



George Municipality

Adjustments Budget

2024/2025

30 January 2025



71 York Street, George



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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. Foreword

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

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.”

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) furthermore, stipulates that:

“(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.”

1.1 Background

To submit to Council an Adjustments Budget for approval as prescribed in Section 28(2)(b) of the Local Government: Municipal Finance Management Act, (Act No. 56 of 2003) and the Municipal Budget and Reporting Regulations to accommodate changes in grant funding.

1.2 Council Resolutions

On 30 January 2025, the Council of George Municipality met to consider the adjustments budget for approval. Council approved the following resolutions:

- (a) That the Operating Budget for 2024/2025 be adjusted to reflect the grant allocations as per table B;
- (b) That the Capital Budget for 2024/2025 be adjusted to reflect the grant allocations as per table A;
- (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>

1.3 Executive Summary

MOTIVATION

With regards to **Regulation 23. (3)** as defined above, George Municipality applied to the National Treasury to roll-over unspent conditional grants for the 2023/2024 financial year. Permission was granted by National Treasury on 22 October 2024, to utilise these funds in the 2024/2025 budget. See **Annexure “A”** for the official letter of approval.

With regards to **Regulation 23. (3)** as defined above, George Municipality applied to the Provincial Treasury to roll-over unspent conditional grants for the 2023/2024 financial year. Permission was granted by Provincial Treasury on 29 October 2024, to utilise these funds in the 2023/2024 budget. See **Annexure “B”** for the official letter of approval.

The Capital Replacement Reserve has decreased by R121,485,643. These Public Transport Network Grant projects were temporarily financed until the roll-over application was approved.

TABLE A: NATIONAL TREASURY ROLL-OVER GRANTS

NATIONAL TREASURY ROLL-OVERS 2024/25			
GRANT	MAIN ALLOCATION	ADJUSTMENT	ADJUSTED ALLOCATION
Regional Bulk Infrastructure Grant (Excl. VAT)	250 434 783	132 166 205	382 600 988
Public Transport Network Grant (Incl. VAT)	29 191 794	450 000 000	479 191 794

TABLE B: PROVINCIAL TREASURY ROLL-OVER GRANTS

PROVINCIAL TREASURY ROLL-OVERS 2023/24			
GRANT	MAIN ALLOCATION	ADJUSTMENT	ADJUSTED ALLOCATION
Western Cape Financial Management Capability Grant	2 000 000	15 582	2 015 582
Municipal Accreditation and Capacity building Grant	497 000	122 500	619 500
George Integrated Public Transport Network - Operations	257 994 000	1 013 536	259 007 536

See Annexure D for Operational adjustments.

TABLE C: CAPITAL BUDGET FUNDING

Description	October adjustment budget 2024/2025	Proposed adjustments	November adjustment budget 2024/2025
Capital replacement reserve (CRR)	498 098 094	-121 485 643	376 612 451
External financing fund (EFF)	494 165 661		494 165 661
Grants	346 537 880	572 135 372	918 673 252
Other	0		0
Total	1 338 801 635	450 649 729	1 789 451 364

The 2024/25 Capital budget is increased from R1 338 801 635 to R1 789 451 364. See Annexure C for Capital adjustments.

CAPITAL BUDGET ADJUSTMENTS

The adjustments to grants will increase the capital budget by R450 649 729 to R1 789 451 364.

Description	August Adjustment Budget 2024/2025	Adjustments	October Adjustment Budget 2024/2025
Capital replacement reserve (CRR)	498 098 094	-121 485 643	376 612 451
External financing fund (EFF)	494 165 661	-	494 165 661
Grants	346 537 880	572 135 372	918 673 252
Other	-	-	-
Total	1 338 801 635	450 649 729	1 789 451 364

See Annexure C for Capital adjustments.

