



ORDINARY MEETING OF THE COUNCIL

GEWONE VERGADERING VAN DIE RAAD

INTLANGANISO YESIQHELO YEBHUNGA

MINUTES / NOTULE /

IMIZUZU

DATE / DATUM / UMHLA : 29 MAY / MEI / MEYI 2019

**VENUE / PLEK / INDAWO : BANQUETING HALL /
BANKETSAAL**

**CIVIC CENTRE / BURGERSENTRUM / IZIKO LOLUNTU
HERMANUS**

TIME / TYD / IXESHA: 11:00

OVERSTRAND

MUNICIPALITY / MUNISIPALITEIT / U-MASIPALA

MINUTES OF THE COUNCIL MEETING HELD IN THE **BANQUETING HALL**, CIVIC CENTRE, HERMANUS, ON **29 MAY 2019**, AT **11:00**

PRESENT: Councillors were present as per attached attendance register.


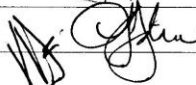

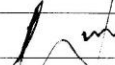
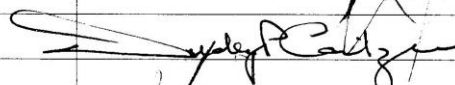


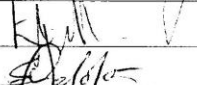
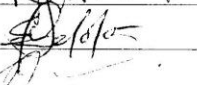
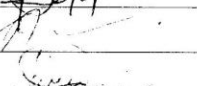
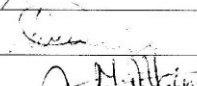
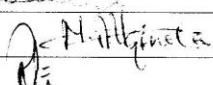
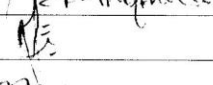
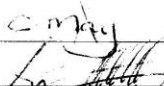
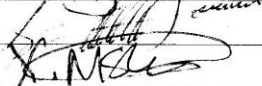
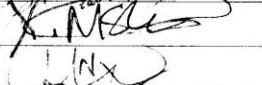
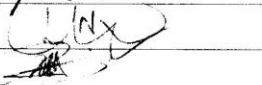
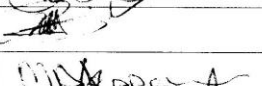
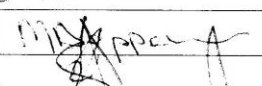
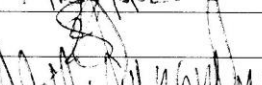
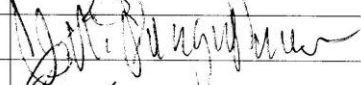
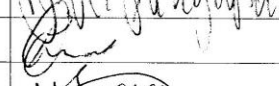
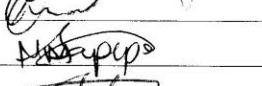


OFFICIALS PRESENT: Mr C Groenewald, Municipal Manager
Ms S Reyneke-Naudé, Director : Finance
Mr R Williams, Director : Community Services
Ms D Arrison, Director : Management Services
Mr S Madikane, Director : LED
Mr N Michaels, Director : Protection Services
Mr S Müller, Director : Infrastructure & Planning
Mr H Blignaut, Deputy Director : Engineering Services
Mr C Mitchell, Manager Solid Waste: Planning
Mr F Myburgh, Senior Manager : Gansbaai Administration
Mr D Lakey, Senior Manager : Kleinmond Administration
Mr B King, Senior Manager : Financial Services
Mr R Kuchar, Senior Manager : Town Planning
Mr G Smit, Manager : Social Development
Ms R Louw, Senior Manager : Strategic Services
Mr F Frans, Manager : Housing Administration
Ms H van Tonder, Manager : Council Support Services
Mr L Tait, Accountant : Capital Budget
Ms V Allen, Manager : Financial Accounting
Ms K Jeptha, Accountant : Budget Office
Ms C Swartz, Accountant : Collections
Ms G Bucchianeri, Manager : Budget Office
Ms S Swart, Administrative Officer : Council Support Services
Ms R Steenekamp, Media and Social Media Liaison Officer
ICT
Ms N Zweni, Manager : Communication
Ms G Erasmus, Clerk : Auditorium
Mr A Gcotyelwa, Housing Officer
Mr A Wyngaard, Acting Manager : Hermanus Administration

ALSO PRESENT: Members of the Public

MINUTES/....

