



George Municipality

Adjustments Budget 2023/2024

12 April 2024



71 York Street, George



044 801 9111



gmun@george.gov.za



www.george.gov.za



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Glossary

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

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

Part 1 – Adjustments Budget

Mayor’s Report

1.1 Foreword

Municipal Finance Management Act (MMFA)

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

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. (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 12 April 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 table B and C;
- (b) that Council grant approval for the Operating Budget to be adjusted as per table D;
- (c) that the Service Delivery and Budget Implementation Plan (SDBIP) be amended;
- (d) that the formal budget tables be updated with the adjustments and submitted to National and Provincial Government.

1.4 Executive Summary

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

With regards to **Regulation 23. (3)** as defined above National Treasury revised the main allocations of the DORA in which they made adjustments to grants, as well as stopping and reallocation of grants. See **Annexure “A”** for the Division of Revenue Amendment bill Government Gazette no 50318 of 20 March 2024.

TABLE A: GRANT ALLOCATION ADJUSTMENTS

Stopping and re-allocation of conditional grants to municipalities made i.t.o section 18 and 19 of the DORA.	2023/24 DORA R'000	Adjustments R'000	2023/24 Adjusted allocation R'000
INFRASTRUCTURE GRANT TO MUNICIPALITIES (Schedule 5B) and (Schedule 6B)			
Department of Minerals Resources and Energy (Vote 34) Integrated National Electrification Programme (Schedule 5B)	5 000	1 346	6 346
Department of Co-operative Governance (Vote 3) Integrated Urban Development Grant	67 450	-7 571	59 879
Department of Transport (Vote 40) Public Transport Network Grant	144 823	505 000	649 823
Total Adjustments		498 775	

The following adjustments are recommended to Council for approval:

3. **CAPITAL BUDGET ADJUSTMENTS**

The adjustments to grants will increase the capital budget by R459 288 204 to R1 728 729 492.

See table below for the capital budget by Directorate.

TABLE B: CAPITAL BUDGET BY DIRECTORATE

Description	February Adjustment Budget 2023/2024	Adjustments	April Adjustment Budget 2023/2024
Office of the Municipal Manager	94 061	-	94 061
Financial Services	2 987 000	-	2 987 000
Corporate Services	16 051 420	-	16 051 420
Human Settlements, Planning and Development and Property Management	26 307 585	-	26 307 585
Civil Engineering Services	975 943 110	463 419 634	1 439 362 744
Electro-Technical Services	166 914 116	1 079 486	167 993 602
Community Services	81 143 996	-5 210 916	75 933 080
Total	1 269 441 288	459 288 204	1 728 729 492

TABLE C: CAPITAL BUDGET FUNDING

Description	February Adjustment Budget 2023/2024	Adjustments	April Adjustment Budget 2023/2024
Capital replacement reserve (CRR)	240 471 751	-16 874 939	223 596 812
External financing fund (EFF)	294 504 429	-	294 504 429
Grants	734 465 108	476 163 143	1 210 628 251
Other	-	-	-
Total	1 269 441 288	459 288 204	1 728 729 492

Please see Annexure “B” attached for the list of capital projects.

4. OPERATING BUDGET ADJUSTMENTS

The impact of the adjustments to grants will increase the operating revenue budget by R498 670 424. The expenditure budget increases by R23 332 877. Detail of the effect on the different items is set out in the table below.