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 - 30/01/2025											
Description	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 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
	A	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		
R thousands											
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	708 331	-	-	-	-	100	100	708 431	688 722	725 528
Other own revenue	613 350	613 350	-	-	-	-	-	-	613 350	665 659	692 200
Total Revenue (excluding capital transfers and	3 554 307	3 565 658	-	-	-	-	100	100	3 565 758	3 799 543	4 064 204
Employee costs	823 626	842 599	-	-	-	-	-	-	842 599	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	59 968	-	-	-	-	-	-	59 968	78 890	104 885
Inventory consumed and bulk purchases	1 146 658	1 146 128	-	-	-	-	-	-	1 146 128	1 277 428	1 414 052
Transfers and subsidies	90 392	95 385	-	-	-	-	-	-	95 385	81 644	86 943
Other expenditure	1 144 725	1 132 408	-	-	-	-	87	87	1 132 495	1 181 343	1 214 776
Total Expenditure	3 501 713	3 512 697	-	-	-	-	87	87	3 512 964	3 748 113	4 016 679
Surplus/(Deficit)	52 794	52 762	-	-	-	-	13	13	52 775	51 430	65 324
Transfers and subsidies - capital (monetary alloc	387 489	986 031	-	-	-	-	130 521	130 521	1 116 552	64 350	67 439
Transfers and subsidies - capital (in-kind - all)	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers &	440 262	1 038 793	-	-	-	-	130 534	130 534	1 169 327	115 780	132 763
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	440 262	1 038 793	-	-	-	-	130 534	130 534	1 169 327	115 780	132 763
Capital expenditure & funds sources											
Capital expenditure	1 224 724	1 789 451	-	-	-	-	62 086	62 086	1 851 537	1 114 730	774 569
Transfers recognised - capital	340 814	918 673	-	-	-	-	113 497	113 497	1 032 170	57 261	59 947
Borrowing	466 080	494 166	-	-	-	-	-	-	494 166	647 348	505 735
Internally generated funds	417 829	376 612	-	-	-	-	(51 411)	(51 411)	325 202	410 122	208 888
Total sources of capital funds	1 224 724	1 789 451	-	-	-	-	62 086	62 086	1 851 537	1 114 730	774 569

WC044 George - Table B1 Adjustments Budget Summary - 30/01/2025											
Description	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 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	1 A1	2 B	3 C	4 D	5 E	6 F	7 G	8 H		
Financial position											
Total current assets	1 177 485	257 136	-	-	-	-	1 004 024	1 004 024	1 261 160	1 465 549	1 980 273
Total non current assets	5 590 962	6 155 690	-	-	-	-	312 125	312 125	6 467 815	6 467 755	6 983 240
Total current liabilities	997 787	43 655	-	-	-	-	940 324	940 324	983 980	1 470 124	1 929 558
Total non current liabilities	1 349 012	1 349 012	-	-	-	-	(218 516)	(218 516)	1 130 496	1 925 751	2 363 764
Community wealth/Equity	4 421 648	5 020 158	-	-	-	-	394 341	394 341	5 614 499	4 537 428	4 670 191
Cash flows											
Net cash from (used) operating	895 200	538 943	-	-	-	-	100	100	539 043	378 485	394 863
Net cash from (used) investing	(1 224 724)	(1 789 451)	-	-	-	-	(62 086)	(62 086)	(1 851 537)	(1 114 730)	(774 569)
Net cash from (used) financing	404 688	404 688	-	-	-	-	-	-	404 688	575 401	439 468
Cash/cash equivalents at the year end	364 373	(556 611)	-	-	-	-	1 005 824	1 005 824	449 212	203 328	283 289
Cash backing/surplus reconciliation											
Cash and investments available	364 373	(556 611)	-	-	-	-	1 005 824	1 005 824	449 212	223 528	303 289
Application of cash and investments	164 156	(789 992)	-	-	-	-	940 095	940 095	150 103	204 382	249 809
Balance - surplus (shortfall)	200 217	233 380	-	-	-	-	65 729	65 729	299 109	19 146	53 481
Asset Management											
Asset register summary (IWDV)	5 540 486	6 105 214	-	-	-	-	293 223	293 223	6 398 437	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	1 036 715	-	-	-	-	62 086	62 086	1 098 801	479 907	416 540
Repairs and Maintenance	235 683	233 610	-	-	-	-	-	-	233 610	237 249	247 099
Free services											
Cost of Free Basic Services provided	193 158	193 158	-	-	-	-	(32 494)	(32 494)	160 664	207 405	222 804
Revenue cost of free services provided	38 492	38 492	-	-	-	-	(49 040)	(49 040)	(10 548)	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) - 30/01/2025												
Standard Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 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	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Functional												
Governance and administration		578 422	578 437	-	-	-	-	-	-	578 437	608 618	643 538
Executive and council		4	4	-	-	-	-	-	-	4	5	5
Finance and administration		578 417	578 433	-	-	-	-	-	-	578 433	608 613	643 534
Internal audit		-	-	-	-	-	-	-	-	-	-	-
Community and public safety		168 027	171 096	-	-	-	-	159	159	171 256	146 632	164 689
Community and social services		22 776	22 776	-	-	-	-	-	-	22 776	23 193	24 492
Sport and recreation		25 844	28 793	-	-	-	-	59	59	28 853	1 581	1 658
Public safety		89 283	89 283	-	-	-	-	100	100	89 383	92 069	94 945
Housing		29 941	30 063	-	-	-	-	-	-	30 063	29 597	43 392
Health		183	183	-	-	-	-	-	-	183	192	202
Economic and environmental services		610 340	1 061 323	-	-	-	-	108 047	108 047	1 169 369	606 330	623 141
Planning and development		25 047	25 047	-	-	-	-	-	-	25 047	22 002	23 035
Road transport		585 146	1 036 129	-	-	-	-	108 047	108 047	1 144 175	584 173	599 944
Environmental protection		147	147	-	-	-	-	-	-	147	155	162
Trading services		2 584 894	2 740 516	-	-	-	-	22 415	22 415	2 762 933	2 502 149	2 720 102
Energy sources		1 192 412	1 192 412	-	-	-	-	4 721	4 721	1 197 133	1 340 013	1 499 055
Water management		814 172	925 717	-	-	-	-	9 143	9 143	934 860	617 586	637 669
Waste water management		352 614	396 694	-	-	-	-	8 551	8 551	405 245	305 863	330 370
Waste management		225 696	225 696	-	-	-	-	-	-	225 696	238 687	253 008
Other		313	313	-	-	-	-	-	-	313	164	173
Total Revenue - Functional	2	3 941 996	4 551 690	-	-	-	-	130 621	130 621	4 682 311	3 863 893	4 151 643

