



George Municipality

Adjustments Budget 2024/2025

22 August 2024



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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

Mayors’ Report

1.1 PURPOSE OF REPORT

To submit to Council an Adjustments Budget for approval as prescribed in Section 28(2)(e) of the Local Government: Municipal Finance Management Act (Act No. 56 of 2003) read together with the Municipal Budget and Reporting Regulations (MBRR) 23 (5). This is to accommodate roll-overs from the 2023/24 Budget

1.2 Background

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

1.2.1 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. (5) furthermore, stipulates that:

“(5) An adjustments budget referred to in section 28(2)(e) of the Act may only be tabled after the end of the financial year to which the roll-overs relate and must be approved by the municipal council by 25 August of the financial year following the financial year to which the roll-overs relate.”

1.3 The National Treasury Municipal SCOA Circular No. 13

The National Treasury Municipal SCOA Circular No. 13 stipulates the following:

“5.3 (f) To ensure continuity of the project whether the roll-over is approved or not, a municipality must allocate an alternative funding source (other than grant funding) to the project during the annual budget process until the roll-over has been approved.”

1.4 Council Resolutions

On 22 August 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 A;
- (b) that the Service Delivery and Budget Implementation Plan (SDBIP) be amended;
- (c) that the formal budget tables be updated with the adjustments and submitted to National and Provincial Government.

1.5 Executive Summary

1.1 MOTIVATION: ROLL-OVER OF CRR AND EFF FUNDED CAPITAL PROJECTS

The projects listed in Annexure “A” are projects that could not be finalized by 30 June 2024. Although the procurement process has been concluded in many instances the implementation of the projects is in progress and this necessitates the roll-over of the projects to the 2024/25 Capital Budget.

The roll-over of capital projects from the 2023/24 budget increases the 2024/25 capital budget from R1 224 723 645 to R1 331 331 464. See the table below for the funding mix of the Adjustments Capital Budget.

TABLE A: CAPITAL BUDGET AMENDMENTS

CAPITAL FUNDING	ORIGINAL BUDGET 2024/25	PROPOSED ADJUSTMENTS AUGUST 2024	AMENDED BUDGET 2024/25
Capital Replacement Reserve (CRR)	417 828 947	80 269 147	498 098 094
External Financing Fund (EFF)	466 080 294	28 085 367	494 165 661
Grants	340 814 404	-	340 814 404
Separate Operating Account (SOA)	-	-	-
TOTAL	1 224 723 645	108 354 514	1 333 078 159

