

1. **REPORT: SECTION 52 – RESPONSIBILITIES OF MAYOR / VERSLAG: ARTIKEL 52
VERANTWOORDELIKHEDE VAN DIE BURGEMEESTER / INGXELO: U MHLATHI 52 -
UXANDUVA LUKA SODOLOPHU**

(6/18/7)

16 April 2024

REPORT FROM THE EXECUTIVE MAYOR (M BOOYSEN)

2. **PURPOSE OF THE REPORT**

The quarterly report for third quarter is tabled to Council in terms of Section 52(d) as required in terms of the Municipal Finance Management Act 56 of 2003.

3. **DELEGATED AUTHORITY**

Council

4. **EXECUTIVE SUMMARY**

According to the MFMA Section 52(d), the Mayor of a municipality must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality.

5. **RECOMMENDATION**

That Council notes the quarterly report on the implementation of the budget and the financial affairs of the municipality for the year to date and the quarter ending 31 March 2024.

AANBEVELING

Dat die Raad kennis neem van die kwartaalverslag rakende die implementering van die begroting en die finansiële posisie van die munisipaliteit vir die jaar tot datum en die kwartaal geëindig 31 Maart 2024.

ISINDULULO

Sesokuba iBhunga lithathele ingqalelo ingxelo ngokumiselwa kolwabiwo-mali kunye nemicimbi yezemali zomasipala zonyaka uzakuthi ga ngoku kunye nexesha eliphela ngomhla 31 EyoMnga 2024.

6. DISCUSSION / CONTENTS

6.1 BACKGROUND

Section 52(d) of the Municipal Finance Management Act 2003 (No.56) (MFMA) requires the Mayor to report to Council on the financial affairs of the municipality.

Section 52 (d)

The mayor of a municipality –

Must, within 30 days of the end of each quarter, submit a report to the council on the implementation of the budget and the financial state of affairs of the municipality

6.2 FINANCIAL IMPLICATIONS

As contained in the attached report.

6.3 LEGAL IMPLICATIONS

The following legislation applies:

- Municipal Finance Management Act, No 56 of 2003, section 52
- Municipal Budget and Reporting Regulations, 17 April 2009

6.4 STAFF IMPLICATION

None

6.5 PREVIOUS / RELEVANT COUNCIL RESOLUTIONS

There are no previous or relevant Council resolutions related to this matter.

6.6 RISK IMPLICATIONS

There are no foreseen risks

ANNEXURE

Section 52 Report

*



SECTION 52

QUARTERLY FINANCIAL

MANAGEMENT REPORT –

Quarter 3 ended 31 March

2024



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Glossary

Annual Budget – Prescribed in section 16 of the MFMA - the formal means by which a Municipality approve official budget for the next three years.

Adjustment Budget – Prescribed in section 28 of the MFMA – the formal means by which a Municipality may revised its annual budget during the year.

Allocations (Transfers – see DORA) – Money received from Provincial or National Government.

Budget Related Policy (ies) – Policies of a Municipality affecting or affected by the budget, examples include Tariff Policy, Rates Policy, Credit Control and Debt Collection Policies.

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 and must be included in the asset register.

Cash Flow Statement – A statement showing when actual cash will be received and spent by the Municipality. Payments do not always coincide with budgeted expenditure timings - for example, when an invoice is received by the Municipality it is shown 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 legislation that shows the total allocations made by national to provincial and local government (see Allocations / Transfers).

Equitable Share – A general grant paid to municipalities. It is predominantly targeted to help with free basic services.

Fruitless and Wasteful Expenditure – Expenditure that was made in vain and would/should have been avoided had reasonable care been exercised.

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates like for like comparison between municipalities.

GRAP – Generally Recognised Accounting Practice. The new standard for municipal accounting.

IDP – Integrated Development Plan. The main strategic planning document of the Municipality

MBRR – Local Government: Municipal Finance Management Act (56/2003): Municipal Budget and Reporting Regulations dated April 2009.

MFMA – The Municipal Finance Management Act – Act No. 56 of 2003. The principle piece of legislation relating to municipal financial management.

MSCOA – Municipal Standard Chart of Account

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 – The day-to-day expenses of the Municipality such as salaries and wages.

Rates – Local Government tax based on the 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 budgeted 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.

Unauthorised Expenditure – Generally, spending without, or in excess of, an Approved Budget.

Virement – A transfer of funds.

Virement Policy - The policy that sets out the rules for budget transfers. Virements 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. In Garden Route District this means the different GFS classification the budget is divided.

YTDB – Year to Date Budget

YTDA – Year to Date Actual

Legislative Framework

This report has been prepared in terms of the following enabling legislation:

The Municipal Finance Management Act – Act No. 56 of 2003

- Section 52: Quarterly budget statements

Local Government: Municipal Finance Management Act (56/2003): Municipal budget and reporting regulations

PART 1 – IN-YEAR REPORT

SECTION 1 – MAYORAL FOREWORD

Honourable Speaker, leaders of the opposition, honourable members of the Garden Route District Council on both sides of the house, the Municipal Manager and his Executive Management Team, staff members, members of the media, interest groups and the citizens of the Garden Route District. I would like to express a hearty warm welcome to you all.

Herewith an executive summary of the performance of the Council for the Third Quarter ending 31 March 2024. The actual and budgeted figures reported include the Roads Operational Budget.

These figures are presented in terms of Section 52(d) of the MFMA. The information is presented for the Third Quarter ending 31 March 2024.

Revenue by source

The total revenue received by source for the Third Quarter amounts to **R124,744,843** against an adjusted budget of **R491,822,893 (YTDA: R395,313,976 and YTDB: R368,840,250)**. This represents a **25%** recording of revenue for the Third quarter, which is in line with the expected performance of 25% for the Third quarter. A total of 41% of the revenue received for the Third quarter relates to Transfers and Subsidies revenue, which includes the Third instalment of the Equitable Share to the amount of R44,584,000. A total of 51% of the revenue relates to the Roads Agency function and amounts to R63,387,768. The other 10% revenue received was derived from (among other) interest on investments, fire services revenue, health services revenue and resorts revenue.

Operating Expenditure by type

For the third Quarter of the financial year, the municipality recorded expenditure performance of **R119,207,037** against an adjusted budget of **R490,169,936 (YTDA: R348,935,221 and YTDB: R367,627,500)**, representing **24%** of expenditure for the Third quarter, which is in line the expected performance of 25% for the quarter.

The Employee costs expenditure for the third quarter was **R71,049,639** to an adjusted budget of **R288,314,796** (which includes contributions to post-retirement benefits), representing **25%** spending of the budget for the third quarter. This is in line with the 25% quarterly expectation.

The Remuneration of councillors expenditure for the third quarter amounted to **R2,958,724** to an adjusted budget of **R13,397,047**, representing **22%** of the budget. This is below the 25% quarterly expectation and is due to a vacancy in council.

Spending on contracted services was **R7,997,905** in the third quarter, representing **16%** spending of an adjusted budget of **R48,568,758 (YTDA: R22,674,362 and YTDB: R36,426,750)** for the quarter. This was not in line with the expected performance of 25% for the quarter.

Majority of the underspending relates to the following:

- SETA projects underspent
- Contracted fire aerial services due to no major fires occurring
- Public transport contracted services underspent
- Savings on consultants/contracted services.

The expenditure in respect of the Roads agency function is integrated in the financial system and is reported as a department of the GRDM financial system.

Spending on other operational expenditure was **R37,200,768** in the third quarter, representing **27%** spending of an adjusted budget of **R139,889,335 (YTDA: R92,930,047 and YTDB: R104,916,750)** (including Roads Budget) for the quarter. Majority relates to Inventory consumed being higher than expected, as the expenditure for this line-item in quarter three represents 35% of the total budget for the line-item and relates mainly to fuel and oil purchased by the roads department.

Capital Expenditure

The approved adjusted capital budget for the 2023/24 financial year totals **R53,316,191**. R32m relates to the construction of the Regional Waste Management Facility (RWMF) and commenced in quarter 3 of the financial year 2022/2023.

For the third quarter, capital expenditure was **R7,996,391**, representing **15%** spending of an adjusted budget of R53,316,191 (**YTDA: R28,309,104 and YTDB: R39,987,143**).

Refer to detailed capital expenditure performance on page **40**.

NOTE:

All YTDB amounts were re-calculated manually (total budget/12*9), as the YTDB reflected on the C-schedules are incorrectly calculated by the system after the release of the adjustment budget. Helpdesk ticket has been lodged with the service provider and Vesta developers are busy addressing this issue.

SECTION 2 – RESOLUTIONS

Municipal Financial Management Act, 56 of 2003 - SECTION 52: General responsibilities of the Mayor

This is the resolution being presented to Council in the quarterly report on the implementation of the budget and the financial state of affairs of the municipality as required in terms of section 52 of the Municipal Finance Management Act 56 of 2003.

RECOMMENDATION:

That Council takes note of the quarterly report on the implementation of the budget and the financial affairs of the municipality for the year to date and the quarter ending 31 March 2024.

SECTION 3 – EXECUTIVE SUMMARY

3.1 Introduction

These figures are presented in terms of section 52(d) of the MFMA. The information is presented for the Third Quarter ending 31 March 2024.

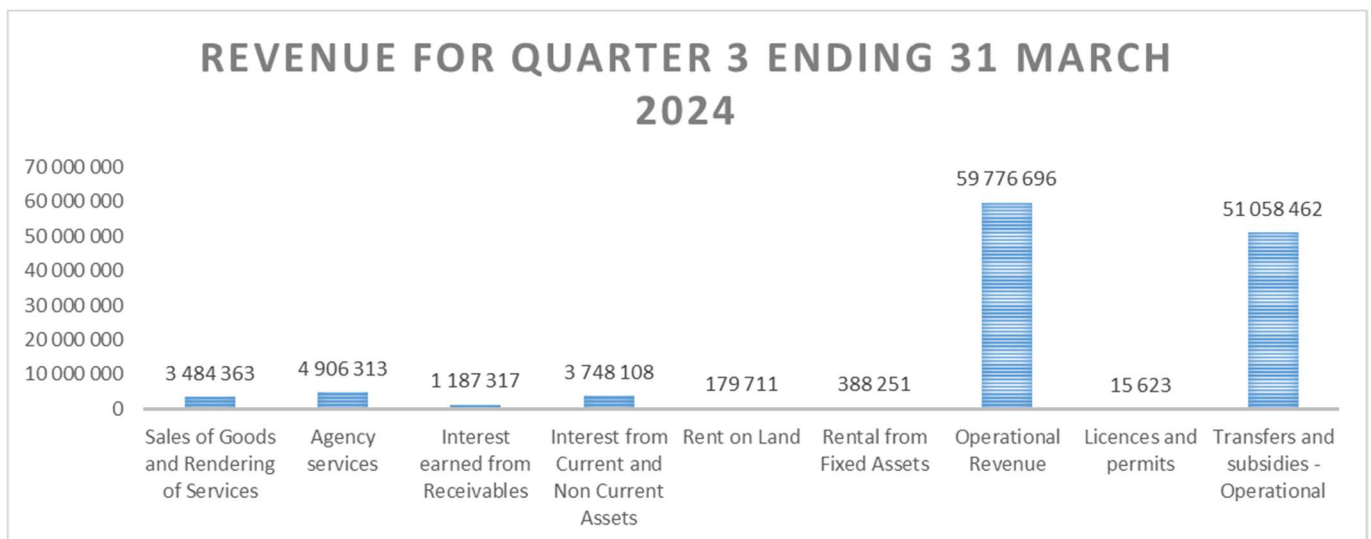
3.2 Consolidated performance

3.2.1 Against annual budget (adjusted)

The actual and budgeted figures reported, includes the Roads function.