WC044 George - Table B2 Adjustments Budget Financial Performance (functional classification) - 30/01/2025												
Standard Description	Ref	Budget Year 2024/25									Budget Year +1 2025/26	Budget Year +2 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	1, 4	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Expenditure - Functional												
Governance and administration		565 575	564 232	-	-	-	-	-	-	564 232	601 936	667 706
Executive and council		83 109	85 679	-	-	-	-	-	-	85 679	86 000	88 919
Finance and administration		436 093	432 280	-	-	-	-	-	-	432 280	472 974	521 435
Internal audit		46 373	46 273	-	-	-	-	-	-	46 273	42 961	57 354
Community and public safety		322 248	319 913	-	-	-	-	87	87	320 000	330 779	336 739
Community and social services		65 802	65 421	-	-	-	-	-	-	65 421	65 214	67 071
Sport and recreation		47 110	46 822	-	-	-	-	-	-	46 822	47 664	47 920
Public safety		152 495	150 705	-	-	-	-	87	87	150 792	160 613	165 835
Housing		48 471	48 595	-	-	-	-	-	-	48 595	48 588	48 922
Health		8 370	8 370	-	-	-	-	-	-	8 370	8 701	8 991
Economic and environmental services		650 503	663 224	-	-	-	-	-	-	663 224	665 919	674 968
Planning and development		53 405	53 190	-	-	-	-	-	-	53 190	54 067	56 905
Road transport		590 032	603 036	-	-	-	-	-	-	603 036	604 632	610 711
Environmental protection		7 065	6 998	-	-	-	-	-	-	6 998	7 220	7 371
Trading services		1 941 363	1 940 753	-	-	-	-	-	-	1 940 753	2 126 822	2 315 788
Energy sources		982 531	982 441	-	-	-	-	-	-	982 441	1 104 828	1 243 488
Water management		498 172	498 172	-	-	-	-	-	-	498 172	505 059	512 160
Waste water management		317 703	317 283	-	-	-	-	-	-	317 283	371 555	411 320
Waste management		142 957	142 857	-	-	-	-	-	-	142 857	145 381	148 820
Other		22 024	24 774	-	-	-	-	-	-	24 774	22 657	21 656
Total Expenditure - Functional	3	3 501 713	3 512 897	-	-	-	-	87	87	3 512 964	3 748 113	4 016 679
Surplus/ (Deficit) for the year		440 282	1 036 793	-	-	-	-	130 534	130 534	1 169 327	119 760	132 763