Part 2 – Adjustments Budget Schedules

2.1 – Legislative Framework

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

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

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

2.2 – Adjustments Budget Schedules

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

Table 1 – B1: Budget Summary

WC044 George - Table B1 Adjustments Budget Summary - 01/08/2022											
Description	Budget Year 2024/25									Budget Year	Budget Year
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2025/26 Adjusted Budget	+2 2026/27 Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	480 506	480 506	-	-	-	-	-	-	480 506	509 337	539 897
Service charges	1 703 493	1 703 493	-	-	-	-	-	-	1 703 493	1 873 168	2 061 121
Investment revenue	59 978	59 978	-	-	-	-	-	-	59 978	62 658	65 458
Transfers recognised - operational	697 179	697 179	-	-	-	-	-	-	697 179	688 722	725 528
Other own revenue	613 350	613 350	-	-	-	-	-	-	613 350	665 659	692 200
Total Revenue (excluding capital transfers and	3 554 907	3 554 507							3 554 507	3 799 543	4 084 204
Employee costs	823 626	827 198	-	-	-	-	446	446	827 645	858 507	905 481
Remuneration of councillors	31 120	31 120	-	-	-	-	-	-	31 120	32 365	33 660
Depreciation & asset impairment	205 288	205 288	-	-	-	-	-	-	205 288	237 938	259 084
Interest	59 903	59 903	-	-	-	-	-	-	59 903	78 890	104 885
Inventory consumed and bulk purchases	1 146 658	1 146 229	-	-	-	-	(10)	(10)	1 146 219	1 277 428	1 414 052
Transfers and subsidies	90 392	90 392	-	-	-	-	-	-	90 392	81 644	86 943
Other expenditure	1 144 725	1 141 582	-	-	-	-	(436)	(436)	1 141 145	1 181 343	1 214 776
Total Expenditure	3 501 713	3 501 713							3 501 713	3 748 113	4 018 879
Surplus/(Deficit)	52 794	52 794							52 794	51 430	65 324
Transfers and subsidies - capital (monetary alloc	387 489	387 489	-	-	-	-	-	-	387 489	64 350	67 439
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers &	440 282	440 282							440 282	115 780	132 763
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	440 282	440 282							440 282	115 780	132 763
Capital expenditure & funds sources											
Capital expenditure	1 224 724	1 224 724							1 224 724	1 114 730	774 569
Transfers recognised - capital	340 814	340 814	-	-	-	-	-	-	340 814	57 261	59 947
Borrowing	466 080	466 080	-	-	-	-	28 085	28 085	494 166	647 348	505 735
Internally generated funds	417 829	417 829	-	-	-	-	80 269	80 269	498 098	410 122	208 888
Total sources of capital funds	1 224 724	1 224 724					108 355	108 355	1 333 078	1 114 730	774 569
Financial position											
Total current assets	1 177 485	1 177 944	-	-	-	-	(108 345)	(108 345)	1 069 599	1 465 549	1 980 273
Total non current assets	5 590 962	5 590 962	-	-	-	-	108 355	108 355	5 699 316	6 467 755	6 983 240
Total current liabilities	997 787	998 246	-	-	-	-	10	10	998 256	1 470 124	1 929 558
Total non current liabilities	1 565 297	1 565 297	-	-	-	-	-	-	1 565 297	2 156 496	2 609 835
Community wealth/Equity	4 421 648	4 421 648							4 421 648	4 537 428	4 670 191
Cash flows											
Net cash from (used) operating	870 676	870 676	-	-	-	-	-	-	870 676	378 485	394 863
Net cash from (used) investing	(1 224 724)	(1 224 724)	-	-	-	-	(108 355)	(108 355)	(1 333 078)	(1 114 730)	(774 569)
Net cash from (used) financing	404 858	404 858	-	-	-	-	-	-	404 858	575 401	439 468
Cash/cash equivalents at the year end	340 020	340 020					(108 355)	(108 355)	231 666	203 528	283 289
Cash backing/surplus reconciliation											
Cash and investments available	364 373	364 373	-	-	-	-	(108 355)	(108 355)	256 019	223 528	303 289
Application of cash and investments	164 156	164 615	-	-	-	-	10	10	164 625	204 382	249 809
Balance - surplus (shortfall)	200 217	199 758					(108 365)	(108 365)	91 394	19 146	53 481
Asset Management											
Asset register summary (WDV)	5 540 486	5 540 486	-	-	-	-	108 355	108 355	5 648 841	6 417 279	6 932 764
Depreciation	205 288	205 288	-	-	-	-	-	-	205 288	237 938	259 084
Renewal and Upgrading of Existing Assets	590 205	595 366	-	-	-	-	88 359	88 359	683 725	479 907	416 540
Repairs and Maintenance	235 683	234 642	-	-	-	-	(446)	(446)	234 195	237 249	247 099
Free services											
Cost of Free Basic Services provided	193 158	193 158	-	-	-	-	-	-	193 158	207 405	222 804
Revenue cost of free services provided	38 492	38 492	-	-	-	-	-	-	38 492	40 802	43 250
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

Table 2 – B2: Financial Performance (Functional classification)