TABLE D: REVENUE BY SOURCE AND EXPENDITURE BY TYPE

Description	2023/24		
	Adjustments Budget - February 2024	Adjustments	Adjustments Budget - April 2024
<u>Revenue by Source</u>			
Property Rates	441 877 370	-	441 877 370
Service Charges - Electricity	906 668 681	-	906 668 681
Service Charges - Water	237 851 413	-	237 851 413
Service Charges - Sanitation	166 997 000	-	166 997 000
Service Charges - Refuse	157 348 010	-	157 348 010
Fines, Penalties and Forfeits	90 083 460	-	90 083 460
Licences or Permits	4 904 117	-	4 904 117
Agency Services	19 734 020	-	19 734 020
Rental from Fixed Assets	5 071 360	-	5 071 360
Transfers and Subsidies - Operational	708 034 391	23 225 609	731 260 000
Transfers and Subsidies - Capital	840 501 245	475 444 815	1 315 946 060
Sale of Erven	4 906 000	-	4 906 000
Development Charges	36 326 065	-	36 326 065
Interest Earned - External Investments	57 414 834	-	57 414 834
Interest Earned - Outstanding Debtors	20 998 430	-	20 998 430
Operational Revenue	38 491 950	-	38 491 950
Transport Fees	71 737 907	-	71 737 907
Gain On Disposal Of Property, Plant & Equipment	237 810 407	-	237 810 407
Total Revenue	4 046 756 660	498 670 424	4 545 427 084
<u>Expenditure by Type</u>			
Employee Related Cost	698 773 043	-	698 773 043
Remuneration Of Councillors	29 923 188	-	29 923 188
Contracted Services	771 897 817	23 332 877	795 230 694
Bulk Purchases	696 200 400	-	696 200 400
Operating Leases	5 247 207	-	5 247 207
Operational Cost	142 253 524	-	142 253 524
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	48 404 362	-	48 404 362
Debt impairment	55 514 088	-	55 514 088
Transfers and Subsidies	82 865 699	-	82 865 699
Inventory Consumed	337 111 653	-	337 111 653
Interest Expense	40 388 003	-	40 388 003
Total Expenditure	3 144 163 059	23 332 877	3 167 495 936
Surplus/(Deficit)	902 593 601	475 337 547	1 377 931 148

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

George Local Municipality - Table B2 Adjustments Budget Financial Performance (functional classification) - 12/04/2024