Table 3 – B3: Financial Performance (revenue and expenditure by municipal vote) Table 4 – B4: Financial Performance (revenue and expenditure)

WC044 George - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 30/01/2025												
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	708 331	-	-	-	-	100	100	708 431	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	3 561 658	-	-	-	-	100	100	3 565 758	3 799 543	4 034 204

Table 4 – A4: Financial Performance (revenue and expenditure)

WC044 George - Table B4 Adjustments Budget Financial Performance (revenue and expenditure) - 30/01/2025												
Description	Ref	Budget Year 2024/25									Budget Year	Budget Year
											+1 2025/26	+2 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
1	A	3	4	5	6	7	8	9	10			
R thousands												
Expenditure By Type												
Employee related costs		823 626	842 599	-	-	-	-	-	-	842 599	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	361 510	-	-	-	-	-	-	361 510	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	59 968	-	-	-	-	-	-	59 968	78 890	104 885
Contracted services		827 577	817 404	-	-	-	-	-	-	817 404	850 097	876 543
Transfers and subsidies		90 392	95 385	-	-	-	-	-	-	95 385	81 644	86 943
Irrecoverable debts written off		11 290	11 290	-	-	-	-	-	-	11 290	15 190	15 494
Operational costs		155 842	153 698	-	-	-	-	87	87	153 785	157 035	161 080
Losses on disposal of Assets		-	-	-	-	-	-	-	-	-	-	-
Other Losses		50 114	50 114	-	-	-	-	-	-	50 114	54 123	54 664
Total Expenditure		3 901 713	3 512 697	-	-	-	-	87	87	3 512 964	3 746 113	4 016 679
Surplus/(Deficit)		52 794	52 762	-	-	-	-	13	13	52 775	51 430	63 324
Transfers and subsidies - capital (monetary allocations)		367 489	986 031	-	-	-	-	130 521	130 521	1 116 552	64 350	67 439
Transfers and subsidies - capital (in-kind)		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & Income Tax		440 262	1 036 793	-	-	-	-	130 534	130 534	1 169 327	115 780	132 763
Surplus/(Deficit) after income tax		440 262	1 036 793	-	-	-	-	130 534	130 534	1 169 327	115 780	132 763
Share of Surplus/Deficit attributable to Joint Venture		-	-	-	-	-	-	-	-	-	-	-
Share of Surplus/Deficit attributable to Minorities		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		440 262	1 036 793	-	-	-	-	130 534	130 534	1 169 327	115 780	132 763
Share of Surplus/Deficit attributable to Associate		-	-	-	-	-	-	-	-	-	-	-
Intercompany/Parent subsidiary transactions		-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		440 262	1 036 793	-	-	-	-	130 534	130 534	1 169 327	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 - 30/01/2025												
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	Adjusted Budget	Adjusted Budget
		A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	+1 2025/26	+2 2026/27
R thousands												
Capital expenditure - Vote												
Multi-year expenditure to be adjusted												
Vote 1 - Office of the Municipal Manager	2	141	91	-	-	-	-	-	-	91	15	58
Vote 2 - Corporate Services		5 045	7 585	-	-	-	-	-	-	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	11 216	-	-	-	-	-	-	11 216	10 870	10 015
Vote 6 - Community Services		24 465	25 244	-	-	-	-	-	-	25 244	34 980	20 370
Vote 7 - Community Services		10	11	-	-	-	-	-	-	11	60	30
Vote 8 - Civil Engineering Services		491 193	978 204	-	-	-	-	42 469	42 469	1 020 673	510 180	305 724
Vote 9 - Civil Engineering Services		359	359	-	-	-	-	-	-	359	-	-
Vote 10 - Electro-technical Services		127 720	158 876	-	-	-	-	2 354	2 354	161 229	150 138	89 278
Vote 11 - Financial Services		1 709	1 729	-	-	-	-	-	-	1 729	1 100	1 000
Vote 12 - Financial Services		1 005	985	-	-	-	-	-	-	985	850	980
Vote 13 - Human Settlements, Planning and Development and Property Management		38 263	42 729	-	-	-	-	-	-	42 729	13 505	4 735
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	3	702 134	1 227 762	-	-	-	-	44 822	44 822	1 272 385	724 467	433 069
Single-year expenditure to be adjusted												
Vote 1 - Office of the Municipal Manager	2	15	65	-	-	-	-	-	-	65	15	15
Vote 2 - Corporate Services		3 563	6 918	-	-	-	-	-	-	6 918	715	1 180
Vote 3 - Corporate Services		750	741	-	-	-	-	-	-	741	-	-
Vote 4 - Corporate Services		508	500	-	-	-	-	-	-	500	-	-
Vote 5 - Community Services		43 864	41 949	-	-	-	-	52	52	42 001	9 040	-
Vote 6 - Community Services		32 417	31 842	-	-	-	-	-	-	31 842	30 188	11 145
Vote 7 - Community Services		1 500	1 295	-	-	-	-	-	-	1 295	1 008	2 965
Vote 8 - Civil Engineering Services		367 675	421 289	-	-	-	-	17 212	17 212	438 501	288 894	263 040
Vote 9 - Civil Engineering Services		672	672	-	-	-	-	-	-	672	-	-
Vote 10 - Electro-technical Services		67 210	51 457	-	-	-	-	-	-	51 457	51 878	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	4 430	-	-	-	-	-	-	4 430	6 349	4 105
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		322 370	361 689	-	-	-	-	17 264	17 264	378 933	390 243	341 460
Total Capital Expenditure - Vote		1 224 724	1 789 451	-	-	-	-	62 086	62 086	1 651 317	1 114 730	774 569