WC044 George - Table B2 Adjustments Budget Financial Performance (functional classification) - 01/08/2022												
Standard Description	Ref	Budget Year 2024/25									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2025/26 Adjusted Budget	+2 2026/27 Adjusted Budget
R thousands	1, 4	A	A1	B	C	D	E	F	G	H		
Revenue - Functional												
<i>Governance and administration</i>		578 422	578 422	-	-	-	-	-	-	578 422	608 618	643 538
Executive and council	4	4	4	-	-	-	-	-	4	4	5	5
Finance and administration		578 417	578 417	-	-	-	-	-	-	578 417	608 613	643 534
Internal audit		-	-	-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		168 027	168 027	-	-	-	-	-	-	168 027	146 632	164 689
Community and social services		22 776	22 776	-	-	-	-	-	-	22 776	23 193	24 492
Sport and recreation		25 844	25 844	-	-	-	-	-	-	25 844	1 581	1 658
Public safety		89 283	89 283	-	-	-	-	-	-	89 283	92 069	94 945
Housing		29 941	29 941	-	-	-	-	-	-	29 941	29 597	43 392
Health		183	183	-	-	-	-	-	-	183	192	202
<i>Economic and environmental services</i>		610 340	610 340	-	-	-	-	-	-	610 340	606 330	623 141
Planning and development		25 047	25 047	-	-	-	-	-	-	25 047	22 002	23 035
Road transport		585 146	585 146	-	-	-	-	-	-	585 146	584 173	599 944
Environmental protection		147	147	-	-	-	-	-	-	147	155	162
<i>Trading services</i>		2 584 894	2 584 894	-	-	-	-	-	-	2 584 894	2 502 149	2 720 102
Energy sources		1 192 412	1 192 412	-	-	-	-	-	-	1 192 412	1 340 013	1 499 055
Water management		814 172	814 172	-	-	-	-	-	-	814 172	617 586	637 669
Waste water management		352 614	352 614	-	-	-	-	-	-	352 614	305 863	330 370
Waste management		225 696	225 696	-	-	-	-	-	-	225 696	238 687	253 008
<i>Other</i>		313	313	-	-	-	-	-	-	313	164	173
Total Revenue - Functional	2	3 941 996	3 941 996	-	-	-	-	-	-	3 941 996	3 863 893	4 151 643
Expenditure - Functional												
<i>Governance and administration</i>		565 575	563 765	-	-	-	-	10	10	563 775	601 936	667 708
Executive and council		83 109	85 679	-	-	-	-	-	-	85 679	86 000	88 919
Finance and administration		436 093	431 713	-	-	-	-	10	10	431 723	472 974	521 435
Internal audit		46 373	46 373	-	-	-	-	-	-	46 373	42 961	57 354
<i>Community and public safety</i>		322 248	320 488	-	-	-	-	-	-	320 488	330 779	338 739
Community and social services		65 802	65 802	-	-	-	-	-	-	65 802	65 214	67 071
Sport and recreation		47 110	47 110	-	-	-	-	-	-	47 110	47 664	47 920
Public safety		152 495	150 735	-	-	-	-	-	-	150 735	160 613	165 835
Housing		48 471	48 471	-	-	-	-	-	-	48 471	48 588	48 922
Health		8 370	8 370	-	-	-	-	-	-	8 370	8 701	8 991
<i>Economic and environmental services</i>		650 503	652 363	-	-	-	-	-	-	652 363	665 919	674 988
Planning and development		53 405	53 435	-	-	-	-	-	-	53 435	54 067	56 905
Road transport		590 032	591 862	-	-	-	-	-	-	591 862	604 632	610 711
Environmental protection		7 065	7 065	-	-	-	-	-	-	7 065	7 220	7 371
<i>Trading services</i>		1 941 363	1 941 073	-	-	-	-	(10)	(10)	1 941 063	2 126 822	2 315 788
Energy sources		982 531	982 531	-	-	-	-	(10)	(10)	982 521	1 104 828	1 243 488
Water management		498 172	498 172	-	-	-	-	-	-	498 172	505 059	512 160
Waste water management		317 703	317 413	-	-	-	-	-	-	317 413	371 555	411 320
Waste management		142 957	142 957	-	-	-	-	-	-	142 957	145 381	148 820
<i>Other</i>		22 024	24 024	-	-	-	-	-	-	24 024	22 657	21 656
Total Expenditure - Functional	3	3 501 713	3 501 713	-	-	-	-	-	-	3 501 713	3 748 113	4 018 879
Surplus/ (Deficit) for the year		440 282	440 282	-	-	-	-	-	-	440 282	115 780	132 763