Revenue by source

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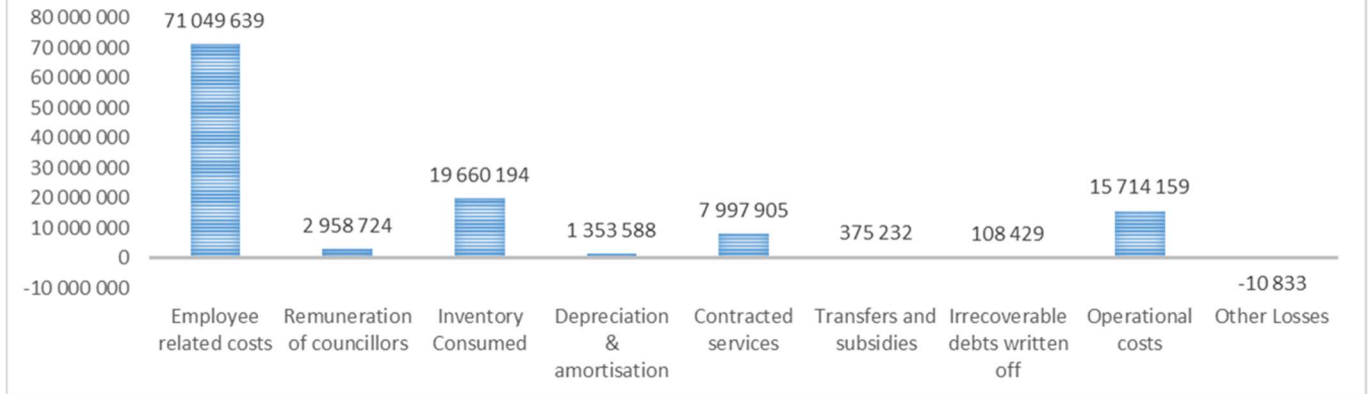
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- Contracted fire services due to no major fires occurring
- Public transport contracted services underspent
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The expenditure in respect of the Roads agency function is integrated in the financial system and is reported as a department of the GRDM financial system.

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EXPENDITURE FOR QUARTER 3 ENDING 31 MARCH 2024



Capital Expenditure

The approved adjusted capital budget for the 2023/24 financial year totals **R53,316,191**. R32m relates to the construction of the Regional Waste Management Facility (RWMF) and commenced in quarter 3 of the financial year 2022/2023.

For the third quarter, capital expenditure was **R7,996,391**, representing **15%** spending of an adjusted budget of R53,316,191 (**YTDA: R28,309,104 and YTDB: R39,987,143**).

CAPITAL BUDGET SPENDING AS AT 31 MARCH 2024						
Number	Description	Budget	Expenditure	Orders	Available	% Spent
1	Upgrading of buildings - Retrofitting EEDS	3 440 000	1 254 791	1 520 231	664 978	81%
2	Council Chambers Chairs	800 000	-	-	800 000	0%
3	Wireless Access Points	34 613	34 613	-	0	100%
4	QNAP Backup Storage	71 287	71 287	-	0	100%
5	Monitor	2 477	2 477	-	-	100%
6	Network Equipment	10 313	10 312	-	1	100%
7	Inverters	113 432	113 432	-	0	100%
8	USB Type-C Port Replicators	5 480	5 480	-	-	100%
9	Monitors	7 398	-	6 196	1 202	84%
10	Medical Chair	5 000	4 331	-	669	87%
11	Flood Response Vehicle	2 500 000	-	2 500 000	-	100%
12	Water Truck 5'000 Liter	1 200 000	-	-	1 200 000	0%
13	Flood Response Vehicle CRR	52 082	-	52 081	1	100%
14	Mobile Generator Trailer	73 451	-	-	73 451	0%
15	Mobile Generator Trailer CRR	21 686	-	-	21 686	0%
16	Repeater	219 602	-	-	219 602	0%
17	Mobile Generators	1 526 549	1 526 549	-	0	100%
18	Firestation: George	5 766 821	5 465 323	-	301 498	95%
19	Firestation: George	3 000 000	3 000 000	-	-	100%
20	Firefighting Vehicle (bakkie)	981 000	-	-	981 000	0%
21	Vehicle (bakkie)	800 000	549 971	-	250 029	69%
22	Hazmat Rescue & Fire Equipment	150 000	130 195	-	19 805	87%
23	Hazardous Materials Equipment	500 000	-	-	500 000	0%
24	Landfill Site: PPE	32 000 000	16 140 343	1 536 330	14 323 328	55%
25	Drone: Donated PPE	35 000	-	-	35 000	0%
		53 316 191	28 309 104	5 614 838	19 392 249	64%
Percentage spent	Colour					
0% - 50%						
51% - 75%						
76% - 100%						

3.3 Material variances from SDBIP

Attached to this report as Annexure is the SDBIP report for the third Quarter ending 31 March 2024.

Management of the SDBIP and achievement of actuals against KPI target are done via the Performance Management Section situated in the Office of the Municipal Manager.

3.4 Conclusion

Detailed analysis of the municipal performance for the third Quarter ending 31 March 2024 will be presented under the different sections of the report. More information regarding the municipal performance and explanations will be provided below.

SECTION 4 – IN-YEAR BUDGET STATEMENT TABLES

4.1 Monthly budget statement

4.1.1 Table C1: S71 Monthly Budget Statement Summary

DC4 Garden Route - Table C1 Monthly Budget Statement Summary - Q3 Third Quarter

Description	2022/23	Budget Year 2023/24							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	-	-	-	-	-	-	-	-
Service charges	-	37 688	-	-	-	18 844	(18 844)	-100%	-
Investment revenue	10 253	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	189 810	212 004	213 905	50 399	192 179	159 915	32 265	20%	213 905
Other own revenue	215 865	268 245	264 102	30 139	196 627	204 535	(7 908)	-4%	-
Total Revenue (excluding capital transfers and contributions)	415 928	517 937	478 007	80 538	388 806	383 294	5 513	1%	478 007
Employee costs	279 902	300 666	288 315	23 859	223 829	219 701	4 127	2%	288 315
Remuneration of Councillors	12 306	14 216	13 397	1 010	9 502	10 457	(955)	-9%	13 397
Depreciation and amortisation	5 766	5 106	5 960	451	4 061	4 043	18	0%	5 960
Interest	148	8 820	1 428	-	603	4 767	(4 164)	-87%	1 428
Inventory consumed and bulk purchases	51 426	51 861	56 162	9 879	41 166	39 757	1 409	4%	56 162
Transfers and subsidies	4 642	2 501	2 348	283	1 424	1 836	(412)	-22%	2 348
Other expenditure	79 533	149 034	122 560	10 048	68 350	111 994	(43 644)	-39%	122 560
Total Expenditure	433 724	532 204	490 170	45 530	348 935	392 557	(43 622)	-11%	490 170
Surplus/(Deficit)	(17 796)	(14 267)	(12 163)	35 008	39 871	(9 263)	49 134	-530%	(12 163)
Transfers and subsidies - capital (monetary allocations)	3 765	8 481	13 781	-	6 481	10 091	(3 610)	-36%	13 781
Transfers and subsidies - capital (in-kind)	3 284	-	35	-	-	9	(9)	-100%	35
Surplus/(Deficit) after capital transfers & contributions	(10 747)	(5 786)	1 653	35 008	46 352	836	45 515	5442%	1 653
Share of surplus/ (deficit) of associate	108	-	-	-	27	-	27	#DIV/0!	-
Surplus/ (Deficit) for the year	(10 640)	(5 786)	1 653	35 008	46 379	836	45 542	5445%	1 653
Capital expenditure & funds sources									
Capital expenditure	39 537	158 300	53 316	2 609	28 309	94 884	(66 575)	-70%	53 316
Capital transfers recognised	3 149	8 481	13 221	595	5 781	9 951	(4 170)	-42%	13 221
Borrowing	18 192	143 981	32 000	1 376	16 140	79 990	(63 850)	-80%	32 000
Internally generated funds	18 196	5 838	8 095	638	6 387	4 943	1 445	29%	8 095
Total sources of capital funds	39 537	158 300	53 316	2 609	28 309	94 884	(66 575)	-70%	53 316
Financial position									
Total current assets	173 080	149 940	147 615		170 926				147 615
Total non current assets	314 101	482 146	362 826		337 218				362 826
Total current liabilities	84 581	62 133	74 173		62 422				74 173
Total non current liabilities	135 824	316 731	179 546		203 933				177 893
Community wealth/Equity	266 777	253 223	256 723		241 789				256 723
Cash flows									
Net cash from (used) operating	16 093	(4 936)	2 426	7 644	3 429	1 149	(2 279)	-198%	2 426
Net cash from (used) investing	(26 809)	(158 272)	(53 288)	(3 000)	(33 698)	(94 884)	(61 186)	64%	(53 288)
Net cash from (used) financing	711	144 200	35 637	14 298	63 423	-	(63 423)	#DIV/0!	35 637
Cash/cash equivalents at the month/year end	132 053	102 265	121 179	-	117 202	42 668	(74 534)	-175%	68 824
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	25 153	8 764	524	490	575	469	4 003	41 826	81 804
Creditors Age Analysis									
Total Creditors	-	-	23	-	0	-	305	421	749

4.1.2 Table C2: Monthly Budget Statement - Financial Performance (standard classification)

DC4 Garden Route - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - Q3 Third Quarter

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		240 646	275 990	265 792	54 516	225 424	201 522	23 902	12%	265 792
Executive and council		238 879	274 960	258 492	53 916	220 733	195 261	25 472	13%	258 492
Finance and administration		1 767	1 029	7 300	600	4 691	6 261	(1 571)	-25%	7 300
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		9 762	15 036	15 826	799	8 690	15 799	(7 109)	-45%	15 826
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		9 382	14 597	10 381	420	7 168	9 672	(2 504)	-26%	10 381
Public safety		-	-	5 005	341	1 183	5 798	(4 615)	-80%	5 005
Housing		-	-	-	-	-	-	-	-	-
Health		380	439	440	38	339	329	9	3%	440
Economic and environmental services		172 672	195 060	210 206	25 224	161 200	155 905	5 294	3%	210 206
Planning and development		-	-	4 605	367	3 405	2 837	568	20%	4 605
Road transport		172 594	194 878	205 507	24 850	157 726	152 954	4 772	3%	205 507
Environmental protection		78	183	93	6	69	115	(45)	-40%	93
Trading services		-	40 332	-	-	-	20 166	(20 166)	-100%	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	40 332	-	-	-	20 166	(20 166)	-100%	-
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	423 080	526 418	491 823	80 538	395 314	393 393	1 921	0%	491 823
Expenditure - Functional										
Governance and administration		145 067	182 063	173 528	11 909	113 300	133 726	(20 427)	-15%	173 528
Executive and council		50 821	55 515	54 053	3 431	32 759	41 271	(8 512)	-21%	54 053
Finance and administration		91 400	123 362	116 352	8 230	78 182	90 082	(11 900)	-13%	116 352
Internal audit		2 846	3 186	3 123	249	2 359	2 374	(15)	-1%	3 123
Community and public safety		81 518	91 305	82 914	6 877	61 284	66 352	(5 068)	-8%	82 914
Community and social services		6 644	8 016	7 421	701	5 790	5 956	(167)	-3%	7 421
Sport and recreation		11 458	14 322	10 751	901	7 997	9 848	(1 851)	-19%	10 751
Public safety		27 355	28 546	27 829	2 170	19 029	21 165	(2 136)	-10%	27 829
Housing		-	-	-	-	-	-	-	-	-
Health		36 061	40 421	36 914	3 104	28 469	29 383	(914)	-3%	36 914
Economic and environmental services		202 446	218 159	227 981	26 438	170 488	170 703	(215)	0%	227 981
Planning and development		20 239	18 300	17 041	1 086	11 995	13 530	(1 536)	-11%	17 041
Road transport		178 721	195 904	207 178	25 075	155 720	153 885	1 835	1%	207 178
Environmental protection		3 486	3 955	3 762	277	2 773	3 288	(515)	-16%	3 762
Trading services		2 057	38 047	3 939	207	2 560	20 008	(17 448)	-87%	3 939
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		2 057	38 047	3 939	207	2 560	20 008	(17 448)	-87%	3 939
Other		2 639	2 630	1 807	99	1 303	1 767	(463)	-26%	1 807
Total Expenditure - Functional	3	433 728	532 204	490 170	45 530	348 935	392 557	(43 622)	-11%	490 170
Surplus/ (Deficit) for the year		(10 647)	(5 786)	1 653	35 008	46 379	836	45 542	5445%	1 653

This table reflects the operating budget (Financial Performance) in the standard classifications that is the Government Finance Statistics Functions and Sub-function. The main functions are Governance and Administration, Community and Public Safety, Economic and Environmental Services and Trading services.

Operating Revenue

Table C2 reflects the financial performance per Standard Classification and shows that most of the municipal funds are received under the Executive and Council classification and the Roads Transport classification for the roads function performed on behalf of Provincial Government. This is because the municipality budgets most of its income under the Governance and Administration function of the Government Financial Statistics (GFS) classification.

The total revenue received by source for the Third Quarter amounts to **R124,744,843** against an adjusted budget of **R491,822,893 (YTDA: R395,313,976 and YTDB: R368,840,250)**. This represents a **25%** recording of revenue for the Third quarter, which is in line with the expected performance of 25% for the Third quarter. A total of 41% of the revenue received for the Third quarter relates to Transfers and Subsidies revenue, which includes the Third instalment of the Equitable Share to the amount of R44,584,000. A total of 51% of the revenue relates to the Roads Agency function and amounts to R63,387,768. The other 10% revenue received was derived from (among other) interest on investments, fire services revenue, health services revenue and resorts revenue.

