



2023/2024
FINANCIAL YEAR

**MONTHLY
FINANCIAL
MONITORING
REPORT**

M11: 31 May 2024



Garden Route District Municipality
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Table of Contents	2
Glossary	3
Legislative Framework	4
PART 1 – IN YEAR REPORT	5
Section 1 – Resolutions	5
Section 2 – Executive summary	5
Section 3 – In-year budget statement tables	9
PART 2 – SUPPORTING DOCUMENTATION	
Section 4 – Debtor’s analysis	28
Section 5 – Creditors analysis	35
Section 6 – Investment portfolio analysis	35
Section 7 – Allocation and grant receipts and expenditure	36
Section 8 – Expenditure on councillor and staff related expenditure	37
Section 9 – Municipal Manager’s quality certification	38

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 revise its Adjusted 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. Adjusted 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 and to compensate loss of RSC levies.

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 accounting standards 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 Accounts

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 within a vote.

Virement Policy - The policy that sets out the rules for budget transfers. Virements are normally allowed within a vote. Transfers between votes must be approved 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 71: Monthly budget statements

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

PART 1 – IN-YEAR REPORT

Section 1 – Resolutions

These are the resolutions being presented to Council in the monthly report on the implementation of the budget and the financial state of affairs of the municipality as required in terms of Section 71 of the Municipal Finance Management Act, Act 56 of 2003 and the Municipal Budget and Reporting Regulations.

Regulation 28 of the Municipal Budget and Reporting Regulations states:

“The monthly budget statement of a municipality must be in the format specified in Schedule C and include all the required tables, charts and explanatory information, taking into account any guidelines issued by the Minister in terms of section 168(1) of the Act.”

Recommendations:

- That Council takes note of the monthly budget statement and supporting documentation for the month ended 31 May 2024.

Section 2 – Executive summary

2.1 Introduction

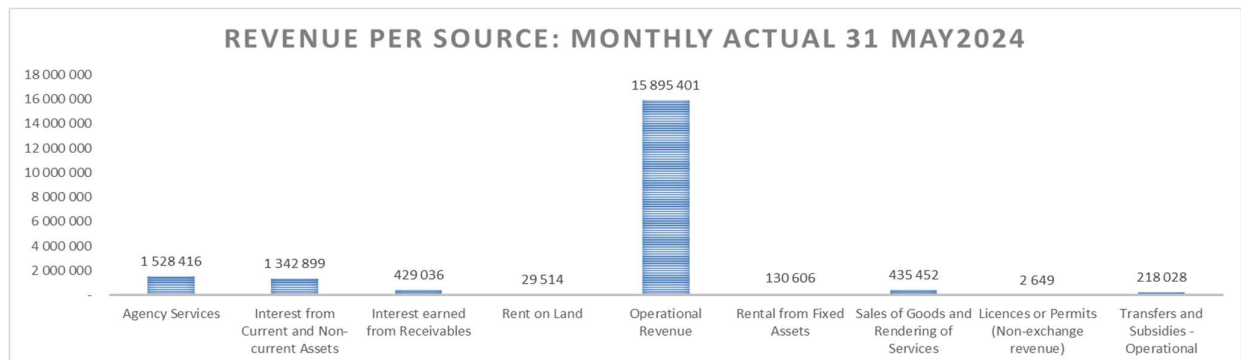
The aim of the Financial Monitoring Report (FMR) is to provide a monthly update and report on the municipality’s consolidated performance in terms of the budget, indicate any material variances from the Service Delivery and Budget Implementation Plan (SDBIP) and provide any remedial actions or corrective steps to be taken.

2.2 Consolidated Performance

2.2.1 Against Approved Budget

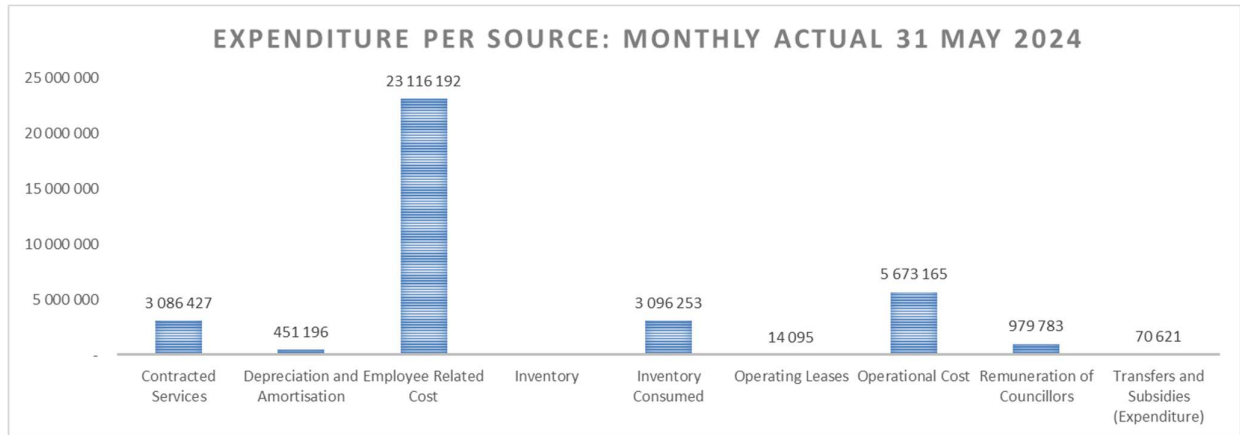
Revenue by source

The total revenue received for the month ended 31 May 2024 amounted to **R20,012,001 (YTDA: R438,257,441 and YTDB: R450,837,652)** which represents **4%** of the total adjusted budgeted figure of **R491,822,893 (including Roads)**.



Operating Expenditure by type

Operating expenditure for the month ended 31 May 2024 amounted to **R36,471,946 (YTDA: R423,989,404 and YTDB: R449,322,441)** with a total adjusted budgeted figure of **R490,169,936 (including Roads)**. The operational expenditure for the month is **7%** of the total budget. Most of the expenditure relates to Employee and Councillor remuneration costs of **R24,095,975 (66%** of the monthly expenditure).



Capital Expenditure

The adjusted capital budget for the financial year amounts to **R53,316,191**. Capital expenditure of **R46,375,755 (including orders)** was recorded for the period ended 31 May 2024. The largest item on the capital budget (R32,000,000) is the construction of the regional landfill site (actual expenditure on the landfill site to date (including orders) is R 26,198,524). Construction commenced to the end of the 2022/2023 financial year.

NOTE:

All YTDB amounts were re-calculated manually (total budget/12*11), 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.

budget related enquiries. The service provider is in progress of addressing the system related issues. Issues have been logged with the service provider's helpdesk for system issues.

Conclusion

Detailed analysis of the municipal performance for the month ended 31 May 2024 is presented under the different sections of the report.

Section 3 – In-year budget statement tables

3.1 Monthly budget statements

3.1.1 Table C1: S71 Monthly Budget Statement Summary

DC4 Garden Route - Table C1 Monthly Budget Statement Summary - M11 May

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	-	-	-	6 281	(6 281)	-100%	-
Investment revenue	10 253	-	-	-	-	-	-	-	-
Transfers and subsidies - Operational	189 810	212 004	213 905	218	193 430	195 908	(2 479)	-1%	213 905
Other own revenue	215 857	268 245	264 102	19 794	238 320	244 246	(5 926)	-2%	-
Total Revenue (excluding capital transfers and contributions)	415 921	517 937	478 007	20 012	431 750	446 436	(14 686)	-3%	478 007
Employee costs	279 902	300 666	288 315	23 116	270 301	265 444	4 857	2%	288 315
Remuneration of Councillors	12 306	14 216	13 397	980	11 466	12 417	(951)	-8%	13 397
Depreciation and amortisation	5 766	5 106	5 960	451	4 963	5 321	(358)	-7%	5 960
Interest	148	8 820	1 428	-	603	2 541	(1 938)	-76%	1 428
Inventory consumed and bulk purchases	51 426	51 861	56 162	3 096	48 503	50 694	(2 191)	-4%	56 162
Transfers and subsidies	4 642	2 501	2 348	71	1 815	2 177	(363)	-17%	2 348
Other expenditure	79 533	149 034	122 560	8 758	86 339	119 038	(32 699)	-27%	122 560
Total Expenditure	433 724	532 204	490 170	36 472	423 989	457 632	(33 643)	-7%	490 170
Surplus/(Deficit)	(17 803)	(14 267)	(12 163)	(16 460)	7 760	(11 196)	18 957	-169%	(12 163)
Transfers and subsidies - capital (monetary allocations)	3 765	8 481	13 781	-	6 481	12 551	(6 070)	-48%	13 781
Transfers and subsidies - capital (in-kind)	3 284	-	35	-	-	26	(26)	-100%	35
Surplus/(Deficit) after capital transfers & contributions	(10 755)	(5 786)	1 653	(16 460)	14 241	1 381	12 860	931%	1 653
Share of surplus/ (deficit) of associate	108	-	-	-	27	-	27	#DIV/0!	-
Surplus/ (Deficit) for the year	(10 647)	(5 786)	1 653	(16 460)	14 268	1 381	12 887	933%	1 653
Capital expenditure & funds sources									
Capital expenditure	39 537	158 300	53 316	6 634	37 427	67 172	(29 745)	-44%	53 316
Capital transfers recognised	3 149	8 481	13 221	618	6 751	12 131	(5 380)	-44%	13 221
Borrowing	18 192	143 981	32 000	5 647	23 662	47 997	(24 335)	-51%	32 000
Internally generated funds	18 196	5 838	8 095	370	7 014	7 044	(30)	-0%	8 095
Total sources of capital funds	39 537	158 300	53 316	6 634	37 427	67 172	(29 745)	-44%	53 316
Financial position									
Total current assets	173 080	149 940	147 615	-	223 131	-	-	-	147 615
Total non current assets	314 101	482 146	362 826	-	345 433	-	-	-	362 826
Total current liabilities	84 581	62 133	74 173	-	61 456	-	-	-	74 173
Total non current liabilities	135 824	316 731	179 546	-	238 625	-	-	-	177 893
Community wealth/Equity	266 777	253 223	256 723	-	268 482	-	-	-	256 723
Cash flows									
Net cash from (used) operating	16 093	(4 936)	2 426	(33 158)	(28 134)	2 000	30 134	1506%	2 426
Net cash from (used) investing	(26 809)	(158 272)	(53 288)	(6 634)	(37 427)	(67 172)	(29 745)	44%	(53 288)
Net cash from (used) financing	711	144 200	35 637	134	98 855	35 000	(63 855)	-182%	35 637
Cash/cash equivalents at the month/year end	132 053	102 265	121 179	-	133 590	106 232	(27 359)	-26%	85 071
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	15 319	18 855	25 692	8 578	488	472	3 992	42 745	116 141
Creditors Age Analysis									
Total Creditors	2 267	72	95	106	2	-	306	421	3 269