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

WC044 George - Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote) - B - 01/08/2022												
Vote Description <i>[Insert departmental structure etc]</i>	Ref	Budget Year 2024/25									Budget Year +1	Budget Year +2
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue by Vote	1											
Vote 1 - Office of the Municipal Manager		-	-	-	-	-	-	-	-	-	-	-
Vote 2 - Corporate Services		17 614	17 614	-	-	-	-	-	-	17 614	17 784	18 975
Vote 3 - Corporate Services		3 035	3 035	-	-	-	-	-	-	3 035	2 471	2 377
Vote 4 - Corporate Services		2 577	2 577	-	-	-	-	-	-	2 577	2 732	2 895
Vote 5 - Community Services		30 354	30 354	-	-	-	-	-	-	30 354	5 858	6 145
Vote 6 - Community Services		340 843	340 843	-	-	-	-	-	-	340 843	358 200	376 763
Vote 7 - Community Services		1 154	1 154	-	-	-	-	-	-	1 154	1 211	1 270
Vote 8 - Civil Engineering Services		1 169 304	1 169 304	-	-	-	-	-	-	1 169 304	926 085	970 799
Vote 9 - Civil Engineering Services		557 657	557 657	-	-	-	-	-	-	557 657	555 284	569 613
Vote 10 - Electro-technical Services		1 192 412	1 192 412	-	-	-	-	-	-	1 192 412	1 340 013	1 499 055
Vote 11 - Financial Services		503 160	503 160	-	-	-	-	-	-	503 160	531 021	562 663
Vote 12 - Financial Services		61 888	61 888	-	-	-	-	-	-	61 888	64 674	67 581
Vote 13 - Human Settlements, Planning and Development and Property		61 996	61 996	-	-	-	-	-	-	61 996	58 562	73 506
Total Revenue by Vote	2	3 941 996	3 941 996	-	-	-	-	-	-	3 941 996	3 863 893	4 151 643
Expenditure by Vote	1											
Vote 1 - Office of the Municipal Manager		41 151	41 151	-	-	-	-	-	-	41 151	42 150	43 216
Vote 2 - Corporate Services		74 626	74 161	-	-	-	-	-	-	74 161	77 126	80 221
Vote 3 - Corporate Services		63 220	61 115	-	-	-	-	-	-	61 115	62 244	64 354
Vote 4 - Corporate Services		96 211	98 781	-	-	-	-	-	-	98 781	99 962	103 705
Vote 5 - Community Services		76 010	78 010	-	-	-	-	-	-	78 010	74 783	76 085
Vote 6 - Community Services		361 343	359 343	-	-	-	-	-	-	359 343	374 925	385 971
Vote 7 - Community Services		1 948	1 948	-	-	-	-	-	-	1 948	2 048	2 153
Vote 8 - Civil Engineering Services		861 307	861 307	-	-	-	-	-	-	861 307	923 956	972 942
Vote 9 - Civil Engineering Services		572 915	572 915	-	-	-	-	-	-	572 915	586 782	592 199
Vote 10 - Electro-technical Services		1 017 495	1 017 495	-	-	-	-	-	-	1 017 495	1 141 211	1 281 592
Vote 11 - Financial Services		112 374	112 433	-	-	-	-	-	-	112 433	115 825	120 476
Vote 12 - Financial Services		76 663	76 604	-	-	-	-	-	-	76 604	102 506	134 912
Vote 13 - Human Settlements, Planning and Development and Property		146 451	146 451	-	-	-	-	-	-	146 451	144 595	161 054
Total Expenditure by Vote	2	3 501 713	3 501 713	-	-	-	-	-	-	3 501 713	3 748 113	4 018 879
Surplus/ (Deficit) for the year	2	440 282	440 282	-	-	-	-	-	-	440 282	115 780	132 763