Operating Expenditure

For the third Quarter of the financial year, the municipality recorded expenditure performance of **R119,207,037** against an adjusted budget of **R490,169,936 (YTDA: R348,935,221 and YTDB: R367,627,500)**, representing **24%** of expenditure for the Third quarter, which is in line the expected performance of 25% for the quarter.

More details regarding the operational expenditures are included in the report below under expenditure by type.

4.1.3 Table C3: Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)

DC4 Garden Route - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - Q3 Third Quarter

Vote Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Office of the Municipal Manager		238 879	274 960	258 492	53 916	220 733	195 261	25 472	13,0%	258 492
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	-	4 046	498	3 250	4 191	(941)	-22,5%	4 046
Vote 4 - Financial Services (cont)		-	-	-	-	(0)	-	(0)	#DIV/0!	-
Vote 5 - Corporate Services		1 764	1 029	2 203	102	1 034	1 287	(253)	-19,7%	2 203
Vote 6 - Corporate Services (cont)		-	-	1 042	-	402	781	(379)	-48,6%	1 042
Vote 7 - Community Services		380	439	440	38	339	329	9	2,8%	440
Vote 8 - Community Services (cont)		78	40 515	5 073	345	1 235	26 072	(24 838)	-95,3%	5 073
Vote 9 - Planning and Economic Development		4	-	35	2	23	9	14	164,9%	35
Vote 10 - Planning and Economic Development (cont)		5 701	7 612	10 859	671	7 764	7 985	(221)	-2,8%	10 859
Vote 11 - Planning and Economic Development(cont2)		3 681	6 985	4 127	116	2 809	4 524	(1 715)	-37,9%	4 127
Vote 12 - Roads		172 594	194 878	205 507	24 850	157 726	152 954	4 772	3,1%	205 507
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	423 080	526 418	491 823	80 538	395 314	393 393	1 921	0,5%	491 823
Expenditure by Vote	1									
Vote 1 - Office of the Municipal Manager		58 788	63 758	64 289	4 405	40 534	48 180	(7 646)	-15,9%	64 289
Vote 2 - Office of the Municipal Manager (cont)		6 265	6 734	6 853	513	5 176	5 076	99	2,0%	6 853
Vote 3 - Financial Services		17 791	22 124	20 350	1 742	14 680	16 149	(1 470)	-9,1%	20 350
Vote 4 - Financial Services (cont)		5 803	6 511	5 965	420	4 750	4 747	4	0,1%	5 965
Vote 5 - Corporate Services		19 658	37 456	37 105	2 124	18 552	27 483	(8 931)	-32,5%	37 105
Vote 6 - Corporate Services (cont)		23 395	29 874	27 766	1 918	20 142	21 608	(1 465)	-6,8%	27 766
Vote 7 - Community Services		46 997	52 804	48 157	3 963	37 067	38 478	(1 411)	-3,7%	48 157
Vote 8 - Community Services (cont)		31 715	69 242	34 353	2 566	23 464	43 513	(20 050)	-46,1%	34 353
Vote 9 - Planning and Economic Development		18 107	20 176	15 363	1 152	12 137	13 809	(1 672)	-12,1%	15 363
Vote 10 - Planning and Economic Development (cont)		23 424	23 326	20 381	1 499	14 950	16 878	(1 929)	-11,4%	20 381
Vote 11 - Planning and Economic Development(cont2)		3 221	4 296	2 410	153	1 764	2 750	(986)	-35,9%	2 410
Vote 12 - Roads		114 056	124 074	128 925	12 148	99 051	96 109	2 942	3,1%	128 925
Vote 13 - Roads (cont)		64 508	71 830	78 253	12 927	56 669	57 776	(1 107)	-1,9%	78 253
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	433 728	532 204	490 170	45 530	348 935	392 557	(43 622)	-11,1%	490 170
Surplus/ (Deficit) for the year	2	(10 647)	(5 786)	1 653	35 008	46 379	836	45 542	5445,0%	1 653

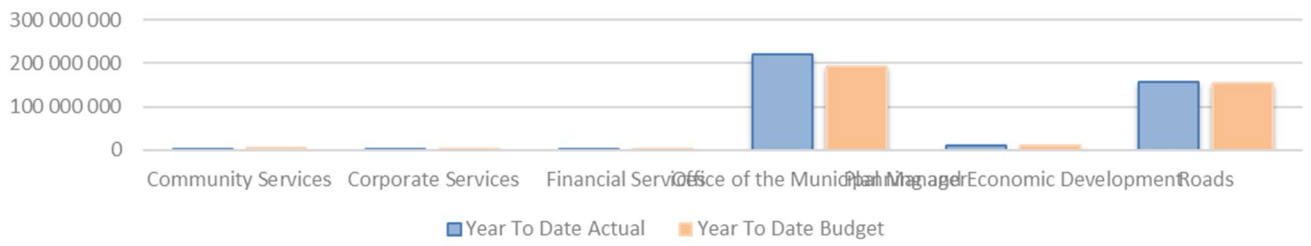
Reporting per municipal vote provides details on the spread of spending over the various functions of council.

Most of the municipal income is budgeted under the Office of the Municipal Manager vote and Roads vote. Planning and Economic Development (income from resorts) is the other main municipal function where income budgeting is recorded.

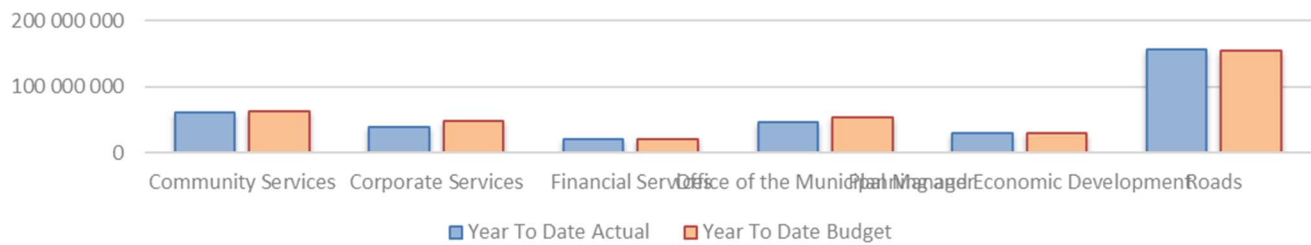
Expenditure per municipal vote is distributed to ensure that the municipal expenditure reflects the functions where expenditure is allocated. This is done to ensure implementation of the Integrated Development Plan (IDP) and for Annual Reporting.

Refer to the charts below indicating the revenue and expenditure per vote (year-to-date actual amount vs year-to-date budgeted amount):

Revenue per Vote: Year To Date Actual vs Year To Date Budget



Expenditure per Vote: Year To Date Actual vs Year To Date Budget



4.1.4 Table C4: Monthly Budget Statement - Financial Performance (revenue and expenditure)

DC4 Garden Route - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - Q3 Third Quarter

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity								–	0%	
Service charges - Water								–	0%	
Service charges - Waste Water Management								–	0%	
Service charges - Waste management		–	37 688	–	–	–	18 844	(18 844)	-100%	–
Sale of Goods and Rendering of Services		15 181	26 779	15 586	793	8 483	17 286	(8 803)	-51%	15 586
Agency services		188 140	214 389	20 921	1 907	13 904	16 098	(2 194)	-14%	20 921
Interest								–	0%	
Interest earned from Receivables		4 189	3 371	5 649	397	3 665	3 266	399	12%	5 649
Interest from Current and Non Current Assets		10 253	10 134	10 263	1 421	7 946	7 633	313	4%	10 263
Dividends								–	0%	
Rent on Land		573	627	472	104	406	431	(26)	-6%	472
Rental from Fixed Assets		1 315	3 377	1 571	127	1 200	2 081	(881)	-42%	1 571
Licence and permits								–	0%	
Operational Revenue		6 385	9 386	209 571	25 385	160 972	157 631	3 342	2%	209 571
Non-Exchange Revenue										
Property rates								–	0%	
Surcharges and Taxes		–	–	–	–	–	–	–	0%	–
Fines, penalties and forfeits								–	0%	
Licence and permits		78	183	68	4	51	108	(57)	-52%	68
Transfers and subsidies - Operational		189 810	212 004	213 905	50 399	192 179	159 915	32 265	20%	213 905
Interest								–	0%	
Fuel Levy								–	0%	
Operational Revenue								–	0%	
Gains on disposal of Assets								–	0%	
Other Gains		4	–	–	–	–	–	–	0%	–
Discontinued Operations								–	0%	
Total Revenue (excluding capital transfers and contributions)		415 928	517 937	478 007	80 538	388 806	383 294	5 513	1%	478 007
Expenditure By Type										
Employee related costs		279 902	300 666	288 315	23 859	223 829	219 701	4 127	2%	288 315
Remuneration of councillors		12 306	14 216	13 397	1 010	9 502	10 457	(955)	-9%	13 397
Bulk purchases - electricity								–	0%	
Inventory consumed		51 426	51 861	56 162	9 879	41 166	39 757	1 409	4%	56 162
Debt impairment		6 577	–	–	–	–	–	–	0%	–
Depreciation and amortisation		5 766	5 106	5 960	451	4 061	4 043	18	0%	5 960
Interest		148	8 820	1 428	–	603	4 767	(4 164)	-87%	1 428
Contracted services		32 200	81 910	48 569	2 642	22 674	52 607	(29 932)	-57%	48 569
Transfers and subsidies		4 642	2 501	2 348	283	1 424	1 836	(412)	-22%	2 348
Irrecoverable debts written off		2 160	2 100	1 400	–	108	1 096	(988)	-90%	1 400
Operational costs		38 407	64 950	72 563	7 377	45 611	58 247	(12 637)	-22%	72 563
Losses on Disposal of Assets		136	–	–	–	–	–	–	0%	–
Other Losses		53	75	28	29	(43)	44	(88)	-198%	28
Total Expenditure		433 724	532 204	490 170	45 530	348 935	392 557	(43 622)	-11%	490 170
Surplus/(Deficit)		(17 796)	(14 267)	(12 163)	35 008	39 871	(9 263)	49 134	-530%	(12 163)
Transfers and subsidies - capital (monetary allocations)		3 765	8 481	13 781	–	6 481	10 091	(3 610)	-36%	13 781
Transfers and subsidies - capital (in-kind)		3 284	–	35	–	–	9	(9)	-100%	35
Surplus/(Deficit) after capital transfers & contributions		(10 747)	(5 786)	1 653	35 008	46 352	836			1 653
Income Tax								–	–	
Surplus/(Deficit) after income tax		(10 747)	(5 786)	1 653	35 008	46 352	836			1 653
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		(10 747)	(5 786)	1 653	35 008	46 352	836			1 653
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions		108	–	–	–	27	–			–
Surplus/ (Deficit) for the year		(10 640)	(5 786)	1 653	35 008	46 379	836			1 653

Revenue by Source

Revenue by source explains the types of income budgeted for and the performance of these items individually.

Refer to the below comparison of the year-to-date revenue compared to the year-to-date budget:

Revenue	Year To Date Actual (YTDA) - March 2024	Year To Date Budget (YTDB) - March 2024	YTDA/YTDB	Comment
Agency Services	13 904 138,62	15 690 750,00	89%	Based on the agreement with the Department of Infrastructure for performing the Roads agency function, as well as an estimate of any additional allocations that may occur during the financial year. Additional allocation was received from the Department of Infrastructure in March 2024 which increased the YTDB.
Intercompany/ Parent Subsidiary Transactions	26 875,00	0,00	YTDB was R0 but revenue was recognised	Immaterial
Interest from Current and Non-current Assets	7 945 764,37	7 697 250,00	103%	YTDA vs YTDB is aligned
Interest earned from Receivables	3 664 748,32	4 236 750,00	86%	Based on outstanding debtor accounts
Rent on Land	405 797,20	354 000,00	115%	Based on rental agreements
Operational Revenue	160 972 268,18	157 178 250,00	102%	YTDA vs YTDB is aligned
Rental from Fixed Assets	1 199 853,22	1 178 250,00	102%	YTDA vs YTDB is aligned
Sales of Goods and Rendering of Services	8 482 801,20	11 689 500,00	73%	Included under this revenue is fire fighting fees as well as revenue received from resorts. Majority of the revenue relates to revenue from fire fighting, which are normally received during the high fire season December - March. There has not been any significant fires to date, therefore the YTDA is less than the YTDB.
Licences or Permits (Non-exchange Revenue)	51 458,54	51 000,00	101%	YTDA vs YTDB is aligned
Transfers and Subsidies - Capital	6 481 000,00	10 335 750,00	63%	Grants received as per transfer payment agreement
Transfers and Subsidies - Operational	192 179 271,73	160 428 750,00	120%	Grants received as per transfer payment agreement
Grand Total	395 313 976,38	368 840 250,00	107%	

Sales of Goods and Rendering of Services:

The income for Sales of Goods and Rendering of Services reported for the quarter ended 31 March 2024 amounts to R3,484,363 (YTDA: R8,482,801 and YTDB: R11,689,500). Majority of the income for this item consists of camping fees from resorts. The shortfall in YTDA vs YTDB is due to a lower occupancy rate than anticipated on the revenue from camping fees and fire services. There have not been any major fires to date (including during the high fire season from December to March).