Standard Description	Ref	Budget Year 2023/24									Budget Year	Budget Year	
		Original	Prior	Accou. m.	Multi-year	Un fore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted	
		Budget	Adjusted	Funds	capital	Unavoid.	Rev. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget	
R thousands	1, 4	A	5	6	7	8	9	10	11	12	H	I	J
		A	A1	B	C	D	E	F	G	H			
Revenue - Functional													
Governance and administration		519 326	541 289	-	-	-	-	(822)	(822)	540 466	550 491	582 407	
Executive and council		4	4	-	-	-	-	-	-	4	4	5	
Finance and administration		519 321	541 285	-	-	-	-	(822)	(822)	540 462	550 486	582 402	
Internal audit		-	-	-	-	-	-	-	-	-	-	-	
Community and public safety		60 905	63960	-	-	-	-	(8 103)	(8 103)	60 457	218499	68394	
Community and social services		22 922	22 687	-	-	-	-	-	-	22 687	22 688	23 658	
Sport and recreation		17 427	20 838	-	-	-	-	(8 103)	(8 103)	2 735	8 979	16 14	
Public safety		86 582	87 439	-	-	-	-	-	-	87 439	9 1777	97284	
Housing		23 399	27 420	-	-	-	-	-	-	27 420	94869	35 646	
Health		175	175	-	-	-	-	-	-	175	185	197	
Economic and environmental services		521 454	587309	-	-	-	-	505 000	505 000	1 032 309	524 188	546297	
Planning and development		23 498	24292	-	-	-	-	-	-	24 292	23 470	24417	
Road transport		487 932	562877	-	-	-	-	505 000	505 000	1 067 877	500 694	52 1855	
Environmental protection		24	140	-	-	-	-	-	-	140	24	25	
Trading services		2 388 040	2 759 216	-	-	-	-	2 596	2 596	2 761 811	2 465 388	2465 700	
Energy sources		979 286	98 1044	-	-	-	-	3 375	3 375	984 420	1 100 141	129 1938	
Water management		884 915	1 014 865	-	-	-	-	-	-	1 0 14 865	762 862	629 240	
Waste water management		303 074	54 1068	-	-	-	-	(756)	(756)	540 312	377248	305 876	
Waste management		220 765	222 239	-	-	-	-	(24)	(24)	222 216	225 138	238 646	
Other		606	388	-	-	-	-	-	-	388	158	168	
Total Revenue - Functional	2	3 579 981	4 046 757	-	-	-	-	4 986 70	4 98 670	4 545 427	3 758 725	3 752 955	
Expenditure - Functional													
Governance and administration		483 297	483437	-	-	-	-	(7 6)	(715)	482 722	908643	542884	
Executive and council		75 277	70 264	-	-	-	-	-	-	70 264	80 392	86 095	
Finance and administration		389 071	392 544	-	-	-	-	(7 6)	(715)	39 1 829	408 077	455 107	
Internal audit		18 949	20 629	-	-	-	-	-	-	20 629	20 175	2 1662	
Community and public safety		30 1 521	293490	-	-	-	-	-	-	293 490	389 749	360 095	
Community and social services		63 315	59 777	-	-	-	-	-	-	59 777	66 555	70 248	
Sport and recreation		38 615	41 297	-	-	-	-	-	-	41 297	4 1735	44 798	
Public safety		88 19 1	83 232	-	-	-	-	-	-	83 232	146 953	67 151	
Housing		54 256	61 175	-	-	-	-	-	-	61 175	26 947	69 850	
Health		7 143	8 008	-	-	-	-	-	-	8 008	7 558	8 054	
Economic and environmental services		964 953	613567	-	-	-	-	24 048	24 048	687 615	961394	987 157	
Planning and development		46 504	44 9 16	-	-	-	-	-	-	44 9 16	46 7 18	49 169	
Road transport		513 920	562 242	-	-	-	-	24 048	24 048	586 290	510 581	533 671	
Environmental protection		4 530	6 4 10	-	-	-	-	-	-	6 4 10	4 086	4 3 18	
Trading services		1 686 530	1 735 288	-	-	-	-	-	-	1 735 288	1 876 523	2 072 390	
Energy sources		892 62 1	867 509	-	-	-	-	-	-	867 509	999 7 2	1 128 376	
Water management		425 699	469 9 11	-	-	-	-	-	-	469 9 11	459 197	495 206	
Waste water management		257 703	267 996	-	-	-	-	-	-	267 996	284 463	306 165	
Waste management		119 506	129 867	-	-	-	-	-	-	129 867	133 152	142 606	
Other		19 758	18 385	-	-	-	-	-	-	18 385	19 589	20 727	
Total Expenditure - Functional	3	3 065 058	3 44 168	-	-	-	-	28 338	28 338	3 167 496	3 365 858	3 573 194	
Surplus/ (Deficit) for the year		514 923	90259	-	-	-	-	4 75 338	4 75 338	1 377 931	402867	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) - 12/04/2024

Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2023/24									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjus.	Adjus.	Budget	Budget	Budget
		3	4	5	6	7	8	9	10			
		A	A1	B	C	D	E	F	G	H		
R thousands												
Revenue by Vote	1											
Vote 1 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services		17 995	17 760	-	-	-	-	-	-	17 760	17 474	18 184
Vote 3 - Corporate Services		4 165	3 243	-	-	-	-	-	-	3 243	2 708	2 815
Vote 4 - Corporate Services		3 434	3 732	-	-	-	-	-	-	3 732	3 606	3 787
Vote 5 - Community Services		21 270	25 173	-	-	-	-	(8 103)	(8 103)	17 070	13 052	5 931
Vote 6 - Community Services		332 248	334 579	-	-	-	-	(24)	(24)	334 556	343 305	363 899
Vote 7 - Community Services		1 100	1 100	-	-	-	-	-	-	1 100	1 166	1 236
Vote 8 - Civil Engineering Services		1 199 432	1 591 815	-	-	-	-	479 374	479 374	2 071 188	1 151 408	947 355
Vote 9 - Civil Engineering Services		464 790	505 430	-	-	-	-	24 048	24 048	529 478	466 432	485 513
Vote 10 - Electro-technical Services		981 561	983 151	-	-	-	-	3 375	3 375	986 526	1 102 301	1 294 213
Vote 11 - Financial Services		458 308	462 756	-	-	-	-	-	-	462 756	489 145	518 477
Vote 12 - Financial Services		44 288	59 289	-	-	-	-	-	-	59 289	45 566	47 022
Vote 13 - Human Settlements, Planning and Development ar		51 340	58 728	-	-	-	-	-	-	58 728	122 561	64 533
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	3 579 931	4 046 757	-	-	-	-	498 670	498 670	4 545 427	3 758 725	3 752 966
Expenditure by Vote	1											
Vote 1 - Office of the Municipal Manager		28 709	28 889	-	-	-	-	-	-	28 889	30 537	32 720
Vote 2 - Corporate Services		73 920	68 096	-	-	-	-	-	-	68 096	77 518	81 749
Vote 3 - Corporate Services		46 805	50 089	-	-	-	-	-	-	50 089	48 168	51 361
Vote 4 - Corporate Services		96 483	92 777	-	-	-	-	-	-	92 777	102 735	109 789
Vote 5 - Community Services		72 559	76 598	-	-	-	-	-	-	76 598	77 566	82 777
Vote 6 - Community Services		297 362	300 961	-	-	-	-	-	-	300 961	322 019	344 214
Vote 7 - Community Services		980	1 568	-	-	-	-	-	-	1 568	1 031	1 091
Vote 8 - Civil Engineering Services		722 310	779 467	-	-	-	-	(715)	(715)	778 751	783 539	843 739
Vote 9 - Civil Engineering Services		499 692	545 968	-	-	-	-	24 048	24 048	570 016	496 596	518 863
Vote 10 - Electro-technical Services		926 511	896 935	-	-	-	-	-	-	896 935	1 035 153	1 165 767
Vote 11 - Financial Services		123 198	126 598	-	-	-	-	-	-	126 598	131 206	140 665
Vote 12 - Financial Services		56 965	57 396	-	-	-	-	-	-	57 396	60 533	64 929
Vote 13 - Human Settlements, Planning and Dev elopment ar		119 565	118 821	-	-	-	-	-	-	118 821	189 258	135 529
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	3 065 058	3 144 163	-	-	-	-	23 333	23 333	3 167 496	3 355 858	3 573 194
Surplus/ (Deficit) for the year	2	514 873	902 594	-	-	-	-	475 338	475 338	1 377 931	402 867	179 772

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

George Local Municipality - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 12/04/2024