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

WC044 George - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 01/08/2022												
Description	Ref	Budget Year 2024/25									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	+1 2025/26 Adjusted Budget	+2 2026/27 Adjusted Budget
R thousands	1	A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
Revenue												
Exchange Revenue												
Service charges - Electricity	2	1 124 438	1 124 438	-	-	-	-	-	-	1 124 438	1 259 371	1 410 495
Service charges - Water	2	245 303	245 303	-	-	-	-	-	-	245 303	260 021	275 622
Service charges - Waste Water Management	2	171 381	171 381	-	-	-	-	-	-	171 381	181 664	192 563
Service charges - Waste Management	2	162 371	162 371	-	-	-	-	-	-	162 371	172 113	182 440
Sale of Goods and Rendering of Services		137 116	137 116	-	-	-	-	-	-	137 116	171 737	184 890
Agency services		20 721	20 721	-	-	-	-	-	-	20 721	21 757	22 845
Interest		-	-	-	-	-	-	-	-	-	-	-
Interest earned from Receivables		22 255	22 255	-	-	-	-	-	-	22 255	23 587	24 998
Interest earned from Current and Non Current Assets		59 978	59 978	-	-	-	-	-	-	59 978	62 658	65 458
Dividends		-	-	-	-	-	-	-	-	-	-	-
Rent on Land		-	-	-	-	-	-	-	-	-	-	-
Rental from Fixed Assets		5 325	5 325	-	-	-	-	-	-	5 325	5 591	5 871
Licence and permits		781	781	-	-	-	-	-	-	781	820	860
Operational Revenue		59 924	59 924	-	-	-	-	-	-	59 924	62 658	65 528
Non-Exchange Revenue												
Property rates		480 506	480 506	-	-	-	-	-	-	480 506	509 337	539 897
Surcharges and Taxes		-	-	-	-	-	-	-	-	-	-	-
Fines, penalties and forfeits		92 961	92 961	-	-	-	-	-	-	92 961	95 933	99 003
Licences or permits		4 369	4 369	-	-	-	-	-	-	4 369	4 587	4 817
Transfer and subsidies - Operational		697 179	697 179	-	-	-	-	-	-	697 179	688 722	725 528
Interest		-	-	-	-	-	-	-	-	-	-	-
Fuel Levy		-	-	-	-	-	-	-	-	-	-	-
Operational Revenue		24 955	24 955	-	-	-	-	-	-	24 955	26 697	28 572
Gains on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Gains		244 945	244 945	-	-	-	-	-	-	244 945	252 293	254 816
Discontinued Operations		-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and		3 554 507	3 554 507	-	-	-	-	-	-	3 554 507	3 799 543	4 084 204
Expenditure By Type												
Employee related costs		823 626	827 198	-	-	-	-	446	446	827 645	858 507	905 481
Remuneration of councillors		31 120	31 120	-	-	-	-	-	-	31 120	32 365	33 660
Bulk purchases - electricity		784 618	784 618	-	-	-	-	-	-	784 618	907 803	1 036 711
Inventory consumed		362 040	361 611	-	-	-	-	(10)	(10)	361 601	369 625	377 341
Debt impairment		99 903	99 903	-	-	-	-	-	-	99 903	104 898	106 996
Depreciation and amortisation		205 288	205 288	-	-	-	-	-	-	205 288	237 938	259 084
Interest		59 903	59 903	-	-	-	-	-	-	59 903	78 890	104 885
Contracted services		827 577	823 771	-	-	-	-	(577)	(577)	823 194	850 097	876 543
Transfers and subsidies		90 392	90 392	-	-	-	-	-	-	90 392	81 644	86 943
Irrecoverable debts written off		11 290	11 290	-	-	-	-	-	-	11 290	15 190	15 494
Operational costs		155 842	156 504	-	-	-	-	141	141	156 645	157 035	161 080
Losses on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Losses		50 114	50 114	-	-	-	-	-	-	50 114	54 123	54 664
Total Expenditure		3 501 713	3 501 713	-	-	-	-	-	-	3 501 713	3 748 113	4 018 879
Surplus/(Deficit)		52 794	52 794	-	-	-	-	-	-	52 794	51 430	65 324
Transfers and subsidies - capital (monetary allocations)		387 489	387 489	-	-	-	-	-	-	387 489	64 350	67 439
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		440 282	440 282	-	-	-	-	-	-	440 282	115 780	132 763
Income Tax		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after income tax		440 282	440 282	-	-	-	-	-	-	440 282	115 780	132 763
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		440 282	440 282	-	-	-	-	-	-	440 282	115 780	132 763
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year		440 282	440 282	-	-	-	-	-	-	440 282	115 780	132 763