Agency services:

The municipality performs an agency function on behalf of the Department of Transport – Roads department. Monthly agency fees are collected from the department. 12% Admin fee is received on the original allocation and 6% on any additional allocations. Revenue from agency services was recorded for the quarter ended 31 March 2024 to the amount of R4,906,313 (YTDA: R13,904,138 and YTDB: R15,690,750).

Interest earned from Receivables / Outstanding debtors:

The interest on outstanding debtors for the quarter ended 31 March 2024 amounts to R1,187,317 (YTDA: R3,664,748 and YTDB: R4,236,750). The revenue budget for this line-item was increased during the February 2024 Mid-year Adjustments Budget to reflect realistically anticipated revenue to be received based on revenue received up to 31 January 2024.

Interest earned from Current and Non-Current Assets / External Investments:

This reflects the interest earned in respect of surplus funds not immediately needed in the operations of the municipality over the short-term period. The interest for the quarter ended 31 March 2024 amounts to R3,748,108 (YTDA: R7,945,764 and YTDB: R7,697,250). Funds are invested for longer periods to maximise revenue from investments. The YTDA amount is in line with the YTDB amount.

Rent on Land:

The income received from rental on land amounts to R179,711 for the quarter ended 31 March 2024 (YTDA: R405,797 and YTDB: R354,000). The revenue is based on rental agreements entered into, the property and legal section are in process of reviewing all lease agreements to ensure market related revenue is received from all rental properties.

Rental from Fixed Assets of facilities and equipment:

The income for rental of facilities and equipment reported for the quarter ended 31 March 2024 amounts to R388,251 (YTDA: 1,199,853 and YTDB: R1,178,250). The YTDA amount is in line with the YTDB amount.

Operational Revenue:

Operational revenue reflects an amount of R59,776,696 for the quarter ended 31 March 2024 (YTDA: R160,972,268 and YTDB: R157,178,250). The major item included under Operational revenue consists of the Department of Public Transport (Roads department) monthly payments as per the signed MOA. The YTDA amount is in line with the YTDB amount.

Transfers recognised – operational:

The transfers recognised represents the allocations as promulgated in the National and Provincial Division of Revenue Act's respectively. The first instalment of R74,305,000 (Total allocation R178,333,000) for the Equitable Share and R1,560,000 for Safety Implementation Grant (WOSA) was received during July 2023, this is the total grant allocation received in full. The municipality also received R1,046,000 in respect of the SETA funding (Skills Mecca) during July 2023 as per the SLA. The municipality received R1,000,000 for the FMG, the first instalment of R545,000 for the EPWP Grant, R1,928,000 for the Rural Roads Assets Management Grant and R2,000,000 for the Energy Efficiency and Demand Side Management Grant, during the month of August 2023, from National Treasury. The municipality received R4,481,000 from Provincial Treasury for the Fire Service Capacity Grant during the month of September 2023.

For the month of October 2023, the municipality did not receive any operational grant funding.

During the month of November 2023, the municipality received R401,940 in respect of the SETA funding.

During December 2023 the municipality received R1,037,100 in respect of the SETA funding and an equitable share portion of R59,209,000.

The municipality received the last tranche payment of R654,000 for the EPWP Grant during the month of February 2024.

During March 2024 the municipality received the final payment of R44,584,000 for Equitable Share, as well as provincial grants as tabled in the Fourth Adjustments Budget during March 2024.

Expenditure by Type

Expenditure by type reflects the operational budget per main type/category of expenditure.

Refer to the below comparison of the year-to-date revenue compared to the year-to-date budget:

Expenditure	Year To Date Actual (YTDA) - March 2024	Year To Date Budget (YTDB) - March 2024	YTDA/YTDB	Comment
Contracted Services	22 674 361,86	36 426 750,00	62%	Majority of the underspending relates to the following: - SETA projects underspent - Contracted fire services due to no major fires occurring - Public transport contracted services underspent
Depreciation and Amortisation	4 060 762,74	4 470 000,00	91%	YTDA vs YTDB is aligned
Employee Related Cost	223 828 742,70	216 236 250,00	104%	YTDA vs YTDB is aligned
Interest Paid	603 053,95	1 071 000,00	56%	Relates to interest paid on loan for landfill site which is not yet operational
Inventory	-43 346,04	21 000,00	-206%	Relates to movements in net realisable value for inventory (fuel)
Inventory Consumed	41 166 415,84	42 121 500,00	98%	YTDA vs YTDB is aligned
Irrecoverable Debts Written Off	108 429,00	1 050 000,00	10%	Based on reports submitted to council for approval of write-offs
Operating Leases	592 451,06	638 250,00	93%	YTDA vs YTDB is aligned
Operational Cost	45 018 131,76	53 784 000,00	84%	Highest items of under-expenditure relates to the following: -Hire charges -Communication -Management fees -Professional Bodies, Membership and Subscription fees
Remuneration of Councillors	9 502 068,95	10 047 750,00	95%	Due to a vacancy in council
Transfers and Subsidies (Expenditure)	1 424 148,97	1 761 000,00	81%	Grants paid as per business plan
Grand Total	348 935 220,79	367 627 500,00	95%	

Employee Related cost / Remuneration of councillors:

Remuneration related expenditure (councillors and staff) for the quarter ended 31 March 2024 amounted to R74,008,363 (YTDA: R233,330,812 and YTDB: R226,284,000) of an adjusted budget amount of R301,712,000 which represents 62% of the total operating expenditure

budget. The Remuneration related expenditure represents 62% of the total quarterly expenditure. The YTDA amount is in line with the YTDB amount.

Inventory Consumed:

Other materials consist of all inventories consumed, purchases for materials and supplies; and amounts to R19,660,194 (YTDA: R41,166,416 and YTDB: R42,121,500) for the quarter ended 31 March 2024 against a total adjusted budgeted amount of R56,162,000. The YTDA amount is in line with the YTDB amount.

Depreciation and amortisation:

Depreciation and amortisation of R1,353,588 was recognised for the quarter ending 31 March 2024 (YTDA: R4,060,763 and YTDB: R4,470,000). The YTDA amount is in line with the YTDB amount.

These items account for non-cash budgeted items. The fixed asset register module must be implemented at Garden Route DM by the service provider (Phoenix) of the financial system. The Asset Verification module has been implemented – the GRAP implementation testing will be performed during the 2023/2024 financial year. Template is being populated for the import of the audited Excel FAR into the Collaborator FAR. Thereafter, reconciliations must be performed on the data and various set-ups done to movement accounts, etc.

Contracted services:

The contracted services for the quarter ended 31 March 2024 amounts to R7,997,905 (YTDA: R22,674,362 and YTDB: R36,426,750) against a total adjusted budget amount of R48,569,000.

Majority of the underspending relates to the following:

- SETA projects underspent.
- Contracted fire services due to no major fires occurring.
- Public transport contracted services underspent.
- Savings on consultants/contracted services

Transfers and subsidies:

The transfers and subsidies expenditure for the quarter ended 31 March 2024 amounts to R375,232 (YTDA: R1,424,149 and YTDB: R1,761,000) against a total adjusted budget amount of R2,348,000.

Operational costs:

Operational costs for the quarter ended 31 March 2024 amounts to R15,714,159 (YTDA: R45,610,583 and YTDB: R54,422,250) against a total adjusted budget amount of R72,563,000.

The operational costs consist of the following (among other):

- External Audit fees
- Travel and Subsistence
- Operating leases
- Operating Projects (own funds)
- Bank Charges
- Advertisements
- Telephone costs
- Municipal Accounts
- Software licenses
- Internet fees

4.1.5 Table C5: Monthly Budget Statement - Capital Expenditure (municipal vote, standard classification and funding)

DC4 Garden Route - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - Q3 Third Quarter

Vote Description	Ref	2022/23				Budget Year 2023/24				
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		-	-	800	-	-	200	(200)	-100%	800
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Financial Services (cont)		-	-	-	-	-	-	-	-	-
Vote 5 - Corporate Services		-	-	5	-	4	5	(1)	-13%	5
Vote 6 - Corporate Services (cont)		499	250	245	-	238	183	55	30%	245
Vote 7 - Community Services		2 844	8 619	11 589	212	9 992	7 931	2 060	26%	11 589
Vote 8 - Community Services (cont)		18 328	144 631	36 437	1 493	16 271	83 105	(66 835)	-80%	36 437
Vote 9 - Planning and Economic Development		-	-	-	-	-	-	-	-	-
Vote 10 - Planning and Economic Development (cont)		2 970	4 800	4 240	904	1 805	3 460	(1 655)	-48%	4 240
Vote 11 - Planning and Economic Development(cont2)		-	-	-	-	-	-	-	-	-
Vote 12 - Roads		-	-	-	-	-	-	-	-	-
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	24 641	158 300	53 316	2 609	28 309	94 884	(66 575)	-70%	53 316
Single Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		3 870	-	-	-	-	-	-	-	-
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		20	-	-	-	-	-	-	-	-
Vote 4 - Financial Services (cont)		-	-	-	-	-	-	-	-	-
Vote 5 - Corporate Services		5	-	-	-	-	-	-	-	-
Vote 6 - Corporate Services (cont)		2 500	-	-	-	-	-	-	-	-
Vote 7 - Community Services		1 587	-	-	-	-	-	-	-	-
Vote 8 - Community Services (cont)		-	-	-	-	-	-	-	-	-
Vote 9 - Planning and Economic Development		62	-	-	-	-	-	-	-	-
Vote 10 - Planning and Economic Development (cont)		3 425	-	-	-	-	-	-	-	-
Vote 11 - Planning and Economic Development(cont2)		-	-	-	-	-	-	-	-	-
Vote 12 - Roads		-	-	-	-	-	-	-	-	-
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		3 427	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	14 897	-	-	-	-	-	-	-	-
Total Capital Expenditure		39 537	158 300	53 316	2 609	28 309	94 884	(66 575)	-70%	53 316
Capital Expenditure - Functional Classification										
Governance and administration		12 844	8 869	10 846	212	8 707	7 091	1 617	23%	10 846
Executive and council		6 370	-	800	-	-	200	(200)	-100%	800
Finance and administration		6 474	8 869	10 046	212	8 707	6 891	1 817	26%	10 046
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		5 337	1 450	6 996	668	2 207	4 935	(2 728)	-55%	6 996
Community and social services		1 329	-	1 794	-	1 527	1 228	298	24%	1 794
Sport and recreation		3 498	800	800	550	550	600	(50)	-8%	800
Public safety		504	650	4 402	118	130	3 106	(2 976)	-96%	4 402
Housing		-	-	-	-	-	-	-	-	-
Health		7	-	-	-	-	-	-	-	-
Economic and environmental services		3 164	4 000	3 440	354	1 255	2 860	(1 605)	-56%	3 440
Planning and development		3 164	4 000	3 440	354	1 255	2 860	(1 605)	-56%	3 440
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		18 192	143 981	32 035	1 376	16 140	79 999	(63 859)	-80%	32 035
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		18 192	143 981	32 035	1 376	16 140	79 999	(63 859)	-80%	32 035
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	39 537	158 300	53 316	2 609	28 309	94 884	(66 575)	-70%	53 316
Funded by:										
National Government		2 970	4 000	3 440	354	1 255	2 860	(1 605)	-56%	3 440
Provincial Government		179	4 481	9 781	241	4 527	7 091	(2 565)	-36%	9 781
District Municipality		-	-	-	-	-	-	-	-	-
Transfers and subsidies - capital (monetary allocations) (Nat / Prov Departm Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		3 149	8 481	13 221	595	5 781	9 951	(4 170)	-42%	13 221
Borrowing	6	18 192	143 981	32 000	1 376	16 140	79 990	(63 850)	-80%	32 000
Internally generated funds		18 196	5 838	8 095	638	6 387	4 943	1 445	29%	8 095
Total Capital Funding		39 537	158 300	53 316	2 609	28 309	94 884	(66 575)	-70%	53 316

The approved adjusted capital budget for the 2023/24 financial year totals **R53,316,191**. R32m relates to the construction of the Regional Waste Management Facility (RWMF) and commenced in quarter 3 of the financial year 2022/2023.