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

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. In Table C3, Financial Performance is reported by municipal vote:

DC4 Garden Route - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M11 May

Description	Ref	2022/23	Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Year ID actual	Year ID budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		240 643	275 990	265 792	3 832	232 875	244 369	(11 494)	-5%	265 792
Executive and council		238 879	274 960	258 492	3 377	226 754	237 415	(10 661)	-4%	258 492
Finance and administration		1 763	1 029	7 300	456	6 121	6 954	(833)	-12%	7 300
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		9 762	15 036	15 826	443	11 609	15 817	(4 208)	-27%	15 826
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		9 382	14 597	10 381	381	8 719	10 145	(1 425)	-14%	10 381
Public safety		-	-	5 005	17	2 462	5 269	(2 808)	-53%	5 005
Housing		-	-	-	-	-	-	-	-	-
Health		380	439	440	45	428	403	25	6%	440
Economic and environmental services		172 672	195 060	210 206	15 737	193 774	192 106	1 669	1%	210 206
Planning and development		-	-	4 605	393	4 164	4 016	149	4%	4 605
Road transport		172 594	194 878	205 507	15 339	189 530	187 989	1 540	1%	205 507
Environmental protection		78	183	93	5	80	100	(20)	-20%	93
Trading services		-	40 332	-	-	-	6 722	(6 722)	-100%	-
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	40 332	-	-	-	6 722	(6 722)	-100%	-
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	423 077	526 418	491 823	20 012	438 257	459 013	(20 756)	-5%	491 823
Expenditure - Functional										
Governance and administration		145 063	182 063	173 528	11 107	136 830	160 261	(23 431)	-15%	173 528
Executive and council		50 821	55 515	54 053	3 421	40 078	49 792	(9 714)	-20%	54 053
Finance and administration		91 397	123 362	116 352	7 457	93 922	107 595	(13 673)	-13%	116 352
Internal audit		2 846	3 186	3 123	228	2 829	2 873	(44)	-2%	3 123
Community and public safety		81 518	91 305	82 914	7 482	75 787	77 394	(1 606)	-2%	82 914
Community and social services		6 644	8 016	7 421	555	6 924	6 933	(9)	0%	7 421
Sport and recreation		11 458	14 322	10 751	1 007	10 266	10 450	(184)	-2%	10 751
Public safety		27 355	28 546	27 829	2 877	24 294	25 608	(1 313)	-5%	27 829
Housing		-	-	-	-	-	-	-	-	-
Health		36 061	40 421	36 914	3 043	34 303	34 404	(100)	0%	36 914
Economic and environmental services		202 446	218 159	227 981	17 473	206 724	208 888	(2 164)	-1%	227 981
Planning and development		20 239	18 300	17 041	1 191	14 499	15 871	(1 371)	-9%	17 041
Road transport		178 721	195 904	207 178	15 950	188 785	189 414	(629)	0%	207 178
Environmental protection		3 486	3 955	3 762	333	3 440	3 604	(164)	-5%	3 762
Trading services		2 057	38 047	3 939	297	3 063	9 296	(6 232)	-67%	3 939
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		2 057	38 047	3 939	297	3 063	9 296	(6 232)	-67%	3 939
Other		2 639	2 630	1 807	113	1 585	1 794	(209)	-12%	1 807
Total Expenditure - Functional	3	433 724	532 204	490 170	36 472	423 989	457 632	(33 643)	-7%	490 170
Surplus/ (Deficit) for the year		(10 647)	(5 786)	1 653	(16 460)	14 268	1 381	12 887	933%	1 653

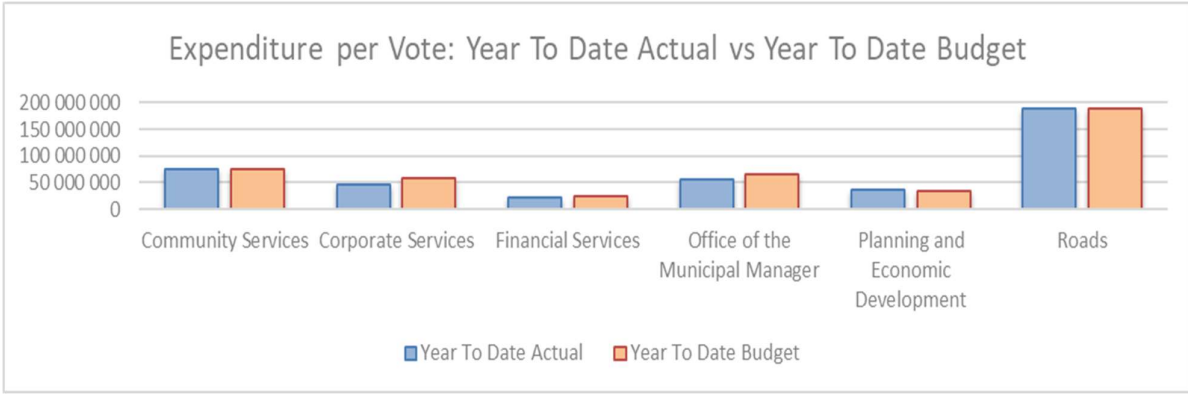
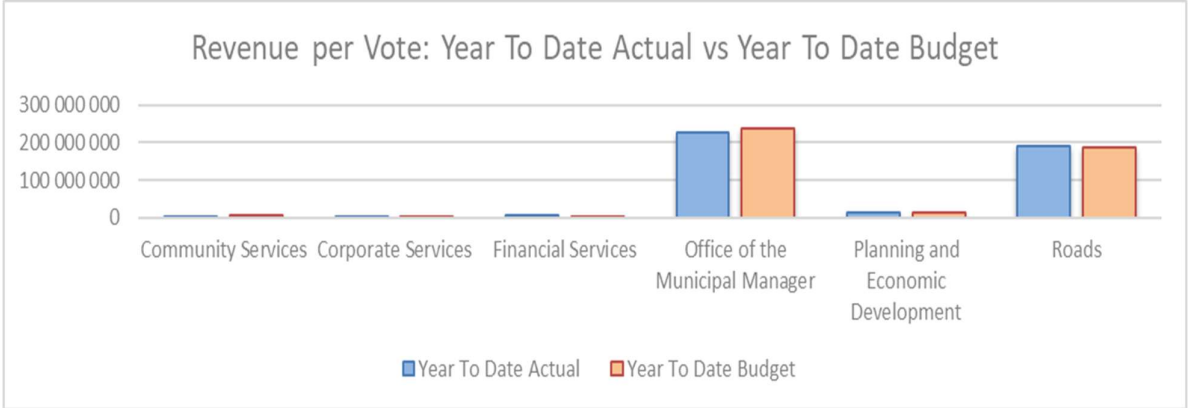
3.1.3 Table C3: Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote)