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

WC044 George - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 01/08/2022													
Description	Ref	Budget Year 2024/25										Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	Adjusted Budget	+1 2025/26	+2 2026/27
R thousands		A	A1	B	C	D	E	F	G	H			
Capital expenditure - Vote													
Multi-year expenditure to be adjusted	2												
Vote 1 - Office of the Municipal Manager		141	141	-	-	-	-	(50)	(50)	91	15	58	
Vote 2 - Corporate Services		5 045	5 045	-	-	-	-	2 540	2 540	7 585	2 290	900	
Vote 3 - Corporate Services		600	600	-	-	-	-	-	-	600	500	-	
Vote 4 - Corporate Services		135	135	-	-	-	-	-	-	135	-	-	
Vote 5 - Community Services		11 510	11 502	-	-	-	-	-	-	11 502	10 870	10 015	
Vote 6 - Community Services		24 465	24 145	-	-	-	-	-	-	24 145	34 980	20 370	
Vote 7 - Community Services		10	10	-	-	-	-	-	-	10	60	30	
Vote 8 - Civil Engineering Services		491 193	492 034	-	-	-	-	71 304	71 304	563 338	510 180	305 724	
Vote 9 - Civil Engineering Services		359	359	-	-	-	-	-	-	359	-	-	
Vote 10 - Electro-technical Services		127 720	127 720	-	-	-	-	5 186	5 186	132 906	124 138	89 278	
Vote 11 - Financial Services		1 709	1 709	-	-	-	-	-	-	1 709	1 100	1 000	
Vote 12 - Financial Services		1 005	1 005	-	-	-	-	-	-	1 005	850	980	
Vote 13 - Human Settlements, Planning and Development and Property Management		38 263	38 262	-	-	-	-	4 935	4 935	43 217	13 505	4 735	
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	
Capital multi-year expenditure sub-total	3	702 154	702 685	-	-	-	-	83 914	83 914	786 599	698 487	433 089	
Single-year expenditure to be adjusted	2												
Vote 1 - Office of the Municipal Manager		15	15	-	-	-	-	50	50	65	15	15	
Vote 2 - Corporate Services		3 563	3 543	-	-	-	-	3 338	3 338	6 881	715	1 180	
Vote 3 - Corporate Services		750	770	-	-	-	-	-	-	770	-	-	
Vote 4 - Corporate Services		508	508	-	-	-	-	-	-	508	-	-	
Vote 5 - Community Services		43 864	43 872	-	-	-	-	437	437	44 309	9 040	-	
Vote 6 - Community Services		32 417	32 737	-	-	-	-	-	-	32 737	30 188	11 145	
Vote 7 - Community Services		1 500	1 500	-	-	-	-	-	-	1 500	1 008	2 965	
Vote 8 - Civil Engineering Services		367 675	366 835	-	-	-	-	10 301	10 301	377 136	288 894	263 040	
Vote 9 - Civil Engineering Services		672	672	-	-	-	-	-	-	672	-	-	
Vote 10 - Electro-technical Services		67 210	67 210	-	-	-	-	10 217	10 217	77 427	77 878	57 680	
Vote 11 - Financial Services		32	32	-	-	-	-	-	-	32	157	850	
Vote 12 - Financial Services		500	500	-	-	-	-	-	-	500	2 000	500	
Vote 13 - Human Settlements, Planning and Development and Property Management		3 865	3 846	-	-	-	-	97	97	3 942	6 349	4 105	
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-	
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-	
Capital single-year expenditure sub-total		522 570	522 038	-	-	-	-	24 440	24 440	546 479	416 243	341 480	
Total Capital Expenditure - Vote		1 224 724	1 224 724	-	-	-	-	108 355	108 355	1 333 078	1 114 730	774 569	
Capital Expenditure - Functional													
Governance and administration		17 025	17 164	-	-	-	-	360	360	17 523	11 505	10 233	
Executive and council		-	-	-	-	-	-	-	-	-	-	-	
Finance and administration		16 965	17 104	-	-	-	-	410	410	17 513	11 495	10 203	
Internal audit		60	60	-	-	-	-	(50)	(50)	10	10	30	
Community and public safety		95 571	95 563	-	-	-	-	6 980	6 980	102 543	64 393	30 775	
Community and social services		11 103	11 103	-	-	-	-	5 824	5 824	16 927	6 170	5 750	
Sport and recreation		48 394	48 394	-	-	-	-	198	198	48 592	12 540	5 000	
Public safety		30 270	30 262	-	-	-	-	-	-	30 262	34 735	15 815	
Housing		5 530	5 530	-	-	-	-	258	258	5 787	5 448	3 110	
Health		275	275	-	-	-	-	700	700	975	5 500	1 100	
Economic and environmental services		349 001	348 870	-	-	-	-	70 627	70 627	419 497	263 039	208 480	
Planning and development		33 619	33 647	-	-	-	-	4 774	4 774	38 421	14 004	5 950	
Road transport		315 382	315 223	-	-	-	-	65 853	65 853	381 076	249 035	202 530	
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	
Trading services		762 627	762 627	-	-	-	-	30 388	30 388	793 015	774 644	524 977	
Energy sources		194 600	194 600	-	-	-	-	15 402	15 402	210 002	199 955	144 898	
Water management		290 145	290 145	-	-	-	-	6 282	6 282	296 426	295 688	114 533	
Waste water management		255 167	255 167	-	-	-	-	8 704	8 704	263 871	248 701	250 396	
Waste management		22 715	22 715	-	-	-	-	-	-	22 715	30 300	15 150	
Other		500	500	-	-	-	-	-	-	500	1 150	105	
Total Capital Expenditure - Functional	3	1 224 724	1 224 724	-	-	-	-	108 355	108 355	1 333 078	1 114 730	774 569	
Funded by:													
National Government		340 354	340 354	-	-	-	-	-	-	340 354	57 261	59 947	
Provincial Government		460	460	-	-	-	-	-	-	460	-	-	
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		340 814	340 814	-	-	-	-	-	-	340 814	57 261	59 947	
Borrowing	4	466 080	466 080	-	-	-	-	28 085	28 085	494 166	647 348	505 735	
Internally generated funds		417 829	417 829	-	-	-	-	80 269	80 269	498 098	410 122	208 888	
Total Capital Funding		1 224 724	1 224 724	-	-	-	-	108 355	108 355	1 333 078	1 114 730	774 569	