OVERSTRAND MUNICIPALITY
ATTENDANCE REGISTER

COUNCIL MEETING
29 MAY 2019

ALDERMAN/COUNCILLORS	SIGNATURE
AFRICA, F	
BOTHA, D	
BRICE, KD	
COETSEE, A	
COETZEE, DP	
COHEN, G	
DE CONING, CA	
GILLION, E	
KALOLO, SV	
KOMANI, AS	
KRIGE, F	
NQINATA, NNT	
MACOTHA, VC	
MAY, C	
MOLEFE, B	
MSWELI, X	
NTSABO, L	
NUTT, R	
OPPERMAN, M	
ORBAN, J	
PUNGUPUNGU, V	
RESANDT, C	
SAPEPA, NM	
TAFU-NWONKWO, CC	
TEBELE, S	

1. OPENING

The Municipal Manager, Mr C Groenewald, read the notice convening the meeting. The Speaker afforded time for silent prayer.

2. APPLICATIONS FOR LEAVE OF ABSENCE

The Speaker requested that it be minuted that he condoned Cllr V Pungupungu's absence at the start of the meeting. Cllr Pungupungu joined the meeting at 11:15.

3. CONFIRMATION OF MINUTES**3.1 Minutes of an Ordinary Meeting of the Overstrand Municipal Council held on Wednesday, 24 April 2019 at 11:00****RESOLVED:**

that the Minutes of an **Ordinary Meeting** of the Overstrand Municipal **Council** held on **Wednesday, 24 April 2019 at 11:00, be confirmed.**

4. STATEMENTS AND COMMUNICATIONS BROUGHT FORWARD BY THE SPEAKER / EXECUTIVE MAYOR

The Speaker moved Item 6.5 (in committee) to the last item on the agenda in order for it to be dealt with after Item 9.

The Speaker requested that it be minuted that he afforded Cllr S Tebele time to leave the meeting to fetch his glasses.

Long service certificates were handed over to the following staff members by the Executive Mayor, Ald D Coetzee:

HERMANUS ADMINISTRATION

EMPLOYEE	LONG SERVICE YEARS	DATE ACHIEVED
Mrs Elizabeth-Anne Lowings	25 Years	01/04/2019
Mr Thomas Marx	10 Years	01/04/2019
Mr Wendall Poole	10 Years	01/05/2019
Mr Renfred Hendricks	10 Years	11/05/2019
Mr Theodore Hull	10 Years	11/05/2019
Mr Andile Gedze	10 Years	11/05/2019
Ms Lecinda Visagie	10 Years	11/05/2019

Mr Thabo Louw	10 Years	11/05/2019
Mr Bulelani Mavume	10 Years	11/05/2019
Mr Sabelo Khempe	10 Years	11/05/2019
Ms PY Sekapa	10 Years	13/05/2019
Mrs Z Lourens	10 Years	01/05/2019

GANSBAAI ADMINISTRATION

EMPLOYEE	LONG SERVICE YEARS	DATE ACHIEVED
Mr Christiaan Hendrik Grobler	20 years	01/04/2019
Mr Dinovan Marco Mackenzie	10 years	01/05/2019
Mrs Agnes Maphasa	20 years	04/05/2019
Mr Morne Guido Adams (Will not attend on Annual leave)	20 years	10/05/2019
Mr Julius Maphasa	20 years	21/05/2019

KLEINMOND ADMINISTRATION

EMPLOYEE	LONG SERVICE YEARS	DATE ACHIEVED
Mr Japie Hartog	20 years	13/05/2019

5. CONSIDERATION OF RECOMMENDATIONS MADE BY THE EXECUTIVE MAYOR TO COUNCIL, IN TERMS OF SECTION 160(2) OF THE CONSTITUTION, 1996, AND SECTION 59(1)(a) OF THE LOCAL GOVERNMENT: MUNICIPAL SYSTEMS ACT 2000 (ACT 32 OF 2000)

5.1 WRITING OFF OF IRRECOVERABLE DEBT

(ITEM 1, PAGE 1 : FINANCE PORTFOLIO - MAYORAL COMMITTEE MEETING : 29 MAY 2019)

RESOLVED (SUPPORTED BY 25 COUNCILLORS):

that the irrecoverable debt to the value of R541 407.63 as listed below, be written off as bad debt:

A	First time write off – Indigent Households	R217 502.67
B	Indigent water leakages irrecoverable	R323 904.96
	TOTAL	R541 407.63

RESPONSIBLE OFFICIAL : EM HOONEBERG

TARGET DATE FOR IMPLEMENTATION : 31 MAY 2019

5.2**REVISED POLICY ON PAYMENT OF ACTING ALLOWANCES OF SECTION 56 MANAGERS****(ITEM 1, PAGE 1 : MANAGEMENT SERVICES PORTFOLIO - MAYORAL COMMITTEE MEETING : 29 MAY 2019)****RESOLVED (SUPPORTED BY 25 COUNCILLORS):**

that the revised Policy on Payment of Acting Allowances of Section 56 Managers **be adopted.**

RESPONSIBLE OFFICIAL :**L BUCCHIANERI****TARGET DATE FOR IMPLEMENTATION :****1 JUNE 2019**

5.3**REVISED STUDY AID POLICY FOR EMPLOYEES****(ITEM 2, PAGE 5 : MANAGEMENT SERVICES PORTFOLIO -
MAYORAL COMMITTEE MEETING : 29 MAY 2019)****RESOLVED (SUPPORTED BY 25 COUNCILLORS):**that the Revised Study Aid Policy for Employees **be approved.****RESPONSIBLE OFFICIAL :****L BUCCHIANERI****TARGET DATE FOR IMPLEMENTATION :****01 JUNE 2019**

5.4**AFFORDABLE HOUSING: 22 SERVICED SITES, MOUNT PLEASANT****(ITEM 1, PAGE 1 : COMMUNITY SERVICES PORTFOLIO - MAYORAL COMMITTEE MEETING : 29 MAY 2019)**

CLLR E GILLION MOVED, IN TERMS OF RULE 36 OF THE BY-LAW ON RULES OF ORDER FOR INTERNAL ARRANGEMENTS, THAT THE ITEM BE PUT TO VOTE. THE MOTION WAS SECONDED BY CLLR F AFRICA. THE MOTION ITSELF WAS NOT OPPOSED BEFORE THE MOTION COULD BE DEALT WITH.

CLLR X MSWELI MOVED, IN TERMS OF RULE 37 OF THE BY-LAW ON RULES OF ORDER FOR INTERNAL ARRANGEMENTS, THAT THE MATTER BE REMOVED FROM THE AGENDA. BEFORE THE MOTION WAS SECONDED, THE SPEAKER INDICATED THAT HE WAS BUSY DEALING WITH THE MOTION BROUGHT BY CLLR E GILLION, AND WILL THEREAFTER DEAL WITH THE MOTION OF CLLR X MSWELI.

COUNCILLORS REPRESENTING THE AFRICAN NATIONAL CONGRESS REQUESTED A CAUCUS AT 11:40

THE MEETING RESUMED AT 11:50

THE SPEAKER THEN PUT THE ITEM TO THE VOTE. 16 COUNCILLORS VOTED IN FAVOUR OF THE RECOMMENDATION BY THE EXECUTIVE MAYOR AND 9 COUNCILLORS VOTED AGAINST THE RECOMMENDATION. THE RECOMMENDATION BY THE EXECUTIVE MAYOR WAS THUS CARRIED.

THE SPEAKER THEN TURNED TO THE MOTION OF CLLR X MSWELI. BEFORE THE SPEAKER COULD ASK FOR A SECONDER TO THE MOTION, THE CHIEF WHIP OF THE ANC, CLLR S TEBELE, INDICATED THAT IT SERVES NO PURPOSE TO PROCEED WITH THE MOTION AS THE ITEM HAS BEEN DEALT WITH.

RESOLVED (SUPPORTED BY 16 COUNCILLORS):

1. that, given the support by the Minister of Human Settlements: Western Cape and the letter of support by the DOHS, potential beneficiaries exceeding the threshold for FLISP to the amount of R22,000 monthly gross house hold income be approved to participate in the project under FLISP, subject to the qualifying criteria for FLISP (excluding income threshold) and Western Cape Provincial Circular 10/2015;
2. that approval be granted to potential beneficiaries exceeding the threshold for FLISP to the amount of R22,000 monthly gross house hold income, to purchase serviced sites from the Municipality subject to:

- (a) the site being sold at a market-related price in accordance with the municipal statutory requirements, and
 - (b) the candidate being informed that he/she will therefore not be receiving any FLISP subsidy assistance from the Department.
3. that the applicants on the Western Cape Housing Demand Database for Mount Pleasant, who physically reside in Mount Pleasant, be given preference to participate in the FLISP project before opportunity is given to applicants on the Western Cape Housing Demand Database for the broader Overstrand Municipal area;
4. that the list of 22 potential beneficiaries with the list of 11 potential replacements be noted;
5. that, after pre-approval letters for potential beneficiaries referred to in recommendation 4 above with regard to mortgage/non-mortgage funding (income category R7,001 - R22,000) and non-approval letters (income category R3,501 - R7,000) have been provided, the respective subsidy applications for the final list of potential beneficiaries be processed;
6. that the following procedure for potential beneficiaries to finalise subsidy applications, be approved:
- (a) that potential beneficiaries be given 30 days written notice to obtain letters for approval of mortgage/non-mortgage bonds/non approval letters as set out in recommendation 5 above;
 - (b) that potential beneficiaries be given 30 days written notice to complete their subsidy application documentation; and
 - (c) that potential beneficiaries that do not respond to the first notice (30 days) be given a final written notice of 7 days.
7. that, in the event of any applicants not responding within the mentioned period of 7 days, the available housing opportunities be given to identified additional beneficiaries (replacements).

RESPONSIBLE OFFICIAL:

FW FRANS

TARGET DATE FOR IMPLEMENTATION:

IN PROGRESS

5.5**SOCIAL HOUSING AND PROPOSED AMENDMENT TO THE DEMARCATED RESTRUCTURING ZONES****(ITEM 2, PAGE 74 : INFRASTRUCTURE & PLANNING PORTFOLIO - MAYORAL COMMITTEE MEETING : 29 MAY 2019)****RESOLVED (SUPPORTED BY 25 COUNCILLORS):**

1. that the amended list for the available Restructuring Zone sites **be approved**;
2. that the Western Cape Department of Human Settlements be notified of the amendment of the list of properties;
3. that the procurement process to appoint accredited Social Housing Institutions (SHI) be commenced;
4. that the proposed base criteria which needs to be met by a viable Social Housing Institution be noted; and
5. that the following minimum development incentives **be approved**:
 - Land is to be sold to the SHI at 10% of the market value - subject to special conditions of sale which limit the use and development of the property.
 - Bulk Service contribution is provided at 10% - subject to obtaining subsidy funding.
 - Mixed use developments be considered in order to subsidise the rental amounts for residential units - subject to a viability study and land use approval.
 - Possibilities of higher densities, subject to a viability study and land use approval.
 - Reduced fee for building plan applications at 50% of the normal tariff.

RESPONSIBLE OFFICIAL :**R KUCHAR****TARGET DATE FOR IMPLEMENTATION :****31 MAY 2019****TARGET DATE TO INFORM APPLICANT :****N/A****TARGET DATE TO INFORM OBJECTOR :****N/A**

5.6

**MONTHLY REPORT TO COUNCIL ON SUPPLY CHAIN MANAGEMENT (SCM)
POLICY: PARAGRAPH 36, 16(1)(b) AND 17(1)(c) : APRIL 2019**

(ITEM 5, PAGE 1 : MAYORAL COMMITTEE MEETING : 29 MAY 2019)

RESOLVED (SUPPORTED BY 25 COUNCILLORS):

1. that the deviations from the procurement processes, approved in terms of the delegated authority for April 2019, **be noted**; and
2. that the awards made in terms of Paragraph 16(1)(b) and 17(1)(c), approved in terms of the delegated authority for April 2019, **be noted**.

RESPONSIBLE OFFICIAL :

C LE ROUX

TARGET DATE FOR IMPLEMENTATION :

TO BE NOTED

5.7**FINAL INTEGRATED DEVELOPMENT PLAN (IDP) REVIEW 2019/20****(ITEM 6, PAGE 8 : MAYORAL COMMITTEE MEETING : 29 MAY 2019)****COUNCILLORS REPRESENTING THE AFRICAN NATIONAL CONGRESS REQUESTED A CAUCUS AT 12:10****THE MEETING RESUMED AT 12:23****CLLRS S TEBELE, X MSWELI, C TAFU-NWONKWO, ALD M SAPEPA, CLLRS V PUNGUPUNGU, V MACOTHA, N NQINATA AND S KALOLO OF THE AFRICAN NATIONAL CONGRESS AND CLLR B MOLEFE OF THE ECONOMIC FREEDOM FIGHTERS REQUESTED THAT THEIR OPPOSITION AGAINST THE RECOMMENDATION BE MINUTED****RESOLVED (SUPPORTED BY 16 COUNCILLORS):**that the final IDP Review for the 2019/20 financial year **be approved.****RESPONSIBLE OFFICIAL :****R LOUW****TARGET DATE FOR IMPLEMENTATION :****1 JULY 2019**

