordingly, and in complying with National Legislation, George Municipality completed its cost of supply study in 2019. The study was approved by NERSA and implementation thereof commenced in July 2022 after approval by Council.

George Municipality introduced a fixed charge component in its electricity tariff structure during the 2022/2023 financial year. This is in line with the strategy to set all tariffs as close as possible to the cost of supply as required by NERSA.

The implementation of the first phase of the approved electricity tariffs was communicated on various platforms, forums and IDP meetings held with Ward Committees.

In order to protect the indigent from having to pay a fixed charge, the 20A tariff was brought in, while also allowing clients (indigent or non-Indigent) who require a higher capacity (30A, 40A, 50A, 60A), to be able to do so and have the benefit of paying a lower energy charge. Indigent consumers also receive a subsidised basic fee and do not lose their indigent status and free basic electricity at capacity selections above 20A.

Free basic electricity (FBE) should only be offered to the registered indigent customers.

For the 2023/24 financial year NERSA approved a 18,49% tariff increase for the bulk purchase of electricity from Eskom with municipalities only permitted to increase their tariffs by 15,1% to customers. Council have agreed to limit the increase to 14,75%. This equates to a subsidy of R2.8m. A further R12.8m was ringfenced as a subsidy to allow indigent households to be able to select a higher capacity on their prepaid electricity meter.



Subsequent to the approval and implementation of the 2023/2024 MTREF budget the national economy took a severe turn for the worse. The prime lending rate was hiked several times by the South African Reserve Bank and along with the destructive financial consequences of Eskom's persistent loadshedding – the general cost of living and CPIX inflation rate increased beyond the Reserve Bank target range. This has brought unexpected hardship to many households who now struggle to make ends meet on a monthly basis.

It was clear that the roll-out will need to be suspended to shield households from a potential 40% increase in fixed charges for electricity. Thus, the cost of supply study full implementation has been suspended and will be revisited to determine the best approach to comply with the National Electricity Pricing Strategy, whilst also factoring in the devastating impact of load shedding and the consistent migration to go off-grid by consumers to renewable energy sources.

An increasing number of electricity consumers is moving towards cheaper and renewable electricity alternatives, thereby reducing revenue, but also shrinking the future customer base. George Municipality is likewise pursuing opportunities to make greater use of renewable energy sources, whilst assessing the possibility to harness or generate revenue from customers willing to sell electricity to the municipality.

#### 5. **mSCOA IMPLEMENTATION**

The implementation of mSCOA – version 6.7 necessitated the creation of several new items as well as changes to existing items to bring the mSCOA register in line with the prescripts of mSCOA.