Table 6 – B6: Statement of Financial Position

WC044 George - Table B6 Adjustments Budget		Financial Position - 01/08/2022									Budget Year +1	Budget Year +2
Description	Ref	Budget Year 2024/25									2025/26	2026/27
		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		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
ASSETS												
Current assets												
Cash and cash equivalents		364 373	364 373	-	-	-	-	(108 355)	(108 355)	256 019	223 528	303 289
Trade and other receivables from exchange trans	1	130 646	130 646	-	-	-	-	-	-	130 646	147 391	173 682
Receivables from non-exchange transactions	1	16 323	16 323	-	-	-	-	-	-	16 323	(47 278)	(112 421)
Current portion of non-current receivables		1 820	1 820	-	-	-	-	-	-	1 820	1 915	2 015
Inventory		124 881	125 340	-	-	-	-	10	10	125 350	112 427	106 238
VAT		535 954	535 954	-	-	-	-	-	-	535 954	1 036 573	1 516 538
Other current assets		3 487	3 487	-	-	-	-	-	-	3 487	(9 007)	(9 069)
Total current assets		1 177 485	1 177 944	-	-	-	-	(108 345)	(108 345)	1 069 599	1 465 549	1 900 273
Non current assets												
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		143 186	143 186	-	-	-	-	-	-	143 186	143 024	142 863
Property, plant and equipment		5 379 756	5 379 756	-	-	-	-	108 355	108 355	5 488 110	6 254 941	6 769 418
Biological assets		-	-	-	-	-	-	-	-	-	-	-
Living and non-living resources	1	-	-	-	-	-	-	-	-	-	-	-
Heritage assets		4 236	4 236	-	-	-	-	-	-	4 236	4 236	4 236
Intangible assets		13 309	13 309	-	-	-	-	-	-	13 309	15 078	16 248
Trade and other receivables from exchange trans		50 281	50 281	-	-	-	-	-	-	50 281	50 281	50 281
Non-current receivables from non-exchange trans		195	195	-	-	-	-	-	-	195	195	195
Other non-current assets		-	-	-	-	-	-	-	-	-	-	-
Total non current assets		5 590 962	5 590 962	-	-	-	-	108 355	108 355	5 699 316	6 467 755	6 983 240
TOTAL ASSETS		6 768 447	6 768 905	-	-	-	-	10	10	6 768 915	7 933 303	8 963 513
LIABILITIES												
Current liabilities												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Financial liabilities		62 347	62 347	-	-	-	-	-	-	62 347	70 467	82 249
Consumer deposits		41 220	41 220	-	-	-	-	-	-	41 220	46 220	51 220
Trade and other payables from exchange transac		446 001	446 460	-	-	-	-	10	10	446 470	614 110	736 732
Trade and other payables from non-exchange tra		49 572	49 572	-	-	-	-	-	-	49 572	48 916	48 260
Provisions		153 342	153 342	-	-	-	-	-	-	153 342	153 342	153 342
VAT		245 305	245 305	-	-	-	-	-	-	245 305	537 069	857 755
Other current liabilities		-	-	-	-	-	-	-	-	-	-	-
Total current liabilities		997 787	998 246	-	-	-	-	10	10	998 256	1 470 124	1 929 558
Non current liabilities												
Financial Liabilities	1	1 132 727	1 132 727	-	-	-	-	-	-	1 132 727	1 695 007	2 117 693
Provisions	1	216 285	216 285	-	-	-	-	-	-	216 285	230 744	246 071
Long term portion of trade payables		-	-	-	-	-	-	-	-	-	-	-
Other non-current liabilities		216 285	216 285	-	-	-	-	-	-	216 285	230 744	246 071
Total non current liabilities		1 565 297	1 565 297	-	-	-	-	-	-	1 565 297	2 156 496	2 609 835
TOTAL LIABILITIES		2 563 085	2 563 543	-	-	-	-	10	10	2 563 553	3 626 620	4 539 393
NET ASSETS	2	4 205 362	4 205 362	-	-	-	-	-	-	4 205 362	4 306 683	4 424 120
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		4 264 323	4 264 323	-	-	-	-	-	-	4 264 323	4 342 426	4 435 506
Funds and Reserves		157 324	157 324	-	-	-	-	-	-	157 324	195 002	234 685
Other		-	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY		4 421 648	4 421 648	-	-	-	-	-	-	4 421 648	4 537 428	4 670 191