5.8**WATER SERVICES DEVELOPMENT PLAN FOR 2019/20****(ITEM 7, PAGE 22 : MAYORAL COMMITTEE MEETING : 29 MAY 2019)****RESOLVED (SUPPORTED BY 25 COUNCILLORS):**that the Water Services Development Plan for 2019/20 **be approved.****RESPONSIBLE OFFICIAL :****H BLIGNAUT****TARGET DATE FOR IMPLEMENTATION :****1 JULY 2019**

5.9**REVISION OF ALL BUDGET RELATED POLICIES OF THE OVERSTRAND MUNICIPALITY****(ITEM 8, PAGE 24 : MAYORAL COMMITTEE MEETING : 29 MAY 2019)****CLLR V MACOTHA LEFT THE MEETING AT 12:40 AND HIS ABSENCE WAS CONDONED BY THE SPEAKER****COUNCILLORS REPRESENTING THE AFRICAN NATIONAL CONGRESS REQUESTED A CAUCUS AT 12:40****THE MEETING RESUMED AT 13:00****CLLR B MOLEFE LEFT THE MEETING AT 13:00 AND HIS ABSENCE WAS CONDONED BY THE SPEAKER****THE MEETING STOOD DOWN AT 13:06 IN ORDER FOR THE SPEAKER, EXECUTIVE MAYOR, MUNICIPAL MANAGER, DIRECTOR: FINANCE AND CLLR R DE CONING TO HAVE A DISCUSSION ON THE MATTER****THE MEETING RESUMED AT 13:08****COUNCILLORS REPRESENTING THE AFRICAN NATIONAL CONGRESS REQUESTED A CAUCUS AT 13:10****THE MEETING RESUMED AT 13:20****RESOLVED (SUPPORTED BY 23 COUNCILLORS):**

1. that the revised budget related policies **be approved** and implemented with effect from 1 July 2019; and
2. that two (2) policies, namely the Indigent Policy and the Customer Care, Credit Control and Debt Collection Policy **be workshopped**.

RESPONSIBLE OFFICIAL :**S REYNEKE-NAUDE****TARGET DATE FOR IMPLEMENTATION :****1 JULY 2019**

5.10

FINAL BUDGET FOR OVERSTRAND MUNICIPALITY : 2019/2020

(ITEM 9, PAGE 183 : MAYORAL COMMITTEE MEETING : 29 MAY 2019)

THE EXECUTIVE MAYOR, ALD D COETZEE, DELIVERED HIS BUDGET SPEECH, A COPY OF WHICH IS ATTACHED AS ANNEXURE A TO THE MINUTES

CLLRS S TEBELE, X MSWELI, C TAFU-NWONKWO, ALD M SAPEPA, CLLRS V PUNGUPUNGU, N NQINATA AND S KALOLO OF THE AFRICAN NATIONAL CONGRESS REQUESTED THAT THEIR OPPOSITION AGAINST THE RECOMMENDATION BE MINUTED

RESOLVED (SUPPORTED BY 16 COUNCILLORS):

1. that, in terms of section 24 of the Municipal Finance Management Act, (Act 56 of 2003), the annual budget of the Municipality for the 2019/2020 to 2021/2022 MTREF (Medium Term Revenue and Expenditure Framework) period **be approved** as set out in the following schedules:
 - Schedule 1:** Budgeted financial performance (revenue & expenditure by municipal vote)
 - Schedule 2:** Budgeted financial performance (revenue by source & expenditure by type)
 - Schedule 3:** Budgeted multi- and single year capital appropriations by standard classification (vote) and funding by source
 - Schedule 4:** Budgeted financial position
 - Schedule 5:** Budgeted cash flow
 - Schedule 6:** Cash backed reserves and acc. surplus reconciliation
 - Schedule 7:** Asset management
 - Schedule 8:** Basic service delivery measurement
2. that the property rates reflected in **Annexure A to the item be imposed** for the budget year 2019/2020;
3. that tariffs and charges reflected in **Annexure A to the item be approved** for the budget year 2019/2020;
4. that the Municipal Manager be authorised to sign all the necessary agreements and documents to give effect to the 2nd draw down of the proposed three year borrowing programme for external loans amounting to R54 million per year, as well as for the loan of R20,3m for the Hermanus Waste Management Facility;