DC4 Garden Route - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M11 May

Vote Description	Ref	2022/23	Budget Year 2023/24							Full Year Forecast
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Year ID actual	Year ID budget	YTD variance	YTD variance %	
R thousands										
Revenue by Vote										
Vote 1 - Office of the Municipal Manager	1	238 879	274 960	258 492	3 377	226 754	237 415	(10 661)	-4,5%	258 492
Vote 2 - Office of the Municipal Manager (cont)		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		(4)	-	4 046	379	3 984	4 094	(110)	-2,7%	4 046
Vote 4 - Financial Services (cont)		-	-	-	-	(0)	-	(0)	#DIV/0!	-
Vote 5 - Corporate Services		1 764	1 029	2 203	76	1 202	1 898	(696)	-36,7%	2 203
Vote 6 - Corporate Services (cont)		-	-	1 042	-	929	955	(25)	-2,7%	1 042
Vote 7 - Community Services		380	439	440	45	428	403	25	6,1%	440
Vote 8 - Community Services (cont)		78	40 515	5 073	19	2 519	12 073	(9 554)	-79,1%	5 073
Vote 9 - Planning and Economic Development		4	-	35	3	28	26	2	8,4%	35
Vote 10 - Planning and Economic Development (cont)		5 701	7 612	10 859	692	9 408	9 901	(494)	-5,0%	10 859
Vote 11 - Planning and Economic Development(cont2)		3 681	6 985	4 127	82	3 476	4 259	(783)	-18,4%	4 127
Vote 12 - Roads		172 594	194 878	205 507	15 339	189 530	187 989	1 540	0,8%	205 507
Vote 13 - Roads (cont)		-	-	-	-	-	-	-	-	-
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	423 077	526 418	491 823	20 012	438 257	459 013	(20 756)	-4,5%	491 823
Expenditure by Vote										
Vote 1 - Office of the Municipal Manager	1	58 788	63 758	64 289	4 059	49 004	58 919	(9 915)	-16,8%	64 289
Vote 2 - Office of the Municipal Manager (cont)		6 265	6 734	6 853	536	6 235	6 261	(25)	-0,4%	6 853
Vote 3 - Financial Services		17 787	22 124	20 350	1 312	17 378	18 950	(1 572)	-8,3%	20 350
Vote 4 - Financial Services (cont)		5 803	6 511	5 965	420	5 598	5 559	39	0,7%	5 965
Vote 5 - Corporate Services		19 658	37 456	37 105	2 431	22 799	33 898	(11 098)	-32,7%	37 105
Vote 6 - Corporate Services (cont)		23 395	29 874	27 766	1 669	24 486	25 713	(1 228)	-4,8%	27 766
Vote 7 - Community Services		46 997	52 804	48 157	3 842	44 630	44 931	(301)	-0,7%	48 157
Vote 8 - Community Services (cont)		31 715	69 242	34 353	3 402	29 693	37 406	(7 713)	-20,6%	34 353
Vote 9 - Planning and Economic Development		18 107	20 176	15 363	998	14 598	14 845	(246)	-1,7%	15 363
Vote 10 - Planning and Economic Development (cont)		23 424	23 326	20 381	1 710	18 600	19 214	(614)	-3,2%	20 381
Vote 11 - Planning and Economic Development(cont2)		3 221	4 296	2 410	142	2 184	2 523	(340)	-13,5%	2 410
Vote 12 - Roads		114 056	124 074	128 925	10 581	120 321	117 987	2 334	2,0%	128 925
Vote 13 - Roads (cont)		64 508	71 830	78 253	5 370	68 464	71 427	(2 963)	-4,1%	78 253
Vote 14 -		-	-	-	-	-	-	-	-	-
Vote 15 -		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	433 724	532 204	490 170	36 472	423 989	457 632	(33 643)	-7,4%	490 170
Surplus/ (Deficit) for the year	2	(10 647)	(5 786)	1 653	(16 460)	14 268	1 381	12 887	933,2%	1 653

Reporting per municipal vote provide details on the spread of spending over the various functions of council. Revenue is mainly budgeted under the Executive and Council function and therefore most of the revenue will be reflected under this function. The integration of the Roads Agency function into the budget of Garden Route DM reflects under the Roads Transport municipal function above.

Refer to the charts below indicating the revenue and expenditure per vote (Year to Date Actual vs Year to Date Budget amount):



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

DC4 Garden Route - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M11 May

Description	Ref	Budget Year 2023/24								
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Year ID actual	Year ID 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	-	-	-	6 281	(6 281)	-100%	-	
Sale of Goods and Rendering of Services		15 181	26 779	15 586	435	11 385	16 153	(4 768)	-30%	
Agency services		188 140	214 389	20 921	1 528	16 961	19 314	(2 353)	-12%	
Interest							-	0%		
Interest earned from Receivables		4 189	3 371	5 649	429	4 495	4 855	(360)	-7%	
Interest from Current and Non Current Assets		10 253	10 134	10 263	1 343	9 944	9 386	557	6%	
Dividends							-	0%		
Rent on Land		573	627	472	30	465	459	7	1%	
Rental from Fixed Assets		1 315	3 377	1 571	131	1 477	1 741	(264)	-15%	
Licence and permits							-	0%		
Operational Revenue		6 385	9 386	209 571	15 895	193 536	192 257	1 279	1%	
Non-Exchange Revenue										
Property rates							-	0%		
Surcharges and Taxes		-	-	-	-	-	-	0%	-	
Fines, penalties and forfeits							-	0%		
Licence and permits		78	183	68	3	57	81	(24)	-30%	
Transfers and subsidies - Operational		189 810	212 004	213 905	218	193 430	195 908	(2 479)	-1%	
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)		415 921	517 937	478 007	20 012	431 750	446 436	(14 686)	-3%	478 007
Expenditure By Type										
Employee related costs		279 902	300 666	288 315	23 116	270 301	265 444	4 857	2%	288 315
Remuneration of councillors		12 306	14 216	13 397	980	11 466	12 417	(951)	-8%	13 397
Bulk purchases - electricity							-	0%		
Inventory consumed		51 426	51 861	56 162	3 096	48 503	50 694	(2 191)	-4%	56 162
Debt impairment		6 577	-	-	-	-	-	-	0%	-
Depreciation and amortisation		5 766	5 106	5 960	451	4 963	5 321	(358)	-7%	5 960
Interest		148	8 820	1 428	-	603	2 541	(1 938)	-76%	1 428
Contracted services		32 200	81 910	48 569	3 086	27 890	49 915	(22 025)	-44%	48 569
Transfers and subsidies		4 642	2 501	2 348	71	1 815	2 177	(363)	-17%	2 348
Irrecoverable debts written off		2 160	2 100	1 400	-	108	1 299	(1 190)	-92%	1 400
Operational costs		38 407	64 950	72 563	5 687	58 466	67 791	(9 325)	-14%	72 563
Losses on Disposal of Assets		136	-	-	-	-	-	-	0%	-
Other Losses		53	75	28	(16)	(125)	34	(159)	-473%	28
Total Expenditure		433 724	532 204	490 170	36 472	423 989	457 632	(33 643)	-7%	490 170
Surplus/(Deficit)		(17 803)	(14 267)	(12 163)	(16 460)	7 760	(11 196)	18 957	-169%	(12 163)
Transfers and subsidies - capital (monetary allocations)										
		3 765	8 481	13 781	-	6 481	12 551	(6 070)	-48%	13 781
Transfers and subsidies - capital (in-kind)		3 284	-	35	-	-	26	(26)	-100%	35
Surplus/(Deficit) after capital transfers & contributions		(10 755)	(5 786)	1 653	(16 460)	14 241	1 381			1 653
Income Tax							-	-		
Surplus/(Deficit) after income tax		(10 755)	(5 786)	1 653	(16 460)	14 241	1 381			1 653
Share of Surplus/Deficit attributable to Joint Venture										
Share of Surplus/Deficit attributable to Minorities										
Surplus/(Deficit) attributable to municipality		(10 755)	(5 786)	1 653	(16 460)	14 241	1 381			1 653
Share of Surplus/Deficit attributable to Associate										
Intercompany/Parent subsidiary transactions		108	-	-	-	27	-			-
Surplus/ (Deficit) for the year		(10 647)	(5 786)	1 653	(16 460)	14 268	1 381			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 revenue for the current month compared to the prior year comparative month:

Revenue	Monthly actual - May 2024	Monthly actual - May 2023	Percentage increase/ (decrease)	Comment
Agency Services	1 528 416,15	16 028 036,12	-90%	Roads reimbursive revenue allocation as recieved from the Department of Infrastructure was not included under Operational revenue in May 2023 but under Agency fees. The latest mSCOA chart released reclassified the reimbursive revenue allocation to Operational revenue in the current financial year (previously classified as Agency services).
Interest from Current and Non-current Assets	1 342 898,54	251 160,55	435%	Interest as derived from the bank balance and investments/ call accounts at the time. Investments are made for longer periods and interest received on a quarterly basis and not monthly.
Interest earned from Receivables	429 036,37	389 150,95	10%	Increase in outstanding debtor accounts resulted in higher interest in 2023/24
Rent on Land	29 514,40	37 343,79	-21%	Based on lease agreements entered into for the rental of the municipality's land. Properties section is in process of reviewing all lease agreements and ensuring market-related rent is received.
Operational Revenue	15 895 400,97	1 068 490,20	1388%	Roads reimbursive revenue allocation as recieved from the Department of Infrastructure was not included under Operational revenue in May 2023 but under Agency fees. The latest mSCOA chart released reclassified the reimbursive revenue allocation to Operational revenue in the current financial year (previously classified as Agency services).
Rental from Fixed Assets	130 606,32	103 873,42	26%	Based on lease agreements entered into for the rental of the municipality's land. Properties section is in process of reviewing all lease agreements and ensuring market-related rent is received.
Sales of Goods and Rendering of Services	435 451,62	327 042,72	33%	Due to an increase in camping fees
Licences or Permits (Non-exchange Revenue)	2 648,53	2 508,00	6%	Increase is in line with inflation
Transfers and Subsidies - Operational	218 027,80	-18 000,00	-1311%	Grants received as per transfer payment agreement
Grand Total	20 012 000,70	18 189 605,75	10%	