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

## **Part 2 – Adjustments Budget Schedules**

### **2.1 – Legislative Framework**

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

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

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

### **2.2 – Adjustments Budget Schedules**

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

Table 1 – B1: Budget Summary

George Local Municipality - Table B1 Adjustments Budget Summary - 23/02/2024

Description	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
	Original Budget	Prior Adjusted	Accum Funds	Multi-year capital	Unfore. Unavoid.	Hab. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	A	1	2	3	4	5	6	7	8	9	10
R thousands											
<b>Financial Performance</b>											
Property rates	441514	441514	-	-	-	-	299	299	441813	432444	544434
Service charges	145454	145454	-	-	-	-	(6499)	(6499)	144805	144525	144452
Investment revenue	4245	4245	-	-	-	-	5444	5444	5145	4444	4444
Transfers recognised - operational	43542	43444	-	-	-	-	13413	13413	144434	144434	41443
Other own revenue	54454	54454	-	-	-	-	4444	4444	55244	51444	44444
Total Revenue (excluding capital transfers and contributions)	8117827	8117827	-	-	-	-	22468	22468	820426	8418224	8884708
Employee costs	144421	144421	-	-	-	-	(4444)	(4444)	144421	144421	114444
Remuneration of councillors	3444	3444	-	-	-	-	(425)	(425)	2944	3244	3444
Depreciation & asset impairment	14444	14444	-	-	-	-	-	-	14444	14444	22144
Interest	4444	4444	-	-	-	-	-	-	4444	4444	4444
Inventory consumed and built purchases	14444	14444	-	-	-	-	1444	1444	15444	14444	14444
Transfers and subsidies	4444	4444	-	-	-	-	4444	4444	8444	3544	3544
Other expenditure	14444	14444	-	-	-	-	(4444)	(4444)	14444	14444	14444
Total Expenditure	808465	808465	-	-	-	-	78478	78478	8164127	838426	8678184
Surplus/(Deficit)	52114	52114	-	-	-	-	4444	4444	4444	4444	14444
Transfers and subsidies - capital (mandatory alloc)	44444	44444	-	-	-	-	(4444)	(4444)	44444	44444	44444
Transfers and subsidies - capital (in-kind - nil)	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	51444	51444	-	-	-	-	2444	2444	44444	44444	14444
Share of surplus/(deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	51444	51444	-	-	-	-	2444	2444	44444	44444	14444
<b>Capital expenditure &amp; funds sources</b>											
Capital expenditure	14444	14444	-	-	-	-	(4444)	(4444)	14444	14444	44444
Transfers recognised - capital	3444	3444	-	-	-	-	(444)	(444)	3444	3444	3444
Borrowing	3444	3444	-	-	-	-	(44444)	(44444)	34444	34444	34444
Internally generated funds	24444	24444	-	-	-	-	(4444)	(4444)	24444	24444	24444
Total sources of capital funds	102444	102444	-	-	-	-	(14444)	(14444)	102444	102444	102444
<b>Financial position</b>											
Total current assets	14144	14144	-	-	-	-	2444	2444	14444	14444	14444
Total non current assets	44444	44444	-	-	-	-	(4444)	(4444)	44444	44444	44444
Total current liabilities	52144	52144	-	-	-	-	5544	5544	57444	57444	57444
Total non current liabilities	44444	44444	-	-	-	-	-	-	44444	44444	44444
Community wealth/equity	888444	888444	-	-	-	-	2444	2444	891444	891444	891444
<b>Cash flows</b>											
Net cash from (use of) operating	44444	44444	-	-	-	-	4444	4444	14444	14444	14444
Net cash from (use of) investing	(14444)	(14444)	-	-	-	-	4444	4444	(14444)	(14444)	(14444)
Net cash from (use of) financing	24444	24444	-	-	-	-	-	-	24444	24444	24444
Cash/cash equivalents at the year end	62244	62244	-	-	-	-	22444	22444	64444	64444	64444
<b>Cash banking/surplus reconciliation</b>											
Cash and investments available	44444	44444	-	-	-	-	22444	22444	24444	24444	24444
Application of cash and investments	(51444)	(51444)	-	-	-	-	4444	4444	(47444)	(47444)	(47444)
Balance - surplus (shortfall)	10444	10444	-	-	-	-	4044	4044	10444	10444	10444
<b>Asset management</b>											
Asset register summary (URU)	42144	42144	-	-	-	-	(4444)	(4444)	42144	42144	42144
Depreciation	14444	14444	-	-	-	-	-	-	14444	14444	14444
Renewal and Upgrading of Existing Assets	35444	35444	-	-	-	-	4444	4444	40444	40444	40444
Repairs and Maintenance	24444	24444	-	-	-	-	(4444)	(4444)	24444	24444	24444
<b>Free services</b>											
Cost of Free Basic Services provided	115444	115444	-	-	-	-	-	-	115444	115444	115444
Revenue cost of free services provided	5444	5444	-	-	-	-	(4444)	(4444)	4444	4444	4444
Households below mini municipal service level	-	-	-	-	-	-	-	-	-	-	-
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-



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

George Local Municipality - Table B2 Adjustments Budget Financial Performance (functional classification) - 23/02/2024