WC044 George - Table B5 Adjustments Capital Expenditure Budget by vote and funding - 30/01/2025												
Description	Ref	Budget Year 2024/25									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands		5	6	7	8	9	10	11	12			
		A	A1	B	C	D	E	F	G	H		
Total Capital Expenditure - Func		1 224 724	1 789 431	-	-	-	-	62 066	62 066	1 851 337	1 114 730	774 569
Capital Expenditure - Functional												
Governance and administration		17 025	17 468	-	-	-	-	-	-	17 468	11 505	10 233
Executive and council		-	-	-	-	-	-	-	-	-	-	-
Finance and administration		16 965	17 478	-	-	-	-	-	-	17 478	11 495	10 203
Internal audit		60	10	-	-	-	-	-	-	10	10	30
Community and public safety		95 571	99 505	-	-	-	-	52	52	99 557	64 393	30 775
Community and social services		11 103	16 974	-	-	-	-	-	-	16 974	6 170	5 750
Sport and recreation		48 394	45 855	-	-	-	-	52	52	45 907	12 540	5 000
Public safety		30 270	30 411	-	-	-	-	-	-	30 411	34 735	15 815
Housing		5 530	5 290	-	-	-	-	-	-	5 290	5 448	3 110
Health		275	975	-	-	-	-	-	-	975	5 500	1 100
Economic and environmental services		349 001	736 469	-	-	-	-	44 294	44 294	762 764	263 039	206 460
Planning and development		33 619	38 968	-	-	-	-	-	-	38 968	14 004	5 950
Road transport		315 382	699 502	-	-	-	-	44 294	44 294	743 796	249 035	202 530
Environmental protection		-	-	-	-	-	-	-	-	-	-	-
Trading services		762 627	933 489	-	-	-	-	17 740	17 740	951 229	774 644	524 977
Energy sources		194 600	210 002	-	-	-	-	2 354	2 354	212 356	199 955	144 898
Water management		290 145	393 421	-	-	-	-	7 951	7 951	401 372	295 688	114 533
Waste water management		255 167	307 412	-	-	-	-	7 436	7 436	314 848	248 701	250 396
Waste management		22 715	22 653	-	-	-	-	-	-	22 653	30 300	15 150
Other		500	500	-	-	-	-	-	-	500	1 150	105
Total Capital Expenditure - Functional	3	1 224 724	1 789 431	-	-	-	-	62 066	62 066	1 851 337	1 114 730	774 569
Funded by:												
National Government		340 354	918 213	-	-	-	-	113 497	113 497	1 031 710	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	4	340 814	918 673	-	-	-	-	113 497	113 497	1 032 170	57 261	59 947
Borrowing		466 080	494 166	-	-	-	-	-	-	494 166	647 348	505 735
Internally generated funds		417 829	376 612	-	-	-	-	(51 411)	(51 411)	325 202	410 122	208 888
Total Capital Funding		1 224 724	1 789 431	-	-	-	-	62 066	62 066	1 851 337	1 114 730	774 569