For the third quarter, capital expenditure was **R7,996,391**, representing **15%** spending of an adjusted budget of R53,316,191 (**YTDA: R28,309,104 and YTDB: R39,987,143**).

4.1.6 Table C6: Monthly Budget Statement - Financial Position

DC4 Garden Route - Table C6 Monthly Budget Statement - Financial Position - Q3 Third Quarter

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		135 244	100 110	121 183	117 202	121 183
Trade and other receivables from exchange transactions		(61 746)	16 279	6 059	37 599	6 059
Receivables from non-exchange transactions		46	-	46	46	46
Current portion of non-current receivables		4 246	4 293	4 293	4 293	4 293
Inventory		3 483	2 979	3 455	2 978	3 455
VAT		5 300	6 060	7 105	8 811	7 105
Other current assets		86 507	20 220	5 475	(3)	5 475
Total current assets		173 080	149 940	147 615	170 926	147 615
Non current assets						
Investments		27	28	28	28	28
Investment property		55 720	64 187	65 948	65 889	65 948
Property, plant and equipment		198 967	355 193	236 349	210 110	236 349
Biological assets						
Living and non-living resources						
Heritage assets						
Intangible assets		675	(26)	412	1 103	412
Trade and other receivables from exchange transactions						
Non-current receivables from non-exchange transactions		58 711	62 764	60 088	60 088	60 088
Other non-current assets						
Total non current assets		314 101	482 146	362 826	337 218	362 826
TOTAL ASSETS		487 181	632 086	510 441	508 143	510 441
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		1 099	100	663	663	663
Consumer deposits		711	468	637	1 148	637
Trade and other payables from exchange transactions		59 663	27 928	46 470	13 938	46 470
Trade and other payables from non-exchange transactions		(1 689)	4 588	2 649	8 354	2 649
Provision		25 598	26 843	22 791	30 601	22 791
VAT		(801)	2 207	963	7 719	963
Other current liabilities						
Total current liabilities		84 581	62 133	74 173	62 422	74 173
Non current liabilities						
Financial liabilities		650	170 315	35 583	62 851	35 583
Provision		12 088	12 024	13 738	12 117	12 085
Long term portion of trade payables						
Other non-current liabilities		123 086	134 391	130 224	128 966	130 224
Total non current liabilities		135 824	316 731	179 546	203 933	177 893
TOTAL LIABILITIES		220 405	378 864	253 719	266 355	252 066
NET ASSETS	2	266 777	253 223	256 723	241 789	258 375
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		216 302	200 293	213 831	198 897	213 831
Reserves and funds		50 475	52 930	42 891	42 891	42 891
Other						
TOTAL COMMUNITY WEALTH/EQUITY	2	266 777	253 223	256 723	241 789	256 723

Financial ratios:

Current Ratio:	(Current Assets / Current Liabilities)			
	Norm: 1.5 - 2.1			
			31 March 2024	30 June 2023
Current Assets			170 925 678	165 471 656
Current Liabilities			62 421 513	82 598 391
Current ratio			2,74	2,00 times
Comment				
The purpose of the current ratio is to determine whether GRDM has the ability to pay its short term liabilities				
The norm is 1.5 - 2.1 times. As at 31 March 2024, GRDM's current ratio is 2.74 times, which is higher than the norm.				

Cash / Cost Coverage Ratio (Excl. Unspent Conditional Grants):				
	((Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft) + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, Provision for Bad Debts, Impairment and Loss on Disposal of Assets)			
	Norm: 1-3 months			
			31 March 2024	30 June 2023
Cash and cash equivalents			117 201 985	136 403 451
Unspent conditional grants			- 7 357 735	- 2 649 255
			109 844 250	133 754 196
Total expenditure			348 935 221	429 811 158
Depreciation and Amortisation			- 4 060 763	- 5 766 102
Provision for bad debts			- 46 817 805	- 46 817 805
			298 056 653	377 227 251
Monthly average			24 838 054	31 435 604
Cost cover			4,4	4,3 times
Comment				
The purpose of this ratio is to determine the amount of cash available to pay monthly operating expenses.				
The norm is 1-3 months - GRDM is above the norm.				

Net debtor days:	((Gross Debtors - Bad debt Provision)/ Actual Billed Revenue) × 365			
	Norm: 30 days			
			31 March 2024	30 June 2023
Gross debtors closing balance after bad debt prov			37 645 189	17 160 346
Billed revenue			27 265 455	19 489 635
			504	321 days
Comment				
This ratio indicates how quick (in days) the municipality is able to receive payment from bills sent out to the public on a monthly basis.				
The main reason for this relates to the complexities and legal challenges associated with billing and payment of fire fighting services in the district.				
GRDM sends out letters of demand and, as applicable, hands over non-paying debtors to the legal department. Proving however where a fire originated from remains a challenge and a protracted legal process.				
GRDM installed a new incident management system in the Disaster Management section, which will greatly strengthen GRDM's ability to prove fire origination, which is expected to result in an improvement regarding receiving payment from fire fighting services debtors.				

Debt to Revenue Ratio:		(Total debt / Total revenue) x 100			
			31 March 2024		
Total debt		13 912 000			
Total revenue		388 806 101			
		3,58%			
Comment					
The purpose of this ratio is to measure GRDM's ability to repay debt. For purposes of the loan agreement with Standard Bank, the Debt to Revenue Ratio must be maintained at a level that is less than or equal to 50% (fifty percent) of revenue.					
The municipality has sufficient revenue to cover its debt obligations, as total debt only constitutes 3,58% of total revenue, which is well within the norm of 50% or less as per the loan agreement.					

Interest Paid to Total Cost Ratio:		(Interest paid / Total expenditure) x 100			
			31 March 2024		
Interest paid		603 054			
Total expenditure		348 935 221			
		0,17%			
Comment					
The purpose of this ratio is to measure GRDM's interest expense compared to all expenses incurred. For purposes of the loan agreement with Standard Bank, the Interest paid to total costs must be maintained at a level that is less than or equal to 7.5% (seven-point five percent) of total expenditure.					
The interest expense only makes up 0,17% of all expenditure incurred, therefore it is not a significant expenditure item for GRDM and is well within the norm of 7,5% or less as per the loan agreement.					

4.1.7 Table C7: Monthly Budget Statement - Cash Flow

DC4 Garden Route - Table C7 Monthly Budget Statement - Cash Flow - Q3 Third Quarter

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates										
Service charges			37 688				18 844	(18 844)	-100%	
Other revenue		(204 127)	54 770	245 676	1 424	133 110	189 766	(56 656)	-30%	245 676
Transfers and Subsidies - Operational		339 196	405 154	213 905	50 405	197 370	159 915	37 455	23%	213 905
Transfers and Subsidies - Capital		6 600	8 481	13 781	1 200	8 181	10 091	(1 910)	-19%	13 781
Interest		3 289	10 134	8 240	372	3 309	7 127	(3 817)	-54%	8 240
Dividends										
Payments										
Suppliers and employees		(128 864)	(512 343)	(477 747)	(45 758)	(338 541)	(379 826)	(41 285)	11%	(477 747)
Interest			(8 820)	(1 428)			(4 767)	(4 767)	100%	(1 428)
Transfers and Subsidies										
NET CASH FROM/(USED) OPERATING ACTIVITIES		16 093	(4 936)	2 426	7 644	3 429	1 149	(2 279)	-198%	2 426
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE										
Decrease (increase) in non-current receivables										
Decrease (increase) in non-current investments		27	28	28						28
Payments										
Capital assets		(26 836)	(158 300)	(53 316)	(3 000)	(33 698)	(94 884)	(61 186)	64%	(53 316)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(26 809)	(158 272)	(53 288)	(3 000)	(33 698)	(94 884)	(61 186)	64%	(53 288)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans										
Borrowing long term/refinancing			143 732	35 000	14 000	62 912		62 912	#DIV/0!	35 000
Increase (decrease) in consumer deposits		711	468	637	298	511		511	#DIV/0!	637
Payments										
Repayment of borrowing										
NET CASH FROM/(USED) FINANCING ACTIVITIES		711	144 200	35 637	14 298	63 423	-	(63 423)	#DIV/0!	35 637
NET INCREASE/ (DECREASE) IN CASH HELD		(10 005)	(19 008)	(15 225)	18 942	33 153	(93 735)			(15 225)
Cash/cash equivalents at beginning:		142 058	121 273	136 403	84 049	84 049	136 403			84 049
Cash/cash equivalents at month/year end:		132 053	102 265	121 179		117 202	42 668			68 824

The municipal bank balance at 31 March 2024 totals R78,201,985 and there were short term deposits made of R35,000,000 and call account deposits of R4,000,000. Total cash available at 31 March 2024 is therefore R117,201,985.

Detailed information regarding commitments against the cash position is tabled below:

REPORTING MONTH: 31 MARCH 2024		
Commitments against Cash & Cash Equivalents		
ITEM	Previous Month R'000	Current Month R'000
Bank balance as at 31 March 2024	40 049 048,00	78 201 985,25
Other Cash & Cash Equivalents: Short term deposits	40 000 000,00	35 000 000,00
Other Cash & Cash Equivalents: Call accounts	4 000 000,00	4 000 000,00
Total Cash & Cash Equivalents:	84 049 048,00	117 201 985,25
LESS:	85 689 675,59	108 972 090,20
Unspent Conditional Grants	4 487 267,34	7 357 734,98
Provision for staff leave	21 672 994,00	21 672 994,00
Provision for bonus	7 490 011,00	7 490 011,00
Post Retirement Benefits	10 731 300,00	10 731 300,00
Performance Bonus	956 188,00	956 188,00
Trade Payables	22 951 985,85	22 291 942,22
YTD Unspent Capital budget	2 345 000,00	5 033 920,00
YTD Unspent Operational budget	15 054 929,40	18 692 231,21
Equitable share tranche received in advance	-	14 745 768,79
Sub total	-1 640 627,59	8 229 895,05
PLUS:	42 863 734,16	43 764 612,13
VAT Receivable	8 069 593,90	8 810 985,91
Receivable Exchange (after impairment)	4 748 128,26	2 645 573,78
Department of Transport and Public Works	30 046 012,00	32 308 052,44
	41 223 106,57	51 994 507,18
LESS OTHER MATTERS:		
Capital Replacement Reserve	-	4 133 051,00
Employee Benefits Reserves	38 762 712,00	38 762 712,00
Sub Total	2 460 394,57	9 098 744,18
LESS: CONTINGENT LIABILITIES	4 500 000,00	4 500 000,00
Barry Louis Rae Trust	4 500 000,00	4 500 000,00
Recalculated available cash balance	-2 039 605,43	4 598 744,18
Total actual March 2024 expenditure excluding Roads (expenditure paid and taken into account in cash balance)	18 179 602,22	20 820 534,73

PART 2 – SUPPORTING DOCUMENTATION

SECTION 5 – DEBTORS' ANALYSIS

Supporting Table SC3

DC4 Garden Route - Supporting Table SC3 Monthly Budget Statement - aged debtors - Q3 Third Quarter

Description	NT Code	Budget Year 2023/24										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy	
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days			
R thousands														
Debtors Age Analysis By Income Source														
Trade and Other Receivables from Exchange Transactions - Water	1200	-	-	-	-	-	-	-	-	-	-	-	-	-
Trade and Other Receivables from Exchange Transactions - Electricity	1300	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Non-exchange Transactions - Property Rates	1400	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Water Management	1500	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Waste Management	1600	-	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	11	11	11	-	-	-
Interest on Arrear Debtor Accounts	1810	382	387	387	390	385	384	2 581	9 321	14 217	13 060	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	24 771	8 377	137	100	190	85	1 422	32 494	67 576	34 291	-	-	-
Total By Income Source	2000	25 153	8 764	524	490	575	469	4 003	41 826	81 804	47 362	-	-	-
2022/23 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	(21)	115	36	37	121	35	400	3 623	4 346	4 216	-	-	-
Commercial	2300	24 566	8 050	428	421	419	410	3 441	37 989	75 723	42 680	-	-	-
Households	2400	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	2500	609	600	60	33	35	23	161	214	1 735	466	-	-	-
Total By Customer Group	2600	25 153	8 764	524	490	575	469	4 003	41 826	81 804	47 362	-	-	-

Long outstanding debtors that mainly consist of old sundry debt and fire accounts, remains a concern for the municipality and management will continue to report in terms of progress made.

Most of the firefighting accounts are disputed with regards to the origin of the fire and who is responsible for the payment of the account. The fire section have implemented an electronic system which will assist in the future with disputes.

The municipality is required to submit debtors aged analysis data strings monthly.