Standard Description	Ref	Budget Year 2023/24										Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1, 4	A	A1	B	C	D	E	F	G	H			
<b>Revenue - Functional</b>													
Governance and administration		519 325	519 853	-	-	-	-	21 435	21 435	541 289	550 491	582 407	
Executive and council	4	4	4	-	-	-	-	-	-	4	4	5	
Finance and administration		519 321	519 849	-	-	-	-	21 435	21 435	541 285	550 486	582 402	
Internal audit		-	-	-	-	-	-	-	-	-	-	-	
Community and public safety		60 505	64 598	-	-	-	-	3 992	3 992	68 590	2184 99	68 394	
Community and social services		22 922	22 746	-	-	-	-	(59)	(59)	22 687	22 688	23 655	
Sport and recreation		17 427	20 836	-	-	-	-	-	-	20 836	8 979	16 14	
Public safety		86 582	87 439	-	-	-	-	-	-	87 439	9 1777	97 284	
Housing		23 399	23 399	-	-	-	-	4 021	4 021	27 420	94 869	35 646	
Health		175	175	-	-	-	-	-	-	175	185	197	
Economic and environmental services		521 454	545 395	-	-	-	-	41 913	41 913	587 309	524 188	546 297	
Planning and development		23 498	23 135	-	-	-	-	1 157	1 157	24 292	23 470	24 417	
Road transport		487 932	522 237	-	-	-	-	40 640	40 640	562 877	500 634	52 1855	
Environmental protection		24	24	-	-	-	-	116	116	140	24	25	
Trading services		2 388 040	2 784 140	-	-	-	-	6 075	6 075	2 799 215	2 465 388	24 65 700	
Energy services		979 266	988 693	-	-	-	-	(7 649)	(7 649)	981 044	1 100 141	129 1938	
Water management		884 915	1 024 046	-	-	-	-	(9 184)	(9 184)	1 014 865	762 862	629 240	
Waste water management		303 074	511 001	-	-	-	-	30 066	30 066	541 066	377 248	305 876	
Waste management		220 765	220 397	-	-	-	-	1 842	1 842	222 239	225 138	238 646	
Other		606	388	-	-	-	-	-	-	388	158	168	
<b>Total Revenue - Functional</b>	2	3 579 981	3 954 370	-	-	-	-	82 387	82 387	4 046 757	3 758 725	3 752 965	
<b>Expenditure - Functional</b>													
Governance and administration		483 297	483 235	-	-	-	-	2 692	2 692	485 927	508 643	54 288	
Executive and council		75 277	75 417	-	-	-	-	(5 152)	(5 152)	70 265	80 392	86 035	
Finance and administration		389 071	388 804	-	-	-	-	6 024	6 024	394 828	408 077	455 107	
Internal audit		18 949	19 014	-	-	-	-	1 821	1 821	20 834	20 175	2 1682	
Community and public safety		301 521	305 935	-	-	-	-	(12 061)	(12 061)	289 874	339 749	350 055	
Community and social services		63 315	63 241	-	-	-	-	(3 341)	(3 341)	59 899	66 555	70 248	
Sport and recreation		38 615	36 785	-	-	-	-	4 666	4 666	41 450	41 735	44 793	
Public safety		188 191	188 446	-	-	-	-	(14 944)	(14 944)	173 501	146 953	157 151	
Housing		54 256	60 321	-	-	-	-	744	744	61 064	26 947	69 850	
Health		7 143	7 143	-	-	-	-	8 15	8 15	7 958	7 558	8 054	
Economic and environmental services		954 953	952 057	-	-	-	-	50 788	50 788	612 825	561 354	587 157	
Planning and development		46 504	41 851	-	-	-	-	3 615	3 615	45 465	46 718	49 169	
Road transport		513 320	514 590	-	-	-	-	47 660	47 660	562 250	510 581	533 671	
Environmental protection		4 530	5 617	-	-	-	-	(507)	(507)	5 110	4 056	4 318	
Trading services		1 685 530	1 684 600	-	-	-	-	39 602	39 602	1 724 202	1 875 523	207 2390	
Energy services		882 621	882 651	-	-	-	-	(24 942)	(24 942)	857 709	999 712	1 128 376	
Water management		425 699	425 699	-	-	-	-	45 819	45 819	469 518	459 197	495 205	
Waste water management		257 703	257 222	-	-	-	-	12 004	12 004	269 226	284 463	306 165	
Waste management		119 506	119 028	-	-	-	-	8 722	8 722	127 750	133 152	142 605	
Other		19 758	18 682	-	-	-	-	(1 327)	(1 327)	17 355	19 589	20 727	
<b>Total Expenditure - Functional</b>	3	3 065 658	3 054 459	-	-	-	-	79 678	79 678	3 144 133	3 355 858	3 573 194	
<b>Surplus/(Deficit) for the year</b>		514 323	899 911	-	-	-	-	27 69	2 713	902 624	402 867	179 772	

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

George Local Municipality - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - 23/02/2024