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

Revenue	Year To Date Actual (YTDA) - May 2024	Year To Date Budget (YTDB) - May 2024	YTDA/YTDB	Comment
Agency Services	16 960 970,92	19 177 952,75	88%	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 (R8,2 million) 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	9 943 549,48	9 408 112,08	106%	YTDA vs YTDB is aligned
Interest earned from Receivables	4 494 936,52	5 178 096,00	87%	Based on outstanding debtor accounts
Rent on Land	465 253,60	432 825,25	107%	Based on lease agreements entered into for the rental of the municipality's land. Properties section is in process of reviewing all lease agreements and ensuring market-related rent is received.
Operational Revenue	193 536 301,29	192 106 482,33	101%	YTDA vs YTDB is aligned
Rental from Fixed Assets	1 476 966,91	1 440 331,75	103%	YTDA vs YTDB is aligned
Sales of Goods and Rendering of Services	11 384 721,93	14 287 476,50	80%	Included under this revenue is revenue received from resorts as well as fire fighting fees. Majority of the revenue shortfall relates to the following: - Lower occupancy rate than anticipated on the revenue from camping fees. - Fire fighting revenue which are normally received during the high fire season December - March. There has not been any major fires up to May 2024.
Licences or Permits (Non-exchange Revenue)	57 010,68	61 978,58	92%	YTDA vs YTDB is aligned
Transfers and Subsidies - Capital	6 481 000,00	12 664 666,67	51%	Grants received as per transfer payment agreement
Transfers and Subsidies - Operational	193 429 855,03	196 079 730,00	99%	Grants received as per transfer payment agreement (including Equitable share)
Grand Total	438 257 441,36	450 837 651,92	97%	

Sales of Goods and Rendering of Services:

The income for Sales of Goods and Rendering of Services reported for the month ended 31 May 2024 amounts to R435,452 (YTDA: R11,384,722 and YTDB: R14,287,477). 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 Infrastructure – 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 month ended 31 May 2024 to the amount of R1,528,416 (YTDA: R16,960,971 and YTDB: R19,177,953).

Interest earned from Receivables / Outstanding debtors:

The interest on outstanding debtors for the month ended 31 May 2024 amounts to R429,036 (YTDA: R4,494,937 and YTDB: R5,178,096). 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 month of 31 May 2024 amounts to R1,342,899 (YTDA: R9,943,549 and YTDB: R9,408,112). 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 R29,514 for the month ended 31 May 2024 (YTDA: R465,254 and YTDB: R432,825). The revenue is based on rental agreements entered; the property and legal section are in process of reviewing all lease agreements to ensure market related revenue is received from all rental land/ properties.

Rental from Fixed Assets of facilities and equipment:

The income for rental of facilities and equipment reported for the month ended 31 May 2024 amounts to R130,606 (YTDA: 1,476,967 and YTDB: R1,440,332). The revenue is based on rental agreements entered; the property and legal section are in process of reviewing all lease agreements to ensure market related revenue is received from all rental land/ properties.

Operational Revenue:

Operational revenue reflects an amount of R15,895,401 for the month ended 31 May 2024 (YTDA: R193,536,301 and YTDB: R192,106,482). The major item included under Operational revenue consists of the Department of Infrastructure (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; as well as allocations received from National Departmental Agencies such as SETA funding. Transfers recognised reflects an amount of R218,028 for the month ended 31 May 2024 (YTDA: R193,429,855 and YTDB: R196,079,730). The allocations received are in accordance with the grant payment schedules.

Expenditure by Type

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

Refer to the below comparison of the expenditure for the current month compared to the prior year comparative month:

Expenditure	Monthly actual - May 2024	Monthly actual - May 2023	Percentage increase/ (decrease)	Comment
Contracted Services	3 086 426,70	2 582 054,68	20%	Due to an increase in the following Contracted Services sub-classifications in the current month compared to the prior year comparative month: - Contractors - Outsourced Services
Depreciation and Amortisation	451 195,86	427 261,37	6%	Variance is not significant
Employee Related Cost	23 116 191,99	22 832 441,80	1%	Variance is not significant
Inventory	-15 785,17	29 753,99	-153%	Relates to movements in net realisable value for inventory fuel (dip reading variances due to external factors e.g. air pressure, temperature, etc).
Inventory Consumed	3 096 252,82	2 935 076,36	5%	Variance is not significant
Operating Leases	14 094,80	99 002,14	-86%	Based on contractual agreements for leasing of equipment as well as the fire station building in the prior year, of which the lease agreement came to an end in January 2024 due to the opening of the new GRDM fire station.
Operational Cost	5 673 164,66	7 587 877,86	-25%	Largest decreases relates to the following Operational Cost sub-classifications in the current month compared to the prior year comparative month: - Professional Bodies, Membership and Subscription - Workmens Compensation Fund
Remuneration of Councillors	979 783,37	1 050 695,15	-7%	Due to a vacancy in council
Transfers and Subsidies (Expenditure)	70 620,70	104 309,15	-32%	Grants paid as per business plan
Grand Total	36 471 945,73	37 648 472,50	-3%	

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

Expenditure	Year To Date Actual (YTDA) - May 2024	Year To Date Budget (YTDB) - May 2024	YTDA/YTDB	Comment
Contracted Services	27 889 969,38	42 735 719,58	65%	Highest items of underspending relates to the following: - SETA projects still in process to be completed by 30 June 2024 - Municipal Systems Improvement Grant - no in-kind services received (R1 000 000) - Contracted fire services underspent due to no major fires occurring
Depreciation and Amortisation	4 963 154,46	5 463 337,00	91%	YTDA vs YTDB is aligned
Employee Related Cost	270 300 856,12	264 275 128,33	102%	YTDA vs YTDB is aligned
Interest Paid	603 053,95	1 309 227,33	46%	Relates to interest paid on loan for landfill site which is not yet operational
Inventory	-125 041,23	25 814,25	-484%	Relates to movements in net realisable value for inventory fuel (dip reading variances due to external factors e.g. air pressure, temperature, etc).
Inventory Consumed	48 502 976,61	50 840 842,25	95%	YTDA vs YTDB is aligned
Irrecoverable Debts Written Off	108 429,00	1 283 333,33	8%	Based on reports submitted to council for approval of write-offs
Operating Leases	621 834,84	779 867,00	80%	Based on contractual agreements for leasing of buildings and equipment
Operational Cost	57 843 708,36	68 200 084,33	85%	Due to the additional allocation received in March 2024 (R8,2m) from the Department of Infrastructure
Remuneration of Councillors	11 465 896,91	12 280 626,42	93%	Due to a vacancy in council
Transfers and Subsidies (Expenditure)	1 814 565,47	2 128 461,50	85%	Grants paid as per business plan
Grand Total	423 989 403,87	449 322 441,33	94%	

Employee Related cost / Remuneration of councillors:

Remuneration related expenditure (councillors and staff) for the month ended 31 May 2024 amounted to R24,095,975 (YTDA: R281,766,753 and YTDB: R276,555,755) of an adjusted budget amount of R300,280,826 which represents 61% of the total operating expenditure budget. The Remuneration related expenditure represents 66% of the total monthly expenditure.

Inventory Consumed:

Other materials consist of all inventories consumed, purchases for materials and supplies; and amounts to R3,096,253 (YTDA: R48,502,977 and YTDB: R50,840,842) for the month ended 31 May 2024 against a total adjusted budgeted amount of R56,966,769. The YTDA amount is in line with the YTDB amount.

Depreciation and amortisation:

Depreciation and amortisation of R451,196 was recognised in May 2024 (YTDA: R4,963,154 and YTDB: R5,463,337). 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 have been populated for the import of the audited Excel FAR into the Collaborator FAR. Reconciliations are being performed on the data and various set-ups done to movement accounts, etc., thereafter testing can commence on the collaborator asset register.

Contracted services:

The contracted services for the month ended 31 May 2024 amounts to R3,086,427 (YTDA: R27,889,969 and YTDB: R42,735,720) against a total adjusted budget amount of R46,996,000.

Majority of the underspending relates to the following:

- SETA projects still in process to be completed by 30 June 2024.
- Municipal Systems Improvement Grant - no in-kind services received (R1 000 000).
- Contracted fire services due to no major fires occurring.

Transfers and subsidies:

The transfers and subsidies expenditure for the month ended 31 May 2024 amounts to R70,621 (YTDA: R1,814,565 and YTDB: R2,128,462) against a total adjusted budget amount of R2,310,958.

Operational costs:

Operational costs for the month ended 31 May 2024 amounts to R5,673,165 (YTDA: R58,465,543 and YTDB: R68,979,951) against a total adjusted budget amount of R74,798,967.