5. that the following schedules be noted:

Schedule 9: Budgeted financial performance (revenue & expenditure by standard classification)

Schedule 10: Budgeted capital appropriations by municipal vote

6. that **cognisance be taken** of the letters of comment received from the community and the LG MTEC 3 Assessment Report by Provincial Treasury and the Provincial Department of Local Government, included in Annexures K and L respectively of the budget report; and

7. that **cognisance be taken** of the 2019/2020 Budget Report.

RESPONSIBLE OFFICIAL :

BA KING

TARGET DATE FOR IMPLEMENTATION :

1 JULY 2019

5.11**RAISING OF NEW EXTERNAL LOANS****(ITEM 10, PAGE 248 : MAYORAL COMMITTEE MEETING : 29 MAY 2019)****RESOLVED (SUPPORTED BY 23 COUNCILLORS):**

1. that the loan agreement for the raising of the total external loans amounting to R162 000 000 (R54 000 000 per year) for the 2018/2019, 2019/2020 and 2020/2021 financial years, as well as the direct capital grant facility agreement to the amount of R19 900 000 **be approved**; and
2. that the Municipal Manager be authorised to sign the necessary agreements and documents for the above external loans and direct capital grant facility agreement.

RESPONSIBLE OFFICIAL:**B A KING****TARGET DATE FOR IMPLEMENTATION :****1 JUNE 2019**

5.12**GRANTS-IN-AID : RECOMMENDATIONS FOR 2019/20****(ITEM 11, PAGE 341 : MAYORAL COMMITTEE MEETING : 29 MAY 2019)****RESOLVED (SUPPORTED BY 23 COUNCILLORS):**

1. that the
 - (a) Grants-in-Aid: Schedule of recommended beneficiaries for the 2019/20 financial year; and
 - (b) Grants-in-Aid: Schedule of unsuccessful applicants 2019/20**be noted;** and
2. that the necessary deviations from the Policy **be approved** so as to enable the Committee to award the recommended beneficiaries.

RESPONSIBLE OFFICIAL:**GG SMIT****TARGET DATE FOR IMPLEMENTATION:****JULY 2019**

5.13

REQUEST FOR EXEMPTION OF BUILDING PLAN FEES : HERMANUS SPORTS CLUB**(ITEM 12, PAGE 349 : MAYORAL COMMITTEE MEETING : 29 MAY 2019)**

CLLR D BOTHA, SECONDED BY CLLR J ORBAN, MOVED, IN TERMS OF RULE 36 OF THE BY-LAW ON RULES OF ORDER FOR INTERNAL ARRANGEMENTS, THAT THE MATTER BE PUT TO VOTE. WHEN PUT TO VOTE, 16 MEMBERS VOTED IN FAVOUR OF THE MOTION BY CLLR D BOTHA AND 7 MEMBERS VOTED AGAINST THE MOTION BY CLLR D BOTHA

WHEN THE RECOMMENDATION TO THE ITEM WAS PUT TO VOTE, 16 MEMBERS VOTED IN FAVOUR OF THE RECOMMENDATION BY THE EXECUTIVE MAYOR AND 7 MEMBERS VOTED AGAINST THE RECOMMENDATION BY THE EXECUTIVE MAYOR. THE RECOMMENDATION BY THE EXECUTIVE MAYOR WAS THUS CARRIED

RESOLVED (SUPPORTED BY 16 COUNCILLORS):

1. that the application for exemption of current and future building plan fees towards the building plans submitted on phase one of the Hermanus Sports Club (Remainder of Erf 1253, Hermanus), **be approved**; and
2. that the amount of R53 050.34 to be refunded to Messrs Promat B (Pty) Ltd regarding building plan fees paid, **be approved**.