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.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	1	A	A1	B	C	D	E	F	G	H		
Revenue												
Exchange Revenue												
Service charges - Electricity	2	916 429	903 644	-	-	-	-	-	-	903 644	1 032 815	1 215 624
Service charges - Water	2	218 058	227 636	-	-	-	-	-	-	227 636	239 864	263 850
Service charges - Waste Water Management	2	163 193	161 680	-	-	-	-	-	-	161 680	176 349	188 775
Service charges - Waste Management	2	156 470	153 180	-	-	-	-	-	-	153 180	167 497	177 603
Sale of Goods and Rendering of Services		113 628	94 142	-	-	-	-	-	-	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	20 998	-	-	-	-	-	-	20 998	12 428	13 173
Interest earned from Current and Non Current Assets		42 415	57 415	-	-	-	-	-	-	57 415	43 687	44 998
Dividends		-	-	-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		5 231	5 071	-	-	-	-	-	-	5 071	5 545	5 878
Licence and permits		677	743	-	-	-	-	-	-	743	717	760
Operational Revenue		44 874	57 319	-	-	-	-	-	-	57 319	47 567	50 421
Non-Exchange Revenue												
Property rates		441 578	441 877	-	-	-	-	-	-	441 877	472 488	500 838
Surcharges and Taxes		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		89 083	90 083	-	-	-	-	-	-	90 083	94 427	100 079
Licences or permits		4 161	4 161	-	-	-	-	-	-	4 161	4 411	4 677
Transfer and subsidies - Operational		635 102	708 034	-	-	-	-	23 226	23 226	731 260	706 654	678 095
Interest		-	-	-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-	-	-
Operational Revenue		17 670	22 725	-	-	-	-	-	-	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		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		3 117 837	3 206 255	-	-	-	-	23 226	23 226	3 229 481	3 419 226	3 685 709
Expenditure By Type												
Employee related costs		708 327	700 212	-	-	-	-	-	-	700 212	739 385	779 496
Remuneration of councillors		30 568	29 923	-	-	-	-	-	-	29 923	32 709	34 995
Bulk purchases - electricity		707 250	696 200	-	-	-	-	-	-	696 200	796 990	910 937
Inventory consumed		321 454	335 364	-	-	-	-	(20)	(20)	335 344	343 862	371 320
Debt impairment		95 146	55 514	-	-	-	-	-	-	55 514	99 903	104 898
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	772 193	-	-	-	-	23 333	23 333	795 526	771 656	750 599
Transfers and subsidies		40 658	82 866	-	-	-	-	-	-	82 866	35 329	35 356
Irrecoverable debts written off		8 772	48 404	-	-	-	-	-	-	48 404	11 290	15 190
Operational costs		181 933	147 534	-	-	-	-	-	-	147 534	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
Total Expenditure		3 065 058	3 144 183	-	-	-	-	23 313	23 313	3 167 496	3 355 858	3 573 194
Surplus/(Deficit)		52 779	62 072	-	-	-	-	(87)	(87)	61 985	63 368	112 515
Transfers and subsidies - capital (monetary allocations)		462 094	840 501	-	-	-	-	475 445	475 445	1 315 946	339 498	67 257
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & income tax		514 873	902 574	-	-	-	-	475 358	475 358	1 377 931	402 867	179 772
Income Tax		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		514 873	902 574	-	-	-	-	475 358	475 358	1 377 931	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	902 574	-	-	-	-	475 358	475 358	1 377 931	402 867	179 772
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		514 873	902 574	-	-	-	-	475 358	475 358	1 377 931	402 867	179 772

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

George Local Municipality- Table B5 Adjustments Capital Expenditure Budget by vote and funding - 12/04/2024