Table 6 – B6: Statement of Financial Position

WC044 George - Table B6 Adjustments Budget Financial Position - 30/01/2025												
Description	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
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
ASSETS												
Current assets												
Cash and cash equivalents		364 373	(556 611)	-	-	-	-	1 005 824	1 005 824	449 212	223 528	303 289
Trade and other receivables from exchange trans	1	130 646	130 646	-	-	-	-	6 197	6 197	136 843	147 391	173 682
Receivables from non-exchange transactions	1	16 323	16 323	-	-	-	-	(10 198)	(10 198)	6 124	(47 278)	(112 421)
Current portion of non-current receivables		1 820	1 820	-	-	-	-	1 044	1 044	2 864	1 915	2 015
Inventory		124 881	125 516	-	-	-	-	11 572	11 572	137 088	112 427	106 238
VAT		535 954	535 954	-	-	-	-	19 413	19 413	555 367	1 036 573	1 516 538
Other current assets		3 487	3 487	-	-	-	-	(29 826)	(29 826)	(26 339)	(9 007)	(9 069)
Total current assets		1 177 483	237 136	-	-	-	-	1 004 024	1 004 024	1 261 160	1 463 549	1 960 273
Non current assets												
Investments		-	-	-	-	-	-	-	-	-	-	-
Investment property		143 186	143 186	-	-	-	-	397	397	143 583	143 024	142 863
Property, plant and equipment		5 379 756	5 944 484	-	-	-	-	299 276	299 276	6 243 759	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	-	-	-	-	(6 450)	(6 450)	6 858	15 078	16 248
Trade and other receivables from exchange trans		50 281	50 281	-	-	-	-	19 036	19 036	69 317	50 281	50 281
Non-current receivables from non-exchange trans		195	195	-	-	-	-	(133)	(133)	61	195	195
Other non-current assets		-	-	-	-	-	-	-	-	-	-	-
Total non current assets		5 590 962	6 153 690	-	-	-	-	312 125	312 125	6 467 615	6 467 733	6 963 240
TOTAL ASSETS		6 768 447	6 412 825	-	-	-	-	1 316 150	1 316 150	7 728 775	7 933 303	8 963 513