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

3.1.5 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) - M11 May

Vote Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearID actual	YearID budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Office of the Municipal Manager		-	-	800	-	-	600	(600)	-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	316	560	224	336	150%	245
Vote 7 - Community Services		2 844	8 619	11 589	95	10 307	10 370	(63)	-1%	11 589
Vote 8 - Community Services (cont)		18 328	144 631	36 437	5 656	23 801	51 993	(28 192)	-54%	36 437
Vote 9 - Planning and Economic Development		-	-	-	-	-	-	-	-	-
Vote 10 - Planning and Economic Development (cont)		2 970	4 800	4 240	567	2 755	3 980	(1 225)	-31%	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	6 634	37 427	67 172	(29 745)	-44%	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	6 634	37 427	67 172	(29 745)	-44%	53 316
Capital Expenditure - Functional Classification										
Governance and administration		12 844	8 869	10 846	316	9 030	9 594	(564)	-6%	10 846
Executive and council		6 370	-	800	-	-	600	(600)	-100%	800
Finance and administration		6 474	8 869	10 046	316	9 030	8 994	36	0%	10 046
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		5 337	1 450	6 996	127	2 584	6 309	(3 724)	-59%	6 996
Community and social services		1 329	-	1 794	95	1 841	1 605	236	15%	1 794
Sport and recreation		3 498	800	800	22	603	733	(130)	-18%	800
Public safety		504	650	4 402	10	140	3 970	(3 830)	-96%	4 402
Housing		-	-	-	-	-	-	-	-	-
Health		7	-	-	-	-	-	-	-	-
Economic and environmental services		3 164	4 000	3 440	544	2 151	3 247	(1 095)	-34%	3 440
Planning and development		3 164	4 000	3 440	544	2 151	3 247	(1 095)	-34%	3 440
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		18 192	143 981	32 035	5 647	23 662	48 023	(24 361)	-51%	32 035
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		18 192	143 981	32 035	5 647	23 662	48 023	(24 361)	-51%	32 035
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	39 537	158 300	53 316	6 634	37 427	67 172	(29 745)	-44%	53 316
Funded by:										
National Government		2 970	4 000	3 440	544	2 151	3 247	(1 095)	-34%	3 440
Provincial Government		179	4 481	9 781	73	4 600	8 884	(4 284)	-48%	9 781
District Municipality		-	-	-	-	-	-	-	-	-
Department Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educ Institutions)		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		3 149	8 481	13 221	618	6 751	12 131	(5 380)	-44%	13 221
Borrowing	6	18 192	143 981	32 000	5 647	23 662	47 997	(24 335)	-51%	32 000
Internally generated funds		18 196	5 838	8 095	370	7 014	7 044	(30)	0%	8 095
Total Capital Funding		39 537	158 300	53 316	6 634	37 427	67 172	(29 745)	-44%	53 316

Refer to next page for a detailed breakdown of the capital expenditure:

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	2 151 378	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	5 706 821	5 465 323	Completed	The fire station is completed and operational from February 2024.
71801310002	4	Firestation: George	3 000 000	3 000 000	3 000 000	Completed	The fire station is completed and operational from February 2024.
71801330001	5	Firefighting Vehicle (bakkie)	981 000	981 000	0	Order Issued to Supplier	No challenges anticipated
73602102302	6	Vehicle (bakkie)	800 000	635 000	603 284	Order Issued to Supplier	No challenges anticipated
72305230001	7	Hazmat Rescue & Fire Equipment	150 000	150 000	139 759	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	23 661 618	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	73 451	Completed	Completed
71018104032	20	Council Chambers Chair	0	281 400	0	Order Issued to Supplier	No challenges anticipated
71801330005	21	Flood Response Vehicle CRR	0	112 082	0	Order Issued to Supplier	No challenges anticipated
71602102260	22	Mobile Generator Trailer CRR	0	21 686	21 686	Completed	Completed
71602102302	23	Repeater	0	219 602	219 601	Completed	Completed
74402100902	24	Drone: Donated PPE	0	35 000	0	In Process	No challenges anticipated
71207104181	25	Monitors	0	6 198	6 196	Completed	Completed
71801330004	26	Water Truck 5'000 Liter	0	1 200 000	0	Order Issued to Supplier	No challenges anticipated
71207104160	27	ICT Network Equipment / Tools	0	53 090	6 561	Order Issued to Supplier	No challenges anticipated
71207104164	28	Finger Scanners	0	106 600	0	Order Issued to Supplier	No challenges anticipated
71207104182	29	Laptops	0	178 555	176 114	In Process	No challenges anticipated
71207104183	30	Personal Computers (PC)	0	116 100	116 100	Completed	Completed
71207104184	31	Monitors (Standard & Large)	0	17 355	17 355	Completed	Completed
71207104186	32	ManageEngine Perpetual Licenses	0	36 200	0	Order Issued to Supplier	No challenges anticipated
72205104050	33	Furniture & Appliances	0	165 000	0	Order Issued to Supplier	No challenges anticipated
71207103901	34	Visio Standard Perpetual Licences	0	11 900	0	Order Issued to Supplier	No challenges anticipated
Totals			158 300 075	53 316 191	37 426 907		

Commitments against capital for the month May 2024				
71010110001	1	Upgrading of buildings - Retrofitting EEDS		1 096 936
71018104032	20	Council Chambers Chair		281 400
71207104160	27	ICT Network Equipment / Tools		46 515
71207104164	28	Finger Scanners		106 586
71207104186	32	ManageEngine Perpetual Licenses		36 189
71801330002	18	Flood Response Vehicle		2 500 000
71801330004	26	Water Truck 5'000 Liter		1 151 610
71801330005	21	Flood Response Vehicle CRR		112 081
71801330001	5	Firefighting Vehicle (bakkie)		934 397
72205104050	33	Furniture & Appliances		115 744
73602102302	6	Vehicle (bakkie)		11 304
72305230001	7	Hazmat Rescue & Fire Equipment		8 180
74402100901	9	Landfill Site: PPE		2 536 906
71207103901	34	Visio Standard Perpetual Licences		10 998
		Total Commitments		8 948 848

The largest item on the capital budget is the construction of the regional landfill site (R32,000,000).

3.1.6 Table C6: Monthly Budget Statement - Financial Position

DC4 Garden Route - Table C6 Monthly Budget Statement - Financial Position - M11 May

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	133 590	121 183
Trade and other receivables from exchange transactions		(61 746)	16 279	6 059	71 889	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	3 706	3 455
VAT		5 300	6 060	7 105	9 609	7 105
Other current assets		86 507	20 220	5 475	(3)	5 475
Total current assets		173 080	149 940	147 615	223 131	147 615
Non current assets						
Investments		27	28	28	28	28
Investment property		55 720	64 187	65 948	65 876	65 948
Property, plant and equipment		198 967	355 193	236 349	218 207	236 349
Biological assets						
Living and non-living resources						
Heritage assets						
Intangible assets		675	(26)	412	1 235	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	345 433	362 826
TOTAL ASSETS		487 181	632 086	510 441	568 564	510 441
LIABILITIES						
Current liabilities						
Bank overdraft						
Financial liabilities		1 099	100	663	663	663
Consumer deposits		711	468	637	580	637
Trade and other payables from exchange transactions		59 663	27 928	46 470	12 818	46 470
Trade and other payables from non-exchange transactions		(1 689)	4 588	2 649	8 149	2 649
Provision		25 598	26 843	22 791	30 601	22 791
VAT		(801)	2 207	963	8 646	963
Other current liabilities						
Total current liabilities		84 581	62 133	74 173	61 456	74 173
Non current liabilities						
Financial liabilities		650	170 315	35 583	97 535	35 583
Provision		12 088	12 024	13 738	12 125	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	238 625	177 893
TOTAL LIABILITIES		220 405	378 864	253 719	300 082	252 066
NET ASSETS	2	266 777	253 223	256 723	268 482	258 375
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		216 302	200 293	213 831	225 591	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	268 482	256 723

Financial ratios:

Current Ratio:	(Current Assets / Current Liabilities)		
	Norm: 1.5 - 2.1		
	31 May 2024	30 June 2023	
Current Assets	223 130 556	165 471 656	
Current Liabilities	61 456 115	82 598 391	
Current ratio	3,63	2,00	<i>times</i>
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 May 2024, GRDM's current ratio is 3,63 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 May 2024	30 June 2023	
Cash and cash equivalents	133 590 419	136 403 451	
Unspent conditional grants	- 7 531 168	- 2 649 255	
	126 059 251	133 754 196	
Total expenditure	423 989 404	429 811 158	
Depreciation and Amortisation	- 4 963 154	- 5 766 102	
Provision for bad debts	- 46 817 805	- 46 817 805	
	372 208 444	377 227 251	
Monthly average	31 017 370	31 435 604	
Cost cover	4,1	4,3	<i>months</i>
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 May 2024	30 June 2023	
Gross debtors closing balance after bad debt prov	25 117 103	17 160 346	
Billed revenue	34 321 323	19 489 635	
	267	321	<i>days</i>
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 May 2024	
Total debt		98 912 000		
Total revenue		438 257 441		
		22,57%		
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 22,57% 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 May 2024	
Interest paid		2 563 272		
Total expenditure		423 989 404		
		0,60%		
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 0,60% 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.				

3.1.7 Table C7: Monthly Budget Statement - Cash Flow

DC4 Garden Route - Table C7 Monthly Budget Statement - Cash Flow - M11 May

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										
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates						6 281	-	-100%		
Service charges		37 688								
Other revenue		(204 127)	54 770	245 676	2 677	172 935	227 039	(54 104)	-24%	245 676
Transfers and Subsidies - Operational		339 196	405 154	213 905	40	197 922	195 908	2 014	1%	213 905
Transfers and Subsidies - Capital		6 600	8 481	13 781		8 181	12 551	(4 370)	-35%	13 781
Interest		3 289	10 134	8 240	597	4 561	7 869	(3 308)	-42%	8 240
Dividends										
Payments										
Suppliers and employees		(128 864)	(512 343)	(477 747)	(36 472)	(411 733)	(445 107)	(33 374)	7%	(477 747)
Interest			(8 820)	(1 428)			(2 541)	(2 541)	100%	(1 428)
Transfers and Subsidies										
NET CASH FROM/(USED) OPERATING ACTIVITIES		16 093	(4 936)	2 426	(33 158)	(28 134)	2 000	30 134	1506%	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)	(6 634)	(37 427)	(67 172)	(29 745)	44%	(53 316)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(26 809)	(158 272)	(53 288)	(6 634)	(37 427)	(67 172)	(29 745)	44%	(53 288)
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans										
Borrowing long term/refinancing			143 732	35 000		98 912	35 000	63 912	183%	35 000
Increase (decrease) in consumer deposits		711	468	637	134	(57)		(57)	#DIV/0!	637
Payments										
Repayment of borrowing										
NET CASH FROM/(USED) FINANCING ACTIVITIES		711	144 200	35 637	134	98 855	35 000	(63 855)	-182%	35 637
NET INCREASE/ (DECREASE) IN CASH HELD										
Cash/cash equivalents at beginning:		142 058	121 273	136 403	100 296	100 296	136 403			100 296
Cash/cash equivalents at month/year end:		132 053	102 265	121 179		133 590	106 232			85 071

The municipal bank balance at 31 May 2024 totals R89,590,419 and there were short term deposits made of R40,000,000 and call account deposits of R4,000,000. Total cash available at month-end is therefore R133,590,419.