Vote Description  (Insert departments/structure etc)	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
<b>Revenue by Vote</b>	1											
Vote 1 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services		17 995	17 819	-	-	-	-	(59)	(59)	17 760	17 474	16 184
Vote 3 - Corporate Services		4 165	3 791	-	-	-	-	(548)	(548)	3 243	2 706	2 815
Vote 4 - Corporate Services		3 454	3 732	-	-	-	-	-	-	3 732	3 606	3 787
Vote 5 - Community Services		21 270	25 128	-	-	-	-	45	45	25 173	19 052	5 931
Vote 6 - Community Services		332 248	332 737	-	-	-	-	1 842	1 842	334 579	345 305	363 899
Vote 7 - Community Services		1 100	1 100	-	-	-	-	-	-	1 100	1 166	1 236
Vote 8 - Civil Engineering Services		1 199 452	1 546 648	-	-	-	-	45 167	45 167	1 591 815	1 151 408	947 355
Vote 9 - Civil Engineering Services		464 790	489 094	-	-	-	-	16 336	16 336	505 430	466 432	485 518
Vote 10 - Electro-technical Services		981 561	990 968	-	-	-	-	(7 817)	(7 817)	983 151	1 102 301	1 294 218
Vote 11 - Financial Services		458 308	458 308	-	-	-	-	4 447	4 447	462 756	489 145	518 477
Vote 12 - Financial Services		44 288	44 288	-	-	-	-	15 001	15 001	59 289	45 566	47 022
Vote 13 - Human Settlements, Planning and Development		51 340	50 754	-	-	-	-	7 974	7 974	58 728	122 561	64 538
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue by Vote</b>	2	3 579 981	3 954 370	-	-	-	-	82 387	82 387	4 045 757	3 758 725	3 752 985
<b>Expenditure by Vote</b>	1											
Vote 1 - Office of the Municipal Manager		28 709	28 709	-	-	-	-	384	384	29 093	30 537	32 720
Vote 2 - Corporate Services		73 920	72 342	-	-	-	-	(3 988)	(3 988)	68 354	77 518	81 748
Vote 3 - Corporate Services		46 805	45 779	-	-	-	-	4 264	4 264	50 043	48 168	51 361
Vote 4 - Corporate Services		96 483	96 921	-	-	-	-	(4 142)	(4 142)	92 779	102 735	109 788
Vote 5 - Community Services		72 559	73 181	-	-	-	-	3 028	3 028	76 209	77 566	82 777
Vote 6 - Community Services		297 362	297 345	-	-	-	-	1 806	1 806	299 151	322 019	344 214
Vote 7 - Community Services		980	948	-	-	-	-	621	621	1 568	1 031	1 091
Vote 8 - Civil Engineering Services		722 310	722 466	-	-	-	-	57 043	57 043	779 510	783 539	843 738
Vote 9 - Civil Engineering Services		489 692	489 692	-	-	-	-	46 432	46 432	546 124	496 596	518 863
Vote 10 - Electro-technical Services		926 511	926 511	-	-	-	-	(29 576)	(29 576)	896 935	1 035 153	1 165 767
Vote 11 - Financial Services		123 198	129 288	-	-	-	-	(2 077)	(2 077)	127 212	131 206	140 688
Vote 12 - Financial Services		56 965	56 575	-	-	-	-	1 230	1 230	57 806	60 533	64 929
Vote 13 - Human Settlements, Planning and Development		119 565	114 729	-	-	-	-	4 649	4 649	119 378	189 258	155 529
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenditure by Vote</b>	2	3 065 058	3 064 459	-	-	-	-	79 674	79 674	3 144 133	3 355 858	3 573 194
<b>Surplus/ (Deficit) for the year</b>	2	514 923	889 911	-	-	-	-	2 713	2 713	902 624	402 867	179 772

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

George Local Municipality - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 23/01/2024

Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore- Unavoid.	Net. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
		3	4	5	6	7	8	9	10	11	12	13
R thousands	1	A	A1	B	C	D	E	F	G	H	I	J
<b>Revenue</b>												
<b>Exchange Revenue</b>												
Service charges - Electricity	2	916 429	916 429	-	-	-	-	(12 785)	(12 785)	903 644	1032 815	1215 624
Service charges - Water	2	216 058	216 058	-	-	-	-	9 578	9 578	225 636	239 864	263 850
Service charges - Waste Water Management	2	163 193	163 193	-	-	-	-	(15 15)	(15 15)	161 680	176 349	188 775
Service charges - Waste Management	2	156 470	156 470	-	-	-	-	(3 289)	(3 289)	153 180	167 487	177 605
Sale of Goods and Rendering of Services		113 628	113 628	-	-	-	-	(19 486)	(19 486)	94 142	129 680	145 325
Agency services		19 734	19 734	-	-	-	-	-	-	19 734	20 918	22 173
Interest		-	-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables		11 724	11 724	-	-	-	-	9 274	9 274	20 998	12 428	13 173
Interest earned from Current and Non Current Assets		42 415	42 415	-	-	-	-	15 000	15 000	57 415	43 687	44 998
Dividends		-	-	-	-	-	-	-	-	-	-	-
Rent on land		-	-	-	-	-	-	-	-	-	-	-
Rent from Fixed Assets		5 231	5 231	-	-	-	-	(160)	(160)	5 071	5 545	5 878
License and permits		677	677	-	-	-	-	66	66	743	717	760
Operational Revenue		44 874	44 874	-	-	-	-	12 445	12 445	57 319	47 567	50 421
<b>Non-Exchange Revenue</b>												
Property rates		441 578	441 578	-	-	-	-	299	299	441 877	472 468	500 838
Surcharges and Taxes		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		89 083	89 083	-	-	-	-	1 000	1 000	90 083	94 427	100 079
Licenses or permits		4 161	4 161	-	-	-	-	-	-	4 161	4 411	4 677
Transfer and subsidies - Operational		635 182	634 961	-	-	-	-	73 073	73 073	708 034	706 654	678 055
Interest		-	-	-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-	-	-
Operational Revenue		17 670	17 670	-	-	-	-	5 055	5 055	22 725	19 233	21 146
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Gains		237 810	237 810	-	-	-	-	-	-	237 810	244 945	252 293
Discontinued Operations		-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue (excluding capital transfers and contributions)</b>		<b>3 117 637</b>	<b>3 117 635</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>85 529</b>	<b>85 529</b>	<b>3 203 165</b>	<b>3 419 225</b>	<b>3 655 709</b>
<b>Expenditure By Type</b>												
Employee related costs		708 327	712 812	-	-	-	-	(14 847)	(14 847)	693 465	739 385	779 486
Remuneration of councillors		30 568	30 548	-	-	-	-	(625)	(625)	29 923	32 709	34 955
Bulk purchases - electricity		707 250	707 250	-	-	-	-	(11 050)	(11 050)	696 200	796 990	910 937
Inventory consumed		321 454	319 182	-	-	-	-	20 043	20 043	339 225	343 862	371 320
Debt impairment		95 146	95 146	-	-	-	-	(39 632)	(39 632)	55 514	99 903	104 886
Depreciation and amortisation		187 804	187 804	-	-	-	-	-	-	187 804	206 584	227 242
Interest		40 388	40 388	-	-	-	-	-	-	40 388	63 409	68 482
Contracted services		694 978	692 525	-	-	-	-	78 278	78 278	770 803	771 656	750 599
Transfer and subsidies		40 658	40 971	-	-	-	-	4 1694	4 1694	45 140	35 329	35 356
Irrecoverable debts written off		8 772	8 772	-	-	-	-	39 632	39 632	48 404	11 290	15 190
Operational costs		181 933	181 329	-	-	-	-	(33 814)	(33 814)	148 115	203 616	219 464
Losses on disposal of Assets		750	750	-	-	-	-	-	-	750	803	867
Other losses		47 030	47 030	-	-	-	-	-	-	47 030	50 322	54 348
<b>Total Expenditure</b>		<b>3 055 058</b>	<b>3 054 505</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>79 679</b>	<b>79 679</b>	<b>3 134 187</b>	<b>3 355 358</b>	<b>3 573 194</b>
<b>Surplus/(Deficit)</b>		<b>52 779</b>	<b>53 130</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8 850</b>	<b>8 850</b>	<b>62 068</b>	<b>63 358</b>	<b>112 515</b>
Transfer and subsidies - capital (money allocations)		462 094	446 673	-	-	-	-	(6 172)	(6 172)	456 501	339 488	67 257
Transfer and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & B		514 873	899 862	-	-	-	-	2 708	2 708	902 570	402 867	179 772
Income Tax		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		514 873	899 862	-	-	-	-	2 708	2 708	902 570	402 867	179 772
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		514 873	899 862	-	-	-	-	2 708	2 708	902 570	402 867	179 772
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-	-	-
<b>Surplus/(Deficit) for the year</b>		<b>514 873</b>	<b>899 862</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 708</b>	<b>2 708</b>	<b>902 570</b>	<b>402 867</b>	<b>179 772</b>