WC044 George - Table B6 Adjustments Budget Financial Position - 30/01/2025												
Description	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
		A	3 A1	4 B	5 C	6 D	7 E	8 F	9 G	10 H		
R thousands												
TOTAL ASSETS		6 768 447	6 412 825	-	-	-	-	1 316 150	1 316 150	7 726 975	7 933 303	8 963 313
LIABILITIES												
Current liabilities												
Bank overdraft		-	-	-	-	-	-	-	-	-	-	-
Financial liabilities		62 347	62 347	-	-	-	-	8 196	8 196	70 543	70 467	82 249
Consumer deposits		41 220	41 220	-	-	-	-	5 192	5 192	46 412	46 220	51 220
Trade and other payables from exchange transac		446 001	457 804	-	-	-	-	29 763	29 763	487 568	614 110	736 732
Trade and other payables from non-exchange tra		49 572	(916 363)	-	-	-	-	960 916	960 916	44 553	48 916	48 260
Provisions		153 342	153 342	-	-	-	-	(53 814)	(53 814)	99 528	153 342	153 342
VAT		245 305	245 305	-	-	-	-	(9 930)	(9 930)	235 376	537 069	857 755
Other current liabilities		-	-	-	-	-	-	-	-	-	-	-
Total current liabilities		997 787	43 655	-	-	-	-	940 324	940 324	963 960	1 470 124	1 929 358
Non current liabilities												
Financial Liabilities	1	1 132 727	1 132 727	-	-	-	-	(279 785)	(279 785)	852 942	1 695 007	2 117 693
Provisions	1	216 285	216 285	-	-	-	-	61 269	61 269	277 554	230 744	246 071
Long term portion of trade payables		-	-	-	-	-	-	-	-	-	-	-
Other non-current liabilities		-	-	-	-	-	-	-	-	-	-	-
Total non current liabilities		1 349 012	1 349 012	-	-	-	-	(218 516)	(218 516)	1 130 496	1 925 751	2 363 764
TOTAL LIABILITIES		2 346 799	1 392 667	-	-	-	-	721 808	721 808	2 114 476	3 395 876	4 293 322
NET ASSETS	2	4 421 646	5 020 158	-	-	-	-	594 341	594 341	5 614 499	4 537 428	4 670 191
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)		4 264 323	4 862 834	-	-	-	-	546 230	546 230	5 409 063	4 342 426	4 435 506
Funds and Reserves		157 324	157 324	-	-	-	-	48 111	48 111	205 436	195 002	234 685
Other		-	-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY		4 421 646	5 020 158	-	-	-	-	594 341	594 341	5 614 499	4 537 428	4 670 191

Table 7 – B7: Cashflow Statement

WC044 George - Table B7 Adjustments Budget Cash Flows - 30/01/2025												
Description	Ref	Budget Year 2024/25									Budget Year	Budget Year
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
		A	A1	B	C	D	E	F	G	H		
R thousands												
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	-	-	-	-	100	100	696 651	688 066	724 872
Transfers and Subsidies - Capital	1	750 328	394 071	-	-	-	-	-	-	394 071	64 350	67 439
Interest		59 978	59 978	-	-	-	-	-	-	59 978	62 658	65 458
Dividends		-	-	-	-	-	-	-	-	-	-	-
Payments												
Suppliers and employees		(3 211 118)	(3 211 118)	-	-	-	-	-	-	(3 211 118)	(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		895 200	535 943	-	-	-	-	100	100	539 043	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)	(1 789 451)	-	-	-	-	(62 086)	(62 086)	(1 851 537)	(1 114 730)	(774 569)
NET CASH FROM(USED) INVESTING ACTIVITIES		(1 224 724)	(1 789 451)	-	-	-	-	(62 086)	(62 086)	(1 851 537)	(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		(56 769)	(56 769)	-	-	-	-	-	-	(56 769)	(62 347)	(70 467)
NET CASH FROM(USED) FINANCING ACTIVITIES		404 686	404 686	-	-	-	-	-	-	404 686	575 401	439 466

WC044 George - Table B7 Adjustments Budget Cash Flows - 30/01/2025												
Description	Ref	Budget Year 2024/25								Budget Year	Budget Year	
		Original	Prior	Accum.	Multi-year	Unfore.	Nat. or	Other	Total	Adjusted	Adjusted	Adjusted
		Budget	Adjusted	Funds	capital	Unavoid.	Prov. Govt	Adjusts.	Adjusts.	Budget	Budget	Budget
R thousands		A	A1	B	C	D	E	F	G	H		
NET INCREASE/ (DECREASE) IN CASH HELD		75 164	(845 821)	-	-	-	-	(61 986)	(61 986)	(907 807)	(160 849)	59 761
Cash/cash equivalents at the year begin:	2	289 209	289 209	-	-	-	-	1 067 810	1 067 810	1 357 019	364 373	223 528
Cash/cash equivalents at the year end:	2	364 373	(556 611)	-	-	-	-	1 005 824	1 005 824	449 212	203 528	283 289

Municipal Manager’s Quality Certificate

I, **Mr Godfrey Louw**, 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.

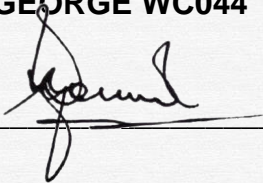
Print Name

Mr Godfrey Louw

Acting Municipal Manager of

GEORGE WC044

Signature



Date

03 Feb 2025