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

REPORTING MONTH: 31 MAY 2024		
Commitments against Cash & Cash Equivalents		
ITEM	Previous Month R'000	Current Month R'000
Bank balance as at 31 May 2024	61 295 883,00	89 590 418,80
Other Cash & Cash Equivalents: Short term deposits	35 000 000,00	40 000 000,00
Other Cash & Cash Equivalents: Call accounts	4 000 000,00	4 000 000,00
Total Cash & Cash Equivalents	100 295 883,00	133 590 418,80
LESS:	97 383 934,58	155 413 959,12
Unspent Conditional Grants	9 575 169,68	7 531 168,00
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	24 549 628,26	20 966 373,63
YTD Unspent Capital budget	1 451 155,11	1 081 280,37
YTD Unspent Operational budget	20 957 488,53	25 333 037,46
YTD Unspent Landfill Site Borrowing		59 651 606,66
Sub total	2 911 948,42	-21 823 540,32
PLUS:	65 747 431,79	72 851 973,67
VAT Receivable	9 401 699,35	963 054,80
Receivable Exchange	7 712 995,63	8 060 738,01
Department of Transport and Public Works	48 632 736,81	63 828 180,86
	68 659 380,21	51 028 433,35
LESS OTHER MATTERS:		
Capital Replacement Reserve		
Employee Benefits Reserves	38 762 712,00	38 762 712,00
Sub Total	29 896 668,21	12 265 721,35
LESS: CONTINGENT LIABILITIES	4 500 000,00	4 500 000,00
Theunis Barnard	-	-
F du Toit (Vicbay Theft)	-	-
Hoogbaard	-	-
I Gerber	-	-
A de Wet	-	-
Barry Louis Rae Trust	4 500 000,00	4 500 000,00
Portion of Portion 2 of Farm 238, Hooggekraal	-	-
Labour disputes	-	-
Recalculated available cash balance	25 396 668,21	7 765 721,35
Total actual May 2024 expenditure excluding Roads (expenditure paid and taken into account in cash balance)	22 257 552,98	21 276 501,68

PART 2 – SUPPORTING DOCUMENTATION

Section 4 – Debtors' analysis

Supporting Table SC3

DC4 Garden Route - Supporting Table SC3 Monthly Budget Statement - aged debtors - M11 May

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	402	388	387	386	386	389	2 649	10 015	15 002	13 826	-	-	-
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	1900	14 917	18 467	25 305	8 192	102	83	1 342	32 718	101 127	42 437	-	-	-
Total By Income Source	2000	15 319	18 855	25 692	8 578	488	472	3 992	42 745	116 141	56 274	-	-	-
2022/23 - totals only														
Debtors Age Analysis By Customer Group														
Organs of State	2200	232	472	36	82	36	36	472	3 686	5 053	4 312	-	-	-
Commercial	2300	15 047	18 029	25 144	8 006	406	405	3 325	38 841	109 203	50 983	-	-	-
Households	2400	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	2500	40	354	511	490	46	30	195	217	1 885	979	-	-	-
Total By Customer Group	2600	15 319	18 855	25 692	8 578	488	472	3 992	42 745	116 141	56 274	-	-	-

Long outstanding debtors which mainly consists 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 has implemented an electronic system which will assist in the future with disputes.

The municipality is required to submit debtors age 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.

Debt owing by Government Institutions

Total debt owing by government institutions to the Garden Route DM is summarised as follows as at 31 May 2024:

	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:
Total Government Debt owed to GRDM	- 5 164,60	15 548 916,47	17 279 247,54	24 821 102,99	21 548 689,62	79 192 792,02	74 957 232,15	4 222 895,91

Refer to the below table depicting the name of the government institution owing debt, aging, amount outstanding and Intergovernmental Relations (IGR) process followed:

ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
38900002	BITOU MUNISIPALITEIT	-	340,24	340,24	340,24	32 755,58	33 776,30	29 693,42	4 082,88	
84000151	BITOU MUNICIPALITY	-	-	-	-	-	-	-	-	No
84000210	BITOU MUNICIPALITY	-	39 641,85	385,58	385,58	40 121,59	80 534,60	72 907,13	7 627,47	N/A
84000557	BITOU MUNICIPALITY	-	1 988,85	93 363,72	929,72	85 069,36	181 351,65	81 138,75	100 212,90	No
		-	41 970,94	94 089,54	1 655,54	157 946,53	295 662,55	183 739,30	111 923,25	No
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
39001127	GEORGE MUNICIPALITY	-	3 825,05	10 421,71	3 748,59	482 720,95	500 716,30	333 822,87	166 893,43	Awaiting payment as per discussion with George CFO
39001128	GEORGE MUNICIPALITY	-	46,06	46,06	46,06	6 225,69	6 363,87	4 019,75	2 344,12	Awaiting payment as per discussion with George CFO
84000166	GEORGE MUNICIPALITY	-	24,18	24,18	24,18	3 267,96	3 340,50	2 110,00	1 230,50	Awaiting payment as per discussion with George CFO
84000287	GEORGE MUNICIPALITY	-	-	-	-	-	-	-	-	N/A
84000319	GEORGE MUNICIPALITY	-	-	-	-	-	-	-	-	N/A
84000554	GEORGE MUNICIPALITY	-	2 801,77	244 518,00	-	2 077,80	249 397,57	246 595,80	2 801,77	N/A - awaiting payment
84000593	GO GEORGE	-	129,11	129,11	129,11	13 373,70	13 761,03	11 268,01	2 493,02	Awaiting payment as per discussion with George CFO
84000618	GEORGE MUNICIPALITY	-	25,62	25,62	25,62	2 586,74	2 663,60	2 235,97	427,63	Awaiting payment as per discussion with George CFO
84000673	GEORGE MUNICIPALITY	-	60,98	60,98	60,98	5 929,45	6 112,39	5 624,55	487,84	Awaiting payment as per discussion with George CFO
84000674	GEORGE MUNICIPALITY	- 14,48	-	-	-	-	- 14,48	-	- 14,48	N/A
84000783	GEORGE MUNICIPALITY	-	283,23	283,23	283,23	25 567,54	26 417,23	24 717,85	1 699,38	Awaiting payment as per discussion with George CFO
84000817	GEORGE MUNICIPALITY	-	3 844,84	335 549,42	-	-	339 394,26	335 549,42	3 844,84	New account issued
		- 14,48	11 040,84	591 058,31	4 317,77	541 749,83	1 148 152,27	965 944,22	182 208,05	

ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
37000815	MUNISIPALITEIT HESSEQUA	-	-	-	-	-	-	-	-	N/A
37001113	HESSEQUA MUNICIPALITY	-	-	-	-	-	-	66 069,35	66 069,35	Council Approval obtained on settlement offer and payment received on 08/03/2024
38000507	MUNISIPALITEIT HESSEQUA	-	21 987,39	-	-	-	21 987,39	-	21 987,39	N/A - current month rental
38900005	HESSEQUA MUNISIPALITEIT	-	-	-	-	-	-	0,01	0,01	N/A
39001111	HESSEQUA MUNICIPALITY	-	-	-	-	-	-	-	-	Council Approval obtained on settlement offer and payment received on 08/03/2024
84000153	HESSEQUA MUNICIPALITY	-	3 045,81	-	-	-	3 045,81	-	3 045,81	N/A
84000534	HESSEQUA MUNICIPALITY	-	-	-	-	-	-	1 092,00	1 092,00	Council Approval obtained on settlement offer and payment received on 08/03/2024
84000543	HESSEQUA MUNICIPALITYT	-	-	-	-	-	-	29 138,23	29 138,23	Council Approval obtained on settlement offer and payment received on 08/03/2024
84000548	HESSEQUA MUNICIPALITY	-	-	-	-	-	-	695,55	695,55	Council Approval obtained on settlement offer and payment received on 08/03/2024
84000657	HESSEQUA MUNICIPALITY	-	-	-	-	-	-	342 538,05	342 538,05	Council Approval obtained on settlement offer and payment received on 08/03/2024
		-	25 033,20	-	-	-	25 033,20	439 533,19	414 499,99	

ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
37000669	KANNALAND MUNISIPALITEIT	-	-	-	-	-	-	-	-	No
37001111	KANNALAND MUNISIPALITEIT	-	10 067,59	10 067,59	10 067,59	1 315 724,72	1 345 927,49	878 626,39	467 301,10	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
38200060	MUNISIPALITEIT KANNALAND	-	354,13	354,13	354,13	33 739,29	34 801,68	30 906,25	3 895,43	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
38900006	KANNALAND MUNISIPALITEIT	-	936,14	936,14	936,14	109 913,55	112 721,97	81 699,27	31 022,70	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
39001130	KANNALAND MUNICIPALITY	-	86,11	86,11	86,11	11 638,60	11 896,93	7 514,80	4 382,13	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
39001131	KANNALAND MUNICIPALITY	-	218,39	218,39	218,39	27 139,03	27 794,20	19 059,04	8 735,16	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000213	KANNALAND MUNICIPALITY	-	11 401,67	1 001,31	1 001,31	127 968,11	141 372,40	97 786,95	43 585,45	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000271	KANNALAND MUNICIPALITY	-	639,62	639,62	639,62	86 453,16	88 372,02	55 821,24	32 550,78	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000276	KANNALAND	-	1 062,40	1 062,40	1 062,40	129 613,01	132 800,21	92 718,75	40 081,46	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000323	KANNALAND MUNICIPALITY	-	563,72	563,72	563,72	74 524,87	76 216,03	49 197,01	27 019,02	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000533	KANNALAND MUNICIPALITY	-	149,16	149,16	149,16	15 912,00	16 359,48	13 017,86	3 341,62	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000597	KANNALAND MUNICIPALITY	-	616,02	616,02	616,02	62 336,54	64 184,60	53 762,04	10 422,56	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000624	KANNALAND MUNICIPALITY	-	68,45	68,45	68,45	6 721,53	6 926,88	5 973,56	953,32	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000690	KANNALAND MUNICIPALITY	-	57,14	57,14	57,14	5 500,64	5 672,06	4 986,38	685,68	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000792	KANNALAND MUNICIPALITY	-	36,28	36,28	36,28	3 165,98	3 274,82	3 165,98	108,84	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000793	KANNALAND MUNICIPALITY	-	489,74	489,74	489,74	42 740,87	44 210,09	42 740,87	1 469,22	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
84000826	KANNALAND MUNICIPALITY	-	90,69	7 914,98	-	-	8 005,67	7 914,98	90,69	IGR Process initiated for signature - awaiting feedback meeting from Kannaland on 27 March 2024
		-	26 837,25	24 261,18	16 346,20	2 053 091,90	2 120 536,53	1 444 891,37	675 645,16	

ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
38900007	KNYSNA MUNISIPALITEIT	-	-	-	91,56	824,04	915,60	7 990,47	- 7 074,87	N/A - interest to be submitted for debt write-off to Council for approval
84000214	KNYSNA MUNICIPALITY	-	19 169,30	-	150,06	1 200,48	20 519,84	19 169,30	1 350,54	N/A - interest to be submitted for debt write-off to Council for approval
84000711	KNYSNA MUNICIPALITY	-	894,51	77 823,00	-	958,17	79 675,68	77 823,00	1 852,68	N/A - awaiting payment
		-	20 063,81	77 823,00	241,62	2 982,69	101 111,12	104 982,77	- 3 871,65	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
37000809	MOSELBAY MUNICIPALITY	-	-	-	-	-	-	-	-	N/A
84000215	MOSELBAY MUNICIPALITY	-	50 982,17	-	-	-	50 982,17	50 982,17	-	No
84000274	MOSELBAY MUNICIPALITY	-	-	-	-	-	-	-	-	No
84000555	MOSEL BAY MUNICIPALITY	-	736,07	64 239,00	-	913,17	65 888,24	65 152,17	736,07	No
		-	51 718,24	64 239,00	-	913,17	116 870,41	116 134,34	736,07	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
37000687	MUNISIPALITEIT OUDTSHOORN	-	-	-	-	-	-	-	-	N/A
38900010	OUDTSHOORN MUNISIPALITEIT	-	-	-	-	-	-	-	-	N/A - interest for write-off
84000486	OUDTSHOORN MUNICIPALITY	-	11 210,79	11 210,79	11 210,79	1 279 048,72	1 312 681,09	978 395,78	334 285,31	IGR approval obtained & files submitted for recovery
84000556	OUDTSHOORN MUNICIPALITY	-	556,21	555,84	-	-	1 112,05	48 541,50	47 429,45	N/A - awaiting payment
84000636	OUDTSHOORN MUNICIPALITY	-	2 774,97	2 774,97	2 774,97	277 648,35	285 973,26	242 179,20	43 794,06	IGR approval obtained & files submitted for recovery
		-	14 541,97	14 541,60	13 985,76	1 556 697,07	1 599 766,40	1 269 116,48	330 649,92	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
38900011	PRINCE ALBERT MUNISIPALITEIT	- 5 150,12	-	-	-	-	5 150,12	3 691,91	- 8 842,03	No
		- 5 150,12	-	-	-	-	5 150,12	3 691,91	- 8 842,03	

ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
37000924	ESKOM HOLDINGS SOC LTD	-	6 306,87	6 306,87	6 306,87	967 884,29	986 804,90	550 418,12	436 386,78	N/A include in debt write-off report
37001073	ESKOM HOLDINGS SOC LTD	-	215,27	215,27	215,27	33 678,26	34 324,07	18 786,95	15 537,12	N/A include in debt write-off report
84000288	ESKOM HOLDINGS	-	40 175,80	40 175,80	40 175,80	5 426 946,34	5 547 473,74	3 506 251,54	2 041 222,20	Yes
84000381	ESKOM	-	18 213,06	18 213,06	18 213,06	2 274 976,17	2 329 615,35	1 589 503,01	740 112,34	Yes
		-	64 911,00	64 911,00	64 911,00	8 703 485,06	8 898 218,06	5 664 959,62	3 233 258,44	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
84000576	SAN PARKS	-	1 858,02	1 858,02	1 858,02	193 943,12	199 517,18	162 154,11	37 363,07	No - discussion in process with institution
		-	1 858,02	1 858,02	1 858,02	193 943,12	199 517,18	162 154,11	37 363,07	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
84000527	SANRAL	-	48,43	48,43	48,43	5 301,73	5 447,02	4 226,58	1 220,44	IGR approval obtained & files submitted for recovery
		-	48,43	48,43	48,43	5 301,73	5 447,02	4 226,58	1 220,44	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
84000404	LT COL XOTYENI	-	27,77	27,77	27,77	3 386,93	3 470,24	2 423,50	1 046,74	IGR approval obtained & files submitted for recovery
84000541	SA POLICE SERVICE	-	52,10	52,10	52,10	5 631,19	5 787,49	4 546,59	1 240,90	IGR approval obtained & files submitted for recovery
84000688	LADISMITH POLICE STATION	-	11,35	11,35	11,35	1 092,94	1 126,99	990,79	136,20	IGR approval obtained & files submitted for recovery
		-	91,22	91,22	91,22	10 111,06	10 384,72	7 960,88	2 423,84	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
84000603	WESTERN CAPE PROVINCIAL GOVERN	-	15 195 444,05	16 324 684,37	24 709 843,46	7 598 208,98	63 828 180,86	63 828 180,86	-	No - Roads Agency Debtor for monthly claims to Province
		-	15 195 444,05	16 324 684,37	24 709 843,46	7 598 208,98	63 828 180,86	63 828 180,86	-	
ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
84000600	DIST ROADS ENGINEER TPW	-	-	-	-	-	-	-	-	No - discussion in process with institution
84000615	PROVINCIAL ROADS WORKS	-	1 120,15	1 120,15	1 120,15	112 280,48	115 640,93	97 758,08	17 882,85	No - discussion in process with institution
84000764	DISTRICT ROADS ENGINEER	-	38,13	38,13	38,13	3 480,36	3 594,75	3 327,84	266,91	No - discussion in process with institution
		-	1 158,28	1 158,28	1 158,28	115 760,84	119 235,68	101 085,92	18 149,76	

ACCNO	NAME	CURRENT	31-60 days	61-90 days	91-120 days	120+ days	Total due by 31 May 2024	Original Capital: levied	Interest on account:	IGR Process:
38800002	DEPARTEMENT GESONDHEID	-	36 677,36	8 015,75	-	-	44 693,11	36 676,34	8 016,77	No - monthly medical recovery claims
		-	36 677,36	8 015,75	-	-	44 693,11	36 676,34	8 016,77	
84000572	DFFE	-	1 226,88	1 226,88	1 226,88	128 064,19	131 744,83	107 073,36	24 671,47	No - discussion in process with institution
84000629	DFFE	-	342,24	342,24	342,24	33 846,48	34 873,20	29 867,80	5 005,40	No - discussion in process with institution
84000799	DFFE	-	2 226,72	2 226,72	2 226,72	194 332,28	201 012,44	194 332,28	6 680,16	No - discussion in process with institution
84000800	DFFE	-	181,39	181,39	181,39	15 829,95	16 374,12	15 829,95	544,17	No - discussion in process with institution
		-	3 977,23	3 977,23	3 977,23	372 072,90	384 004,59	347 103,39	36 901,20	
84000475	CALITZDORP HIGH	-	121,84	121,84	121,84	14 059,85	14 425,37	10 632,90	3 792,47	No
		-	121,84	121,84	121,84	14 059,85	14 425,37	10 632,90	3 792,47	
38200071	PETRO SA PTY LTD	-	57,29	57,29	57,29	5 114,58	5 286,45	5 000,00	286,45	N/A Air quality unit is withholding certificate until payment is received. Petro SA indicated that the payment is in a process for approval.
84000830	PETRO SA	-	12 663,96	-	-	-	12 663,96	-	-	N/A - awaiting payment
		-	12 721,25	57,29	57,29	5 114,58	17 950,41	5 000,00	286,45	
84000801	PROVINCIAL GOVERNMENT WC	-	2 489,33	2 489,33	2 489,33	217 250,31	224 718,30	217 250,31	7 467,99	N/A - awaiting payment
		-	2 489,33	2 489,33	2 489,33	217 250,31	224 718,30	217 250,31	7 467,99	
84000820	WESTERN CAPE GOVERNMENT TRANSP	-	66,71	5 822,15	-	-	5 888,86	5 822,15	66,71	N/A - awaiting payment
		-	66,71	5 822,15	-	-	5 888,86	5 822,15	66,71	
84000811	EMS WESTERN CAPE	-	38 145,50	-	-	-	38 145,50	38 145,51	0,01	N/A - awaiting payment
		-	38 145,50	-	-	-	38 145,50	38 145,51	0,01	