Currently, the debtor section initiated debt collection processes and will report quarterly to the financial services committee on the debt collection process.

SECTION 6 – CREDITORS' ANALYSIS

Supporting Table C4

DC4 Garden Route - Supporting Table SC4 Monthly Budget Statement - aged creditors - Q3 Third Quarter

Description	NT Code	Budget Year 2023/24									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
R thousands											
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	-	-	-	-	-	-	-	-	-	-
Bulk Water	0200	-	-	-	-	-	-	-	-	-	-
PAYE deductions	0300	-	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	-	-	-
Trade Creditors	0700	-	-	23	-	0	-	305	421	749	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	-	-	23	-	0	-	305	421	749	-

The municipality is required to submit creditors aged analysis data strings monthly.

The reasons for long outstanding creditors include invoices not submitted by suppliers or unresolved disputes on certain invoices.

The municipality is continuously working towards resolving outstanding disputes on invoices and obtaining outstanding invoices.

SECTION 7 – INVESTMENT PORTFOLIO ANALYSIS

7.1 Investment monitoring information

	Balance as at 1 March 2024	Movements for the month			Balance as at 31 March 2024	Interest earned	Interest earned
		Investments matured	Investments made	Interest capitalised		Month	Year to date
<i>Garden Route District Municipality</i>							
<i>Standard Bank</i>	20 000 000,00	-20 000 000,00	17 500 000,00		17 500 000,00	529 288,77	1 879 797,68
<i>ABSA</i>	12 000 000,00	-12 000 000,00	10 500 000,00		10 500 000,00	315 248,22	2 385 431,78
<i>Nedbank</i>	8 000 000,00	-8 000 000,00	7 000 000,00		7 000 000,00	204 945,53	1 465 675,70
BANK DEPOSITS	40 000 000,00	-40 000 000,00	35 000 000,00	-	35 000 000,00	1 049 482,52	5 730 905,16

The municipality invests surplus funds to maximise the interest and to have cash readily available when needed and is done in line with the Cash Management and Investment Policy of council. Monies were invested for longer periods to maximise investment revenue.

SECTION 8 – ALLOCATION AND GRANT RECEIPTS AND EXPENDITURE

8.1 Supporting Table C6

DC4 Garden Route - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - Q3 Third Quarter										
Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
National Government:		180 655	185 267	185 837	44 584	182 225	139 093	43 132	31,0%	185 837
Local Government Equitable Share		172 721	178 333	178 333	44 584	178 098	133 750	44 348	33,2%	178 333
Energy Efficiency and Demand Side Management Grant		1 000	–	–	–	–	–	–	–	–
Expanded Public Works Programme Integrated Grant		2 440	2 180	2 180	–	1 199	1 635	(436)	-26,7%	2 180
Local Government Financial Management Grant		1 000	1 000	1 000	–	1 000	750	250	33,3%	1 000
Municipal Systems Improvement Grant		–	1 000	1 000	–	–	750	(750)	-100,0%	1 000
Public Transport Network Grant		900	–	570	–	–	143	(143)	-100,0%	570
Rural Road Asset Management Systems Grant		2 594	2 754	2 754	–	1 928	2 066	(138)	-6,7%	2 754
Provincial Government:		8 938	6 560	7 646	4 508	6 068	5 628	440	7,8%	7 646
Capacity Building		8 938	6 560	7 646	4 508	6 068	5 628	440	7,8%	7 646
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		117	20 177	20 422	1 308	3 887	15 194	(11 308)	-74,4%	20 422
<i>Other Grants Received</i>		117	20 177	20 422	1 308	3 887	15 194	(11 308)	-74,4%	20 422
Total Operating Transfers and Grants	5	189 710	212 004	213 905	50 399	192 179	159 915	32 265	20,2%	213 905
Capital Transfers and Grants										
National Government:		3 765	4 000	4 000	–	2 000	3 000	(1 000)	-33,3%	4 000
Energy Efficiency and Demand Side Management Grant		3 765	4 000	4 000	–	2 000	3 000	(1 000)	-33,3%	4 000
Provincial Government:		–	4 481	9 816	–	4 481	7 100	(2 619)	-36,9%	9 816
<i>Infrastructure</i>		–	4 481	4 516	–	4 481	3 369	1 112	33,0%	4 516
<i>Capacity Building</i>		–	–	5 300	–	–	3 730	(3 730)	-100,0%	5 300
District Municipality:		–	–	–	–	–	–	–	–	–
Other grant providers:		3 284	–	–	–	–	–	–	–	–
<i>[insert description]</i>		3 284	–	–	–	–	–	–	–	–
Total Capital Transfers and Grants	5	7 049	8 481	13 816	–	6 481	10 100	(3 619)	-35,8%	13 816
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	196 759	220 485	227 721	50 399	198 660	170 015	28 646	16,8%	227 721

Performance reporting on grants will be enhanced to ensure compliance with the Division of Revenue Act.

8.2 Supporting Table C7

DC4 Garden Route - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - Q3 Third Quarter										
Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
National Government:		174 939	185 267	174 404	13 559	127 896	136 871	(8 975)	-6.6%	174 404
Equitable Share		165 907	178 333	166 428	12 994	124 712	131 350	(6 638)	-5.1%	166 428
Energy Efficiency and Demand Side Management Grant		1 170	-	560	-	36	201	(165)	-82.0%	560
Expanded Public Works Programme Integrated Grant		2 810	2 180	2 179	240	1 541	1 634	(93)	-5.7%	2 179
Infrastructure Skills Development Grant		-	-	-	-	-	-	-	-	-
Local Government Financial Management Grant		1 013	1 000	913	46	408	728	(320)	-44.0%	913
Municipal Systems Improvement Grant		-	1 000	1 000	-	-	750	(750)	-100.0%	1 000
Rural Road Asset Management Systems Grant		3 034	2 754	2 754	279	1 199	2 065	(866)	-41.9%	2 754
Public Transport Network Grant		1 005	-	570	-	-	143	(143)	-100.0%	570
Provincial Government:		182 968	199 710	208 928	25 507	158 125	155 382	2 743	1.8%	208 928
Infrastructure		174 099	193 150	202 655	24 430	153 541	150 352	3 189	2.1%	202 655
Capacity Building		8 869	6 560	6 273	1 078	4 584	5 030	(446)	-8.9%	6 273
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		2 830	17 776	18 712	264	4 798	12 910	(8 113)	-62.8%	18 712
Expenditure on Other Grants		2 830	17 776	18 712	264	4 798	12 910	(8 113)	-62.8%	18 712
Total operating expenditure of Transfers and Grants:		360 737	402 753	402 044	39 331	290 819	305 164	(14 344)	-4.7%	402 044
Capital expenditure of Transfers and Grants										
National Government:		2 970	4 000	3 440	354	1 255	2 860	(1 605)	-56.1%	3 440
Energy Efficiency and Demand Side Management Grant		2 970	4 000	3 440	354	1 255	2 860	(1 605)	-56.1%	3 440
Provincial Government:		179	4 481	9 781	241	4 527	7 091	(2 565)	-36.2%	9 781
Capacity Building		179	4 481	9 781	241	4 527	7 091	(2 565)	-36.2%	9 781
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
Expenditure on Other Grants		-	-	-	-	-	-	-	-	-
Total capital expenditure of Transfers and Grants		3 149	8 481	13 221	595	5 781	9 951	(4 170)	-41.9%	13 221
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		363 886	411 234	415 265	39 926	296 600	315 115	(18 514)	-5.9%	415 265

Performance reporting on grants will be enhanced to ensure compliance with the Division of Revenue Act that stipulates reporting on all grant performance should be done from the receiving officer. RSC Equitable Share is an unconditional grant; hence the day-to-day running of the business is dependent on it.

SECTION 9 – EXPENDITURE ON COUNCILLOR AND BOARD MEMBERS ALLOWANCES AND EMPLOYEE BENEFITS

Supporting Table C8

DC4 Garden Route - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - Q3 Third Quarter

Summary of Employee and Councillor remuneration	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1	A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		7 666	11 153	8 510	619	5 833	7 704	(1 871)	-24%	8 510
Pension and UIF Contributions		395	263	330	38	308	214	95	44%	330
Medical Aid Contributions		261	162	175	13	128	125	3	2%	175
Motor Vehicle Allowance		2 042	1 251	1 982	155	1 463	1 121	341	30%	1 982
Cellphone Allowance		1 040	627	1 114	87	818	592	226	38%	1 114
Housing Allowances		766	478	766	64	575	431	144	33%	766
Other benefits and allowances		136	281	520	35	378	271	107	40%	520
Sub Total - Councillors		12 306	14 216	13 397	1 010	9 502	10 457	(955)	-9%	13 397
% increase	4		15,5%	8,9%						8,9%
Senior Managers of the Municipality										
Basic Salaries and Wages		5 315	6 223	6 513	433	5 533	4 740	793	17%	6 513
Pension and UIF Contributions		(14 048)	2 093	2 095	49	552	1 570	(1 018)	-65%	2 095
Medical Aid Contributions		269	220	245	16	180	171	8	5%	245
Overtime										
Performance Bonus		511	777	831	-	505	596	(91)	-15%	831
Motor Vehicle Allowance		(1 109)	908	888	56	597	676	(79)	-12%	888
Cellphone Allowance		171	207	137	11	103	138	(35)	-25%	137
Housing Allowances		325	392	250	15	182	258	(76)	-29%	250
Other benefits and allowances		12	22	16	1	12	15	(3)	-20%	16
Payments in lieu of leave		-	-	-	-	-	-	-		-
Long service awards		-	-	-	-	-	-	-		-
Post-retirement benefit obligations		-	-	-	-	-	-	-		-
Entertainment										
Scarcity										
Acting and post related allowance		(383)	4	5	-	(2)	3			5
In kind benefits										
Sub Total - Senior Managers of Municipality		(8 937)	10 846	10 979	582	7 663	8 168	(504)	-6%	10 979
% increase	4		-221,4%	-222,9%						-222,9%
Other Municipal Staff										
Basic Salaries and Wages		168 877	177 307	173 832	15 011	133 447	133 285	162	0%	173 832
Pension and UIF Contributions		28 714	30 745	29 683	2 435	22 266	22 807	(541)	-2%	29 683
Medical Aid Contributions		36 587	26 234	22 952	2 225	19 430	16 605	2 825	17%	22 952
Overtime		5 409	4 255	5 068	405	4 371	3 394	976	29%	5 068
Performance Bonus		19 449	13 309	13 707	62	13 713	10 081	3 632	36%	13 707
Motor Vehicle Allowance		13 004	13 787	11 685	1 062	9 404	9 065	339	4%	11 685
Cellphone Allowance		130	131	127	13	98	97	1	1%	127
Housing Allowances		2 427	2 929	2 477	202	1 823	2 084	(261)	-13%	2 477
Other benefits and allowances		9 696	7 132	7 543	591	5 899	5 467	432	8%	7 543
Payments in lieu of leave		(4 583)	5 608	3 321	1 117	4 904	3 634	1 270	35%	3 321
Long service awards		-	-	1 314	-	-	329	(329)	-100%	1 314
Post-retirement benefit obligations		7 677	7 163	4 696	-	-	3 890	(3 890)	-100%	4 696
Entertainment										
Scarcity										
Acting and post related allowance		1 452	1 220	930	153	810	796	14	2%	930
In kind benefits										
Sub Total - Other Municipal Staff		288 839	289 820	277 336	23 277	216 165	211 534	4 632	2%	277 336
% increase	4		0,3%	-4,0%						-4,0%
Total Parent Municipality		292 208	314 882	301 712	24 869	233 331	230 159	3 172	1%	301 712

Remuneration related expenditure (councillors and staff) for the quarter ended 31 March 2024 amounted to R74,008,363 (YTDA: R233,330,812 and YTD: R226,284,000) of an adjusted budget amount of R301,712,000 which represents 62% of the total operating expenditure

budget. The Remuneration related expenditure represents 62% of the total quarterly expenditure. The YTDA amount is in line with the YTDB amount.

SECTION 10 – MATERIAL VARIANCES TO THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN

The measurement of performance of the Municipality in terms of the implementation of the Service Delivery and Budget Implementation plan are reported in the indicated section below.