Description	Ref	Budget Year 2023/24									Budget Year	Budget Year
		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
R. thousands		A	A1	B	C	D	E	F	G	H	+1 2024/25	+2 2025/26
Capital expenditure -Vote												
Multi-year expenditure to be adjusted												
Vote 1 - Office of the Municipal Manager	1	0	10	-	-	-	-	-	-	10	0	0
Vote 2 - Corporate Services	2	4 150	4 151	-	-	-	-	-	-	4 151	3 250	1 900
Vote 3 - Corporate Services	3	0	0	-	-	-	-	-	-	0	0	0
Vote 4 - Corporate Services	4	0	0	-	-	-	-	-	-	0	0	0
Vote 5 - Community Services	5	4 000	11 100	-	-	-	-	(5 100)	(5 100)	11 000	9 300	4 000
Vote 6 - Community Services	6	30 000	11 200	-	-	-	-	-	-	11 200	11 000	10 000
Vote 7 - Community Services	7	-	-	-	-	-	-	-	-	-	1 000	0
Vote 8 - Civil Engineering Services	8	21 000	0	0	-	-	-	0	0	13 000	0	0
Vote 9 - Civil Engineering Services	9	0	0	-	-	-	-	-	-	0	-	-
Vote 10 - Electrical Services	10	14 000	15 000	-	-	-	-	1 000	1 000	16 000	10 000	0
Vote 11 - Financial Services	11	11 000	14 000	-	-	-	-	-	-	14 000	0	0
Vote 12 - Financial Services	12	1 000	1 000	-	-	-	-	-	-	1 000	2 000	2 000
Vote 13 - Human Settlements, Planning and Development and Property Management	13	24 000	25 000	-	-	-	-	-	-	25 000	20 000	0
Vote 14 - [NAME OF UO IE 14]	14	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF UO IE 15]	15	-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	421 000	1 071 402	-	-	-	-	46 000	46 000	1 025 402	770 000	370 000
Single-year expenditure to be adjusted												
Vote 1 - Office of the Municipal Manager	1	0	0	-	-	-	-	-	-	0	0	0
Vote 2 - Corporate Services	2	1 000	4 000	-	-	-	-	-	-	4 000	1 000	1 000
Vote 3 - Corporate Services	3	0	0	-	-	-	-	-	-	0	0	0
Vote 4 - Corporate Services	4	0	0	-	-	-	-	-	-	0	0	0
Vote 5 - Community Services	5	20 000	0	-	-	-	-	-	-	0	2 000	0
Vote 6 - Community Services	6	2 000	30 000	-	-	-	-	(0)	(0)	30 000	20 000	11 000
Vote 7 - Community Services	7	0	0	-	-	-	-	-	-	0	0	0
Vote 8 - Civil Engineering Services	8	30 000	10 000	-	-	-	-	-	-	10 000	0	0
Vote 9 - Civil Engineering Services	9	0	0	-	-	-	-	-	-	0	0	0
Vote 10 - Electrical Services	10	10 000	0	-	-	-	-	-	-	0	0	0
Vote 11 - Financial Services	11	0	0	-	-	-	-	-	-	0	0	0
Vote 12 - Financial Services	12	0	0	-	-	-	-	-	-	0	0	0
Vote 13 - Human Settlements, Planning and Development and Property Management	13	0	0	-	-	-	-	-	-	0	0	0
Vote 14 - [NAME OF UO IE 14]	14	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF UO IE 15]	15	-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total	4	641 000	1 000 000	-	-	-	-	(0)	(0)	1 000 000	100 000	70 000
Total Capital Expenditure - Vote	3	1 025 000	1 280 441	-	-	-	-	46 000	46 000	1 225 402	870 000	48 000
Capital Expenditure - Functional												
Beverages and administration		10 000	0	-	-	-	-	-	-	0	0	0
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		0	0	-	-	-	-	-	-	0	0	0
Internal audit		0	0	-	-	-	-	-	-	0	0	0
Community and public safety		70 000	70 000	-	-	-	-	(0)	(0)	70 000	0	0
Community and social services		0	0	-	-	-	-	-	-	0	0	0
Sport and recreation		0	0	-	-	-	-	(0)	(0)	0	0	0
Public safety		0	0	-	-	-	-	-	-	0	0	0
Housing		0	0	-	-	-	-	-	-	0	0	0
Health		0	0	-	-	-	-	-	-	0	0	0
Economic and environmental services		0	0	-	-	-	-	0	0	0	0	0
Planning and development		0	0	-	-	-	-	0	0	0	0	0
Road transport		0	0	-	-	-	-	0	0	0	0	0
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trailing services		0	0	-	-	-	-	0	0	0	0	0
Energy sources		0	0	-	-	-	-	0	0	0	0	0
Water management		0	0	-	-	-	-	-	-	0	0	0
Waste water management		0	0	-	-	-	-	(0)	(0)	0	0	0
Waste management		0	0	-	-	-	-	(0)	(0)	0	0	0
Other		0	0	-	-	-	-	-	-	0	0	0
Total Capital Expenditure - Functional	3	1 025 000	1 280 441	-	-	-	-	46 000	46 000	1 225 402	870 000	48 000
Funded by:												
National Government		0	0	-	-	-	-	0	0	0	0	0
Provincial Government		-	0	-	-	-	-	-	-	0	0	0
District/Municipality		-	-	-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial/Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		-	-	-	-	-	-	-	-	-	-	-
Transfers recognized - capital		0	0	-	-	-	-	0	0	0	0	0
Borrowing		0	0	-	-	-	-	-	-	0	0	0
Internally generated funds		0	0	-	-	-	-	(0)	(0)	0	0	0
Total Capital Funding	4	1 025 000	1 280 441	-	-	-	-	46 000	46 000	1 225 402	870 000	48 000

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



L Waring, Acting Municipal Manager

Date

2024/04/16