Section 5 – Creditors' analysis

Supporting Table C4

DC4 Garden Route - Supporting Table SC4 Monthly Budget Statement - aged creditors - M11 May

Description	NT Code	Budget Year 2023/24								Total	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		
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	2 267	72	95	106	2	-	306	421	3 269	-
Auditor General	0800	-	-	-	-	-	-	-	-	-	-
Other	0900	-	-	-	-	-	-	-	-	-	-
Total By Customer Type	1000	2 267	72	95	106	2	-	306	421	3 269	-

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 6 – Investment portfolio analysis

6.1 Investment monitoring information

	Balance as at 1 May 2024	Movements for the month			Balance as at 31 May 2024	Interest earned Month	Interest earned Year to date
		Investments matured	Investments made	Interest capitalised			
Garden Route District Municipality							
Standard Bank	17 500 000,00	-17 500 000,00	20 000 000,00		20 000 000,00	373 912,67	2 253 710,35
ABSA	10 500 000,00	-10 500 000,00	12 000 000,00		12 000 000,00	223 491,78	2 608 923,56
Nedbank	7 000 000,00	-7 000 000,00	8 000 000,00		8 000 000,00	148 900,16	1 614 575,86
BANK DEPOSITS	35 000 000,00	-35 000 000,00	40 000 000,00	-	40 000 000,00	746 304,61	6 477 209,77

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 7 – Allocation and grant receipts and expenditure

7.1 Supporting Table SC6

DC4 Garden Route - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M11 May

Description	Ref	Budget Year 2023/24								Full Year Forecast
		2022/23 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	Year ID actual	Year ID budget	YID variance	YID variance %	
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		180 655	185 267	185 837	218	182 443	170 256	12 187	7,2%	185 837
Local Government Equitable Share		172 721	178 333	178 333	-	178 098	163 472	14 626	8,9%	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	1 998	(799)	-40,0%	2 180
Infrastructure Skills Development Grant										
Local Government Financial Management Grant		1 000	1 000	1 000	-	1 000	917	83	9,1%	1 000
Municipal Disaster Relief Grant	3									
Municipal Systems Improvement Grant		-	1 000	1 000	-	-	917	(917)	-100,0%	1 000
Neighbourhood Development Partnership Grant										
Public Transport Network Grant		900	-	570	218	218	428	(209)	-49,0%	570
Rural Road Asset Management Systems Grant		2 594	2 754	2 754	-	1 928	2 525	(597)	-23,6%	2 754
Provincial Government:		8 938	6 560	7 646	-	6 068	6 973	(905)	-13,0%	7 646
Capacity Building		8 938	6 560	7 646	-	6 068	6 973	(905)	-13,0%	7 646
Other grant providers:		117	20 177	20 422	0	4 919	18 680	(13 760)	-73,7%	20 422
<i>Other Grants Received</i>		117	20 177	20 422	0	4 919	18 680	(13 760)	-73,7%	20 422
Total Operating Transfers and Grants	5	189 710	212 004	213 905	218	193 430	195 908	(2 479)	-1,3%	213 905
Capital Transfers and Grants										
National Government:		3 765	4 000	4 000	-	2 000	3 667	(1 667)	-45,5%	4 000
Municipal Disaster Recovery Grant										
Energy Efficiency and Demand Side Management Grant		3 765	4 000	4 000	-	2 000	3 667	(1 667)	-45,5%	4 000
Provincial Government:		-	4 481	9 816	-	4 481	8 911	(4 430)	-49,7%	9 816
Infrastructure		-	4 481	4 516	-	4 481	4 134	347	8,4%	4 516
Infrastructure										
Capacity Building		-	-	5 300	-	-	4 777	(4 777)	-100,0%	5 300
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	12 577	(6 096)	-48,5%	13 816
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	196 759	220 485	227 721	218	199 911	208 486	(8 575)	-4,1%	227 721

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

Section 8 – Expenditure on councillor and board members allowances and employee benefits

Supporting Table SC8

DC4 Garden Route - Supporting Table SC8 Monthly Budget Statement - councillor and staff benefits - M11 May

Summary of Employee and Councillor remuneration	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		A	B	C						D
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		7 666	11 153	8 510	611	7 056	8 242	(1 186)	-14%	8 510
Pension and UIF Contributions		395	263	330	38	384	291	93	32%	330
Medical Aid Contributions		261	162	175	13	154	158	(5)	-3%	175
Motor Vehicle Allowance		2 042	1 251	1 982	151	1 767	1 695	72	4%	1 982
Cellphone Allowance		1 040	627	1 114	87	992	940	52	6%	1 114
Housing Allowances		766	478	766	64	702	654	48	7%	766
Other benefits and allowances		136	281	520	16	411	437	(25)	-6%	520
Sub Total - Councillors		12 306	14 216	13 397	980	11 466	12 417	(951)	-8%	13 397
% increase	4		15,5%	8,9%						8,9%
Senior Managers of the Municipality	3									
Basic Salaries and Wages		5 315	6 223	6 513	428	6 390	5 922	468	8%	6 513
Pension and UIF Contributions		(14 048)	2 093	2 095	49	651	1 920	(1 269)	-66%	2 095
Medical Aid Contributions		269	220	245	16	211	220	(9)	-4%	245
Overtime										
Performance Bonus		511	777	831	–	505	753	(247)	-33%	831
Motor Vehicle Allowance		(1 109)	908	888	56	712	817	(105)	-13%	888
Cellphone Allowance		171	207	137	11	126	138	(12)	-8%	137
Housing Allowances		325	392	250	15	212	253	(40)	-16%	250
Other benefits and allowances		12	22	16	1	15	16	(1)	-6%	16
Payments in lieu of leave		–	–	–	–	–	–	–	–	–
Long service awards		–	–	–	–	–	–	–	–	–
Post-retirement benefit obligations		–	–	–	–	–	–	–	–	–
Entertainment		–	–	–	–	–	–	–	–	–
Scarcity		–	–	–	–	–	–	–	–	–
Acting and post related allowance		(383)	4	5	–	(2)	4			5
In kind benefits		–	–	–	–	–	–	–	–	–
Sub Total - Senior Managers of Municipality		(8 937)	10 846	10 979	577	8 821	10 042	(1 221)	-12%	10 979
% increase	4		-221,4%	-222,9%						-222,9%
Other Municipal Staff										
Basic Salaries and Wages		168 877	177 307	173 832	14 752	162 850	160 316	2 534	2%	173 832
Pension and UIF Contributions		28 714	30 745	29 683	2 442	27 144	27 391	(246)	-1%	29 683
Medical Aid Contributions		36 587	26 234	22 952	2 219	23 844	20 837	3 007	14%	22 952
Overtime		5 409	4 255	5 068	681	5 881	4 510	1 371	30%	5 068
Performance Bonus		19 449	13 309	13 707	68	13 891	12 499	1 392	11%	13 707
Motor Vehicle Allowance		13 004	13 787	11 685	1 048	11 512	10 812	700	6%	11 685
Cellphone Allowance		130	131	127	11	121	117	4	3%	127
Housing Allowances		2 427	2 929	2 477	199	2 222	2 346	(124)	-5%	2 477
Other benefits and allowances		9 696	7 132	7 543	392	6 809	6 851	(42)	-1%	7 543
Payments in lieu of leave		(4 583)	5 608	3 321	641	6 187	3 425	2 762	81%	3 321
Long service awards		–	–	1 314	–	–	986	(986)	-100%	1 314
Post-retirement benefit obligations		7 677	7 163	4 696	–	–	4 427	(4 427)	-100%	4 696
Entertainment		–	–	–	–	–	–	–	–	–
Scarcity		–	–	–	–	–	–	–	–	–
Acting and post related allowance		1 452	1 220	930	86	1 019	885	134	15%	930
In kind benefits		–	–	–	–	–	–	–	–	–
Sub Total - Other Municipal Staff		288 839	289 820	277 336	22 539	261 480	255 402	6 079	2%	277 336
% increase	4		0,3%	-4,0%						-4,0%
Total Parent Municipality		292 208	314 882	301 712	24 096	281 767	277 861	3 906	1%	301 712

Remuneration related expenditure for the month ended 31 May 2024 amounted to R24,095,975.

The municipality closely monitors overtime and standby allowances to ensure that it is in line with the prior year comparative month and the budgeted amount. This helps keep track of whether the day-to-day functions are executed within normal working hours and will also act as a monitoring tool as to whether the current staff composition is insufficient; of which long periods of excessive overtime/standby allowance may be an indication that it might be the case. The municipality reports to council monthly on the expenditure on staff benefits as required by the MFMA Section 66.

Section 9 – Municipal manager’s quality certification



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OFFICE OF THE MUNICIPAL MANAGER

Enquiries:	Louise Hoek
Reference:	6/1/1 – 23/24
Date:	14 June 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, MG 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 month ended **31 MAY 2024**, has been prepared in accordance with the Municipal Finance Management Act (Act 56 of 2003) and regulations made under the Act.

Print Name MONDE STRATU.

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

Signature 

Date _____