SECTION 11 – CAPITAL PROGRAMME PERFORMANCE

The table below provides information on capital budget spending:

SCOA config	Nr.	Project description	Original Budget R'000	Adjusted budget R'	YTD Expenditure R'	Status of project	Any challenges identified that is resulting in delays?
71010110001	1	Upgrading of buildings - Retrofitting EEDS	4 000 000	3 440 000	1 254 791	Order Issued to Supplier	No challenges anticipated
71207230002	2	Replacing ICT Capital Equipment beyond economical	250 000	0	0	N/A - R0 per the Adjusted budget	No challenges anticipated
71801310001	3	Firestation: George	4 638 075	5 766 821	5 465 323	Completed	Delay in the Fire station project as the Contractor's revised construction program indicated a revised completion date of 30 January 2024. The fire station is completed and operational from February 2024.
71801310002	4	Firestation: George	3 000 000	3 000 000	3 000 000	Completed	Delay in the Fire station project as the Contractor's revised construction program indicated a revised completion date of 30 January 2024. The fire station is completed and operational from February 2024.
71801330001	5	Firefighting Vehicle (bakkie)	981 000	981 000	0	In Process	No challenges anticipated
73602102302	6	Vehicle (bakkie)	800 000	800 000	549 971	Order Issued to Supplier	No challenges anticipated
72305230001	7	Hazmat Rescue & Fire Equipment	150 000	150 000	130 195	Order Issued to Supplier	No challenges anticipated
72305230005	8	Hazardous Materials Equipment	500 000	500 000	0	In Process	No challenges anticipated
74402100901	9	Landfill Site: PPE	143 981 000	32 000 000	16 140 343	Order Issued to Supplier	Weekly progress provided to Management Committee and standing agenda item in Council meetings
71207104112	10	Wireless Access Points	0	34 613	34 613	Completed	Completed
71207104144	11	QNAP Backup Storage	0	71 287	71 287	Completed	Completed
71207104145	12	Monitor	0	2 477	2 477	Completed	Completed
71207104165	13	Network Equipment	0	10 313	10 312	Completed	Completed
71207104168	14	USB Type-C Port Replicators	0	5 480	5 480	Completed	Completed
71207104167	15	Inverters	0	113 432	113 432	Completed	Completed
71207104080	16	Medical Chair	0	5 000	4 331	Completed	Completed
71602102321	17	Mobile Generators	0	1 526 549	1 526 549	Completed	Completed
71801330002	18	Flood Response Vehicle	0	2 500 000	0	Order Issued to Supplier	No challenges anticipated
71602102250	19	Mobile Generator Trailer	0	73 451	0	In Process	No challenges anticipated
71018104032	20	Council Chambers Chair	0	800 000	0	In Process	No challenges anticipated
71801330005	21	Flood Response Vehicle CRR	0	52 082	0	Order Issued to Supplier	No challenges anticipated
71602102260	22	Mobile Generator Trailer CRR	0	21 686	0	In Process	No challenges anticipated
71602102302	23	Repeater	0	219 602	0	In Process	No challenges anticipated
74402100902	24	Drone: Donated PPE	0	35 000	0	In Process	No challenges anticipated
71207104181	25	Monitors	0	7 398	0	Order Issued to Supplier	No challenges anticipated
71801330004	26	Water Truck 5'000 Liter	0	1 200 000	0	In Process	No challenges anticipated
Totals			158 300 075	53 316 191	28 309 104		




Commitments against capital for the month March 2024				
71010110001	1	Upgrading of buildings - Retrofitting EEDS		1 520 231
71801330002	18	Flood Response Vehicle		2 500 000
71801330005	21	Flood Response Vehicle CRR		52 081
74402100901	9	Landfill Site: PPE		1 536 330
71207104181	25	Monitors		6 196
		Total Commitments		5 614 838

SECTION 12 – OPERATIONAL PROJECTS PERFORMANCE

Refer to table below for the actual expenditure against the budgeted amounts for the largest operational projects budgeted for in the 2023/24 financial year:

Cost Centre	Description	FULL YEAR TOTAL BUDGET	Quarter 1	Quarter 2	Quarter 3	Year to date actual at the end of the 3rd Quarter 2023/24	% Spent
Office: of the Executive Mayor	Donations	368 810	162 500	109 163	33 000	304 663	83%
Office: of the Executive Mayor	Donations - Christmas Hampers	194 750	-	160 874	-	160 874	83%
Marketing publicity& media cor	Municipal Newsletters -ExpOther expenditure	40 042	26 086	-	-	26 086	65%
Training & Development	Bursaries	293 223	18 420	-	16 790	35 210	12%
Training & Development	Facilitator - MMC	1 272 333	94 664	-	638 879	733 542	58%
OHS	Maintenance of Fire Equipment	85 280	10 244	53 919	5 522	69 685	82%
OHS	Medical for Employees	125 897	-	750	49 596	50 346	40%
Led	SCEP - Monetary allocations	270 000	-	191 304	-	191 304	71%
Led	Film Office	205 000	-	-	-	-	0%
Led	SME Support Programme	600 000	-	600 000	-	600 000	100%
Regional planning	Maintenance of equipment	115 200	22 818	22 041	65 577	110 435	96%
Regional planning	Maintenance of :Sanitation Infrastructure	35 732	-	14 492	21 239	35 732	100%
Regional planning	Maintenance of Water supply Infrastructure	119 570	-	20 765	-	20 765	17%
Regional planning	Maintenance of building: municipal offices	785 263	235 901	61 060	107 207	404 168	51%
Tourism	Tourism Marketing	363 239	-	208 696	2 285	210 980	58%
EPWP Projects	EPWP Projects	2 179 000	1 100 044	1 051 853	- 611 211	1 540 687	71%
Fire fighting	Maintenance of Transport Assets	62 072	370	35 839	10 106	46 315	75%
Fire fighting	Maintenance of Transport Assets:Emergency	230 563	33 112	80 124	29 836	143 072	62%
Fire fighting	Maintenance of Mechanical Equipment	39 767	-	11 185	12 795	23 980	60%
Fire fighting	Maintenance of Transport Assets:Conditional Ba	148 035	5 100	40 022	35 281	80 403	54%
Municipal Health Services: Adminis	Samples and Specimens -ExpOther expenditure	1 388 204	240 025	430 219	498 974	1 169 218	84%
Resorts: Swartvlei	Maintenance of Sanitation infrastructure	130 450	-	-	-	-	0%
Resorts: Victoriabaai	Maintenance of Community assets- outdoor facil	45 455	-	22 266	5 631	27 897	61%
Resorts: Calitzdorp Spa Resort	Maintenance of Buildings and Facilities -ExpOt	81 161	52 784	-	24 634	77 418	95%
Resorts: Calitzdorp Spa Resort	Maintenance of Community Assets: Outdoor Facil	32 634	30 361	2 273	-	32 633	100%
Resorts: De Hoek Mountain Resor	Maintenance of Community Assets:Sport and Recr	16 747	-	-	16 747	16 747	100%
Resorts: De Hoek Mountain Resor	Maintenance of Community Assets:Outdoor Facili	32 986	6 845	15 036	9 772	31 653	96%
Enviromental Management	GREF database maintenance and development and	94 714	-	60 500	-	60 500	64%
Air quality control	Air Quality Sampling	150 000	130 647	-	-	130 647	87%

SECTION 13 – SECTION 11 WITHDRAWALS

 PROVINCIAL TREASURY Withdrawals from Municipal Bank Accounts In accordance with Section 11, Sub-section 1 (b) to (j) 			
NAME OF MUNICIPALITY:		GARDEN ROUTE DISTRICT MUNICIPALITY	
MUNICIPAL DEMARCATION CODE:		DC4	
QUARTER ENDED:		31-Mar-24	
MFMA section 11. (1) Only the <i>accounting officer</i> or the <i>chief financial officer</i> of a <i>municipality</i> , or any other senior financial official of the <i>municipality</i> acting on the written authority of the <i>accounting officer</i> may withdraw money or authorise the withdrawal of money from any of the <i>municipality's</i> bank accounts, and may do so only -		Amount	Reason for withdrawal
(b) to defray expenditure authorised in terms of section 26(4);		none	
(c) to defray unforeseeable and unavoidable expenditure authorised in terms of section 29(1);		none	
(d) in the case of a bank account opened in terms of section 12. to make payments from the account in accordance with subsection (4) of that section;		none	
(e) to pay over to a person or organ of state money received by the <i>municipality</i> on behalf of that person or organ of state, including -		none	
(i) money collected by the <i>municipality</i> on behalf of that person or organ of state by agreement; or		none	
(ii) any insurance or other payments received by the <i>municipality</i> for that person or organ of state;		none	
(f) to refund money incorrectly paid into a bank account;		none	
(g) to refund guarantees, sureties and <i>security</i> deposits;		none	
(h) for cash management and <i>investment</i> purposes in accordance with section 13;		R 35 000 000,00	Investments made for Quarter 3
(i) to defray increased expenditure in terms of section 31; or			
(j) for such other purposes as may be <i>prescribed</i> .		R 119 207 036,63	Quarter 3 expenditure
(4) The <i>accounting officer</i> must within 30 days after the end of each <i>quarter</i> -		Name and Surname: M Stratu	
(a) table in the <i>municipal council</i> a consolidated report of all withdrawals made in terms of subsection (1)(b) to (j) during that <i>quarter</i> ; and		Rank/Position: Municipal Manager	
(b) submit a copy of the report to the relevant <i>provincial treasury</i> and the <i>Auditor-General</i> .		Signature: 	
Tel number	Fax number	Email Address	
0448031340		corin@grdm.gov.za	
The completed form must reach Mr Edwin Nkuna at the Provincial Treasury, Private Bag x 9165, 7 Wale Street, Cape Town, 8000, Tel: 021 483 8662, Fax 021 483 8623, Email: enkuna@pgwc.gov.za on or before the 15th of the month following the end of each quarter.			

SECTION 14 – MUNICIPAL MANAGER’S QUALITY CERTIFICATE



54 York Street, George, Western Cape 6529	PO Box 12, George, Western Cape 6530	Tel: 044 803 1300 Fax: 086 555 6303 E-mail: info@gardenroute.gov.za www.gardenroute.gov.za
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OFFICE OF THE MUNICIPAL MANAGER

Enquiries: Louise Hoek
Reference: 6/1/1 – 23/24
Date: 15 April 2024

Provincial Treasury
Local Government Budget Analysis
Private Bag X9165
CAPE TOWN
8000

National Treasury
Local Government Budget Analysis
Private Bag X115
PRETORIA

Sir / Madam

QUALITY CERTIFICATE

I, M STRATU, the accounting officer of **GARDEN ROUTE DISTRICT MUNICIPALITY (DC4)**, hereby certify that the-

- The monthly budget statement
- Quarterly report on the implementation of the budget and financial state of affairs of the municipality**
- Mid- year budget and performance assessment

for the mid-year assessment for the period ended **31 March 2024**, has been prepared in accordance with the Municipal Finance Management Act (Act 56 of 2003) and regulations made under the Act.

Print Name MONA STRATU

Accounting Officer (acting) of **GARDEN ROUTE DISTRICT MUNICIPALITY (DC4)**.

Signature 
Date 16/4/2024



PERFORMANCE MANAGEMENT

Quarter 3

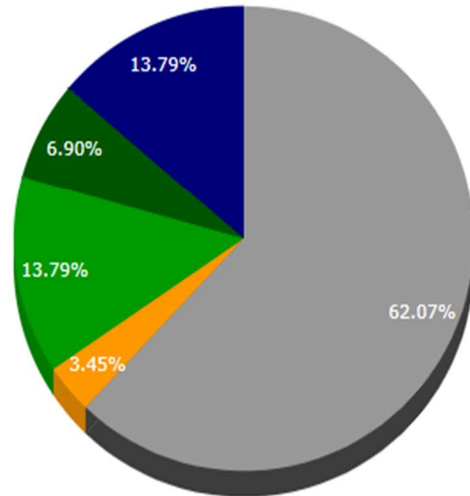
January – March 2024

Top Layer KPI Report

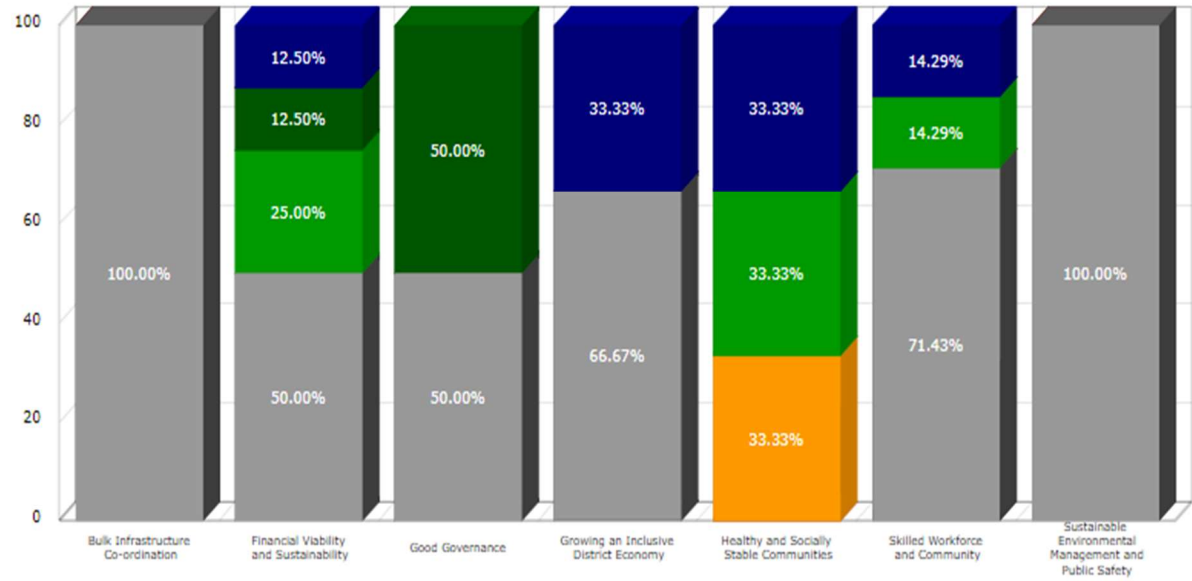
Report drawn on 16 April 2024 at 16:39

for the months of Quarter ending March 2024 to Quarter ending March 2024.