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

George Local Municipality - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 23/02/2024

Description	Ref	Budget Year 2023/24									Budget Year +1 2024/25	Budget Year +2 2025/26	
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore- seen	Rel. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget	
		A	A1	B	C	D	E	F	G	H	I	J	
R thousands													
Capital expenditure -Vote													
Multi-year expenditure to be adjusted	3												
Vote 1 - Office of the Municipal Manager		600	600	-	-	-	-	200	200	800	800	800	800
Vote 2 - Corporate Services		4 500	1 000	-	-	-	-	(200)	(200)	4 300	3 200	1 000	1 000
Vote 3 - Corporate Services		450	450	-	-	-	-	400	400	850	500	500	500
Vote 4 - Corporate Services		500	500	-	-	-	-	300	300	800	500	500	500
Vote 5 - Community Services		4 000	2 100	-	-	-	-	(2 100)	(2 100)	1 900	1 900	1 900	1 900
Vote 6 - Community Services		30 000	6 000	-	-	-	-	(1 000)	(1 000)	29 000	11 000	13 000	13 000
Vote 7 - Community Services		-	500	-	-	-	-	(500)	(500)	-	1 000	200	200
Vote 8 - Civil Engineering Services		211 500	4 100	-	-	-	-	(2 000)	(2 000)	209 500	40 000	33 000	33 000
Vote 9 - Civil Engineering Services		400	2 000	-	-	-	-	(2 000)	(2 000)	400	-	-	-
Vote 10 - Electrotechnical Services		141 500	2 000	-	-	-	-	(1 000)	(1 000)	140 500	2 000	1 000	1 000
Vote 11 - Financial Services		100	100	-	-	-	-	-	-	100	50	50	50
Vote 12 - Financial Services		100	100	-	-	-	-	300	300	400	2 000	2 000	2 000
Vote 13 - Human Settlements, Planning and Development and Property Management		24 000	32 000	-	-	-	-	(6 000)	(6 000)	18 000	30 000	4 000	4 000
Vote 14 - (NAME OF VOTE 14)		-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - (NAME OF VOTE 15)		-	-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	431 800	1 238 800	-	-	-	-	(161 400)	(161 400)	1 072 400	779 700	379 300	379 300
Single-year expenditure to be adjusted	3												
Vote 1 - Office of the Municipal Manager		500	500	-	-	-	-	(500)	(500)	-	500	500	500
Vote 2 - Corporate Services		1 000	1 000	-	-	-	-	(1 000)	(1 000)	-	1 000	1 000	1 000
Vote 3 - Corporate Services		400	400	-	-	-	-	(400)	(400)	-	400	400	400
Vote 4 - Corporate Services		500	500	-	-	-	-	(500)	(500)	-	500	500	500
Vote 5 - Community Services		20 000	5 000	-	-	-	-	600	600	20 600	2 100	3 000	3 000
Vote 6 - Community Services		2 100	31 000	-	-	-	-	(3 100)	(3 100)	1 000	20 000	11 000	11 000
Vote 7 - Community Services		500	500	-	-	-	-	-	-	500	500	500	500
Vote 8 - Civil Engineering Services		350 000	10 000	-	-	-	-	4 000	4 000	354 000	50 000	40 000	40 000
Vote 9 - Civil Engineering Services		5 000	2 000	-	-	-	-	(2 000)	(2 000)	3 000	200	-	-
Vote 10 - Electrotechnical Services		100 000	5 000	-	-	-	-	(1 000)	(1 000)	99 000	2 000	4 000	4 000
Vote 11 - Financial Services		500	500	-	-	-	-	(500)	(500)	-	500	500	500
Vote 12 - Financial Services		500	500	-	-	-	-	-	-	500	500	500	500
Vote 13 - Human Settlements, Planning and Development and Property Management		3 000	1 000	-	-	-	-	(500)	(500)	2 500	400	500	500