RESPONSIBLE OFFICIAL :**R KUCHAR****TARGET DATE FOR IMPLEMENTATION :****10 JULY 2019****TARGET DATE TO INFORM APPLICANT :****10 JULY 2019****TARGET DATE TO INFORM OBJECTOR :****N/A**

6. CONSIDERATION OF REPORTS

6.1

REAPPOINTMENT OF COUNCILLORS ON PORTFOLIO COMMITTEES

3/2/3/5

H van Tonder
16 May 2019

(028) 313 8037

Council Support Services

EXECUTIVE SUMMARY

The purpose of the report is to grant Council an opportunity to reappoint Councillors on Portfolio Committees.

RESOLVED (SUPPORTED BY 23 COUNCILLORS):

1. that Committees (so-called Portfolio Committees), in terms of section 80, read with section 79, of the Local Government : Municipal Structures Act, No 117 of 1998, **be reappointed** as follows:

Portfolio Committee :
Finance

Members :
Cllr R de Coning (Chairperson), Cllrs L Ntsabo, R Nutt, S Tebele, X Msweli and B Molefe

Portfolio Committee :
Management Services

Members :
Cllr A Komani (Chairperson), Cllrs M Opperman, R Nutt, Ald M Sapepa and Cllr N Nqinata

Portfolio Committee :
Community Services

Members :
Cllr G Cohen (Chairperson), Cllrs J Orban, C May, V Pungupungu and S Kalolo

Portfolio Committee :
Protection Services

Members :
Cllr F Africa (Chairperson), Cllrs C Resandt, F Krige, C Tafu-Nwonko and V Macotha

Portfolio Committee
Economic Development & Tourism

Members:
Cllr K Brice (Chairperson), Cllrs C Resandt, C May, S Kalolo and V Macotha

Portfolio Committee :
Infrastructure and Planning

Members :
Cllr E Gillion (Chairperson), D Botha, J
Orban, S Tebele and V Pungupungu

2. that a simple majority of members of any one of the Committees constitutes a **quorum**.

RESPONSIBLE OFFICIAL:

H VAN TONDER

TARGET DATE FOR IMPLEMENTATION:

29 MAY 2019

6.2**ELECTION OF A SECUNDUS FOR THE SPEAKER****3/2/3/6****H van Tonder
16 May 2019****(028) 313 8037****Corporate Head Office**

EXECUTIVE SUMMARY

The purpose of the report is to elect a Councillor as secundus for Ald A Coetsee to act, as and when necessary, in his capacity as Speaker in terms of Section 41 of the Local Government : Municipal Structures Act, 1998 (Act No 117 of 1998).

RESOLVED (SUPPORTED BY 23 COUNCILLORS):

that Cllr J Orban **be elected as Secundus for the Speaker** in terms of Section 41 of the Local Government : Municipal Structures Act, 1998 (Act No 117 of 1998) to act as Speaker when the Speaker is absent or not available to perform the functions of Speaker or during a vacancy.

RESPONSIBLE OFFICIAL:**H VAN TONDER****TARGET DATE FOR IMPLEMENTATION:****29 MAY 2019**

6.3**APPOINTMENT OF A NEW MEMBER AND SECUNDUS : MUNICIPAL PUBLIC ACCOUNTS COMMITTEE (MPAC)****3/2/3/7****H van Tonder
16 May 2019****(028) 313 8037****Corporate Head Office**

EXECUTIVE SUMMARY

The purpose of the report is to afford Council the opportunity to appoint a new member, as well as a secundus for the chairperson for the Municipal Public Accounts Committee (MPAC) due to Cllr G Cohen's appointment to the Mayoral Committee by the Executive Mayor.

RESOLVED (SUPPORTED BY 23 COUNCILLORS):

1. that Cllr R Nutt **be appointed** as a new member of the Municipal Public Accounts Committee (MPAC); and
2. that Cllr D Botha **be appointed** as **secundus** for the Chairperson.

RESPONSIBLE OFFICIAL :**H VAN TONDER****TARGET DATE FOR IMPLEMENTATION :****29 MAY 2019**

6.4

RECESS : JULY 2019

3/2/1/4

H van Tonder

(028) 313 8037

Corporate Head Office

20 April 2019

EXECUTIVE SUMMARY

The purpose of the report is to obtain confirmation of Council's recess from 26 June 2019 (**immediately after conclusion of the Council Meeting**) to 21 July 2019 and related matters.

RESOLVED (SUPPORTED BY 23 COUNCILLORS