Garden Route District Municipality



Strategic Objective



	Garden Route District Municipality	Strategic Objective							
		Bulk Infrastructure Co-ordination	Financial Viability and Sustainability	Good Governance	Growing an Inclusive District Economy	Healthy and Socially Stable Communities	Skilled Workforce and Community	Sustainable Environmental Management and Public Safety	[Unspecified]
■ Not Yet Applicable	18 (62.07%)	3 (100.00%)	4 (50.00%)	1 (50.00%)	2 (66.67%)	-	5 (71.43%)	3 (100.00%)	-
■ Not Met	-	-	-	-	-	-	-	-	-
■ Almost Met	1 (3.45%)	-	-	-	-	1 (33.33%)	-	-	-
■ Met	4 (13.79%)	-	2 (25.00%)	-	-	1 (33.33%)	1 (14.29%)	-	-
■ Well Met	2 (6.90%)	-	1 (12.50%)	1 (50.00%)	-	-	-	-	-
■ Extremely Well Met	4 (13.79%)	-	1 (12.50%)	-	1 (33.33%)	1 (33.33%)	1 (14.29%)	-	-
Total:	29	3	8	2	3	3	7	3	-
	100%	10.34%	27.59%	6.90%	10.34%	10.34%	24.14%	10.34%	-

Performance Key:

KPI not applicable = Target not set for the term under review

KPI not Met = 0 %< = Actual/Target< = 74.9%

Almost Met = 75 %< = Actual/Target < = 99.99%

Met = 100% Actual meets Target

KPI Well Met = 100.001% < = Actual/Target < = 149.9%

KPI Extremely Well Met = 150 000 %< = Actual/Target

Annexure A

OFFICE OF THE MUNICIPAL MANAGER

KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2024				Yearly Target	Year to Date
					Target	Actual	R	Corrective Measures/ Comment	Target	Actual
TL1	Complete 85% of the Risk Based Audit Plan (RBAP) for the 2023/24 financial year by 30 June 2024 [(Number of audits and tasks completed for the period identified in the RBAP/ Number of audits and tasks identified in the RBAP) x 100]	% of the Risk Based Audit Plan completed by 30 June 2024	Good Governance	93%	25%	55%	G2	-	85%	55%
TL2	The percentage of the municipal capital budget spent on capital projects by 30 June 2024 [(Actual amount spent on capital projects /Total amount budgeted for capital projects) x 100]	% of capital budget spent by 30 June 2024	Financial Viability	59%	40%	64%	B	-	95%	64%
TL3	Award 10 external bursaries to qualifying candidates by 31 March 2024	Number of external bursaries awarded by March 2024	Skilled Workforce and Community	7	10	19	B	-	10	19
TL4	Strategic Risk register of the Organization submitted to Council by 30 June 2024	Submit the Strategic Risk register to Council by 30 June 2024	Good Governance	1	0	0	N/A	-	1	N/A

FINANCIAL SERVICES

KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2024				Yearly Target	Year to date
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					Target	Actual	R	Corrective Measures/ Comment	Target	Actual
TL5	Review the budget, cash and cash reserve policies in preparation for the final budget of 2023/24 and submit to Council by 31 March 2024	Reviewed policies submitted to Council for approval by 31 March 2024	Financial Viability	1	1	1	G	-	1	1
TL6	Achieve cash coverage ratio of 3 months. Financial viability measured in terms of the available cash to cover fixed operating expenditure by 30 June 2024[(Cash and Cash Equivalents - Unspent Conditional Grants - Overdraft + Short Term Investment) / Monthly Fixed Operational Expenditure excluding (Depreciation, Amortisation, and Provision for Bad Debts, Impairment and Loss on Disposal of Assets)]	Number of months that available cash is sufficient to cover the monthly operating expenditure	Financial Viability	3.62	N/A	N/A	N/A	-	3	3
TL7	Achieve a current ratio of 1.5 (Current assets: Current liabilities) by 30 June 2024	Number of times the Municipality can pay back its short term- liabilities with its short-term assets by 30 June 2024	Financial Viability	1.84	N/A	N/A	N/A	-	1.5	N/A

FINANCIAL SERVICES

KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2024	Yearly Target	Year to Date
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					Target	Actual	R	Corrective Measures/ Comment	Target	Actual
TL8	Financial viability measured in terms of the municipality's ability to meet its service debt obligations by 30 June 2024 [(Short Term Borrowing + Bank Overdraft + Short Term Lease + Long Term Borrowing + Long Term Lease) / (Total Operating Revenue - Operating Conditional Grant) x 100]	% of debt coverage	Financial Viability	0.04%	N/A	N/A	N/A	-	45%	N/A
TL9	Compilation of the Annual Financial Statements (AFS) for the 2022/23 financial year and submit to the Auditor- General (AG) by 31 August 2023	Compilation and submission of the AFS to the AG by 31 August 2023	Financial Viability	1	N/A	N/A	N/A	-	1	1
TL10	Compile the Mid-year Financial Statements for the 2023/24 financial year and submit to Audit Performance and Audit Committee (APAC) by 28 February 2024	Compilation and submission of the Mid-year Financial Statements to APAC by 28 February 2024	Financial Viability	1	1	1	G	-	1	1

PLANNING AND ECONOMIC DEVELOPMENT									
KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2024			Yearly Target	Year to date

					Target	Actual	R	Corrective Measures/Comment	Target	Actual
TL11	Report bi-annually to Council on the progress in terms of the Growth and Development Strategy initiatives within the District	Number of reports submitted	Growing an Inclusive District Economy	2	N/A	N/A	N/A	-	2	1
TL12	Create job opportunities through the Expanded Public Works Programme (EPWP) for the organisation by 30 June 2024	Number of job opportunities created through the Expanded Public Works Programme (EPWP) by 30 June 2024	Growing an Inclusive District Economy	486	N/A	N/A	N/A	-	312	477
TL13	Spend 95% of the project budget for upgrade of buildings (retrofitting) in terms of the Energy Efficiency Demand Side Management (EEDSM) by 30 June 2024 [(Actual amount spent on project /Total amount budgeted for project) x 100]	% of project budget spent	Growing an Inclusive District Economy	95%	40%	81%	B	-	95%	81%

CORPORATE SERVICES

KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2024				Yearly Target	Year to date
					Target	Actual	R	Corrective Measures/Comment	Target	Actual
TL14	Develop an Organisational Skills Development Plan for 2024/25 and submit to Council by 30 June 2024	Organisational Skills Development Plan for 2024/25 submitted by 30 June 2024	Skilled Workforce and Community	1	N/A	N/A	N/A	-	1	N/A
TL15	Number of people from employment equity target groups that will be appointed in the three highest levels of management during the 2023/24 financial year in compliance with the municipality's approved employment equity plan (senior officials & managers, professionals, technicians and associate professionals)	Number of people appointed in the three highest levels of management in compliance with the municipality's approved employment equity plan (senior officials & managers, professionals, technicians and associate professionals)	Skilled Workforce and Community	1	N/A	N/A	N/A	-	1	N/A
TL16	Spend 1% of personnel budget on training by 30 June 2024 [(Actual total training expenditure/total personnel budget) x 100]	% of the personnel budget spent on training by 30 June 2024	Skilled Workforce and Community	1%	N/A	N/A	N/A	-	1%	N/A
TL17	Limit vacancy rate to 10% of budgeted post by 30 June 2024[(Number of funded posts vacant/number of funded posts) x 100]	% vacancy rate	Skilled Workforce and Community	9.25%	N/A	N/A	N/A	-	10%	N/A
TL18	Submit the GRSM Skills Mecca Progress reports linking to the Growth and Development Strategy to Council on a quarterly basis	Number of reports submitted	Skilled Workforce and Community	4	1	1	G	-	4	3

COMMUNITY SERVICES										
KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2024				Yearly Target	Year to date
					Target	Actual	R	Corrective Measures/Comment	Target	Actual
TL19	Spend 95% of the project budget for the Fire station in George by 31 December 2023 [(Actual amount spent on project /Total amount budgeted for project) x 100]	% of project budget spent	Healthy and Socially Stable Communities	100%	95%	97%	B	-	95%	97%
TL20	Spend 95% of the project budget for the Regional Landfill Facility by 30 June 2024 [(Actual amount spent on project /Total amount budgeted for project) x 100]	% of project budget spent	Sustainable Environmental Management and Public Safety	50.32%	N/A	N/A	N/A	-	95%	N/A
TL21	Spend 95% of the project budget for Hazmat Rescue, Fire Equipment by 30 June 2024 [(Actual amount spent on project /Total amount budgeted for project) x 100]	% of project budget spent	Healthy and Socially Stable Communities	91%	90%	87%	O	Funding is spent as the project progress.	95%	87%
TL22	Purchase a Fire Fighting Light Duty Vehicle (LDV) by 30 June 2024	Number of Fire Fighting LDV Vehicles purchased	Sustainable Environmental Management and Public Safety	New Performance Indicator for 2023/2024	N/A	N/A	N/A	-	1	N/A

COMMUNITY SERVICES

KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2024				Yearly Target	Year to date
					Target	Actual	R	Corrective Measures/Comment	Target	Actual
TL23	Conduct 12 air quality emission testing methodologies by 30 June 2024	Number of air quality emission testing methodologies conducted	Healthy and Socially Stable Communities	9	3	3	G	-	12	9
TL24	Conduct a Garden Route Clean Fires Air Quality Awareness Campaign at Primary Schools by 30 June 2024	Number of awareness campaigns conducted	Sustainable Environmental Management and Public Safety	New Performance Indicator for 2023/2024	N/A	N/A	N/A	-	1	N/A

ROADS AND TRANSPORT SERVICES										
KPI Ref	KPI	Unit of Measurement	Strategic Objective	Baseline	Quarter ending March 2024				Yearly Target	Year to date
					Target	Actual	R	Corrective Measures/ Comment	Target	Actual
TL25	Create 60 job opportunities through the Roads Services by 30 June 2024	Number of Jobs created by 30 June 2024	Skilled Workforce and Community	136	N/A	N/A	N/A	-	60	97
TL26	Spent 95% of the roads budget allocation by 31 March 2024 (Actual expenditure divided by approved allocation received)	% of the roads spent by 31 March 2024	Financial Viability and Sustainability	98.8%	95%	101.63%	G2	-	95%	101.63 %
TL27	Reseal 41.09 km of roads by 30 June 2024	Number of km's of roads resealed	Bulk Infrastructure Co-ordination	28.09	N/A	N/A	N/A	-	41.09	N/A
TL28	Regravel 29.52 km of roads by 30 June 2024	Number of km's of roads regavelled by 30 June 2024	Bulk Infrastructure Co-ordination	15.41	N/A	N/A	N/A	-	29.52	N/A
TL29	Submit the Integrated Transport Plan for approval to Council by 31 December 2023	Plan submitted by 31 December 2023	Bulk Infrastructure Co-ordination	New Performance Indicator for 2023/2024	N/A	N/A	N/A	-	1	1

Discussion

With regards to the reporting information and our current performance management system, it is hereby recommended that the following be taken into consideration for the adjustments when communicated in May 2024.

- We are currently experiencing a technical problem with our electronic system, but the designated service provider is attending to this.
- We could not report per Department during this quarter and the graphs provided reflect the performance per the strategic objectives of the organization.
- All alignments relating to the strategic objectives will be rectified to speak to the approved TL SDBIP and will be communicated during the adjustment report that will serve at Council during May 2024.
- A revised SDBIP will be made public for perusal after Council's approval during May 2024.