Vote 14 - (NAME OF VOTE 14)		-	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - (NAME OF VOTE 15)		-	-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		641 800	200 000	-	-	-	-	(3 000)	(3 000)	100 800	104 000	74 800	74 800
Total Capital Expenditure - Vote		1 073 600	1 438 800	-	-	-	-	(164 400)	(164 400)	1 289 200	883 700	454 100	454 100
Capital Expenditure - Functional													
Bovenance and administration		10 000	8 000	-	-	-	-	(1 000)	(1 000)	9 000	4 000	5 000	5 000
Executive and council		-	-	-	-	-	-	-	-	-	-	-	-
Finance and administration		10 000	5 000	-	-	-	-	(1 000)	(1 000)	9 000	4 000	5 000	5 000
Internal audit		500	500	-	-	-	-	-	-	500	500	500	500
Community and public safety		70 000	81 000	-	-	-	-	(8 000)	(8 000)	62 000	63 000	41 000	41 000
Community and social services		5 000	5 000	-	-	-	-	(1 000)	(1 000)	4 000	4 000	3 000	3 000
Sport and recreation		20 000	20 000	-	-	-	-	(1 000)	(1 000)	19 000	11 000	5 000	5 000
Public safety		34 000	30 000	-	-	-	-	(5 000)	(5 000)	29 000	20 000	20 000	20 000
Housing		1 000	1 000	-	-	-	-	(2 000)	(2 000)	1 000	1 000	5 000	5 000
Health		12 000	13 000	-	-	-	-	(1 000)	(1 000)	11 000	2 000	3 000	3 000
Economic and environmental services		120 000	280 000	-	-	-	-	(14 000)	(14 000)	206 000	104 000	86 000	86 000
Planning and development		20 000	25 000	-	-	-	-	(5 000)	(5 000)	15 000	30 000	1 000	1 000
Road transport		30 000	240 000	-	-	-	-	(11 000)	(11 000)	19 000	14 000	6 000	6 000
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-
Trading services		212 000	1 032 000	-	-	-	-	(128 000)	(128 000)	84 000	720 000	34 000	34 000
Energy services		25 000	210 000	-	-	-	-	(1 000)	(1 000)	24 000	210 000	10 000	10 000
Water management		30 000	5 000	-	-	-	-	(3 000)	(3 000)	27 000	24 000	10 000	10 000
Waste water management		85 000	220 000	-	-	-	-	3 000	3 000	88 000	20 000	8 000	8 000
Waste management		10 000	11 000	-	-	-	-	(1 000)	(1 000)	9 000	2 000	3 000	3 000
Other		400	1 000	-	-	-	-	(500)	(500)	900	1 000	200	200
Total Capital Expenditure - Functional	3	1 023 600	1 438 800	-	-	-	-	(164 400)	(164 400)	1 289 200	883 700	454 100	454 100
Funded by:													
National Government		301 500	120 000	-	-	-	-	(5 000)	(5 000)	296 500	201 500	50 000	50 000
Provincial Government		-	2 000	-	-	-	-	200	200	2 200	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital		387 000	742 000	-	-	-	-	(3 000)	(3 000)	384 000	387 000	60 000	60 000
Borrowing		310 000	300 000	-	-	-	-	(1 000)	(1 000)	309 000	310 000	210 000	210 000
Internally generated funds		200 000	200 000	-	-	-	-	(51 000)	(51 000)	149 000	222 000	100 000	100 000
Total Capital Funding	4	1 023 600	1 438 800	-	-	-	-	(164 400)	(164 400)	1 289 200	883 700	454 100	454 100

### **Municipal Manager's Quality Certificate**

I, **DR MICHELE GRATZ**, the Municipal Manager of George Municipality hereby certify that the adjustments budget and supporting documentation for the 2023/24 Financial Year have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the adjustments budget and supporting documentation are consistent with the Integrated Development Plan of the municipality.

Print Name

**DR MICHELE GRATZ**

Municipal Manager of

**GEORGE WC044**

Signature

  
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Date

26/02/2024