Table 7 – B7: Cashflow Statement

WC044 George - Table B7 Adjustments Budget Cash Flows - 01/08/2022												
Description	Ref	Budget Year 2024/25									Budget Year	Budget Year
		Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjus.	Total Adjus.	Adjusted Budget	+1 2025/26 Adjusted Budget	+2 2026/27 Adjusted Budget
R thousands		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		465 982	465 982	-	-	-	-	-	-	465 982	525 401	553 441
Service charges		1 671 675	1 671 675	-	-	-	-	-	-	1 671 675	1 868 954	2 051 192
Other revenue		531 054	531 054	-	-	-	-	-	-	531 054	632 446	670 775
Transfers and Subsidies - Operational	1	696 551	696 551	-	-	-	-	-	-	696 551	688 066	724 872
Transfers and Subsidies - Capital	1	750 328	750 328	-	-	-	-	-	-	750 328	64 350	67 439
Interest		59 978	59 978	-	-	-	-	-	-	59 978	62 658	65 458
Dividends		-	-	-	-	-	-	-	-	-	-	-
Payments												
Suppliers and employees		(3 235 642)	(3 235 642)	-	-	-	-	-	-	(3 235 642)	(3 367 516)	(3 617 547)
Finance charges		(68 889)	(68 889)	-	-	-	-	-	-	(68 889)	(95 723)	(120 618)
Transfers and Grants	1	(361)	(361)	-	-	-	-	-	-	(361)	(150)	(150)
NET CASH FROM/(USED) OPERATING ACTIVITIES		870 676	870 676	-	-	-	-	-	-	870 676	378 485	394 863
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current receivables		-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-
Payments												
Capital assets		(1 224 724)	(1 224 724)	-	-	-	-	(108 355)	(108 355)	(1 333 078)	(1 114 730)	(774 569)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(1 224 724)	(1 224 724)	-	-	-	-	(108 355)	(108 355)	(1 333 078)	(1 114 730)	(774 569)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		460 980	460 980	-	-	-	-	-	-	460 980	632 748	504 935
Increase (decrease) in consumer deposits		476	476	-	-	-	-	-	-	476	5 000	5 000
Payments												
Repayment of borrowing		(56 598)	(56 598)	-	-	-	-	-	-	(56 598)	(62 347)	(70 467)
NET CASH FROM/(USED) FINANCING ACTIVITIES		404 858	404 858	-	-	-	-	-	-	404 858	575 401	439 468
NET INCREASE/ (DECREASE) IN CASH HELD		50 811	50 811	-	-	-	-	(108 355)	(108 355)	(57 544)	(160 845)	59 761
Cash/cash equivalents at the year begin:	2	289 209	289 209	-	-	-	-	-	-	289 209	364 373	223 528
Cash/cash equivalents at the year end:	2	340 020	340 020	-	-	-	-	(108 355)	(108 355)	231 666	203 528	283 289

Municipal Manager's Quality Certificate

I, **MR D ADONIS**, the Acting Municipal Manager of George Municipality hereby certify that the adjustments budget and supporting documentation for the 2024/25 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.

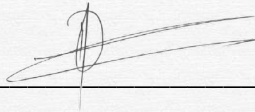
Print Name

MR D ADONIS

Acting Municipal Manager of

GEORGE WC044

Signature



Date

29/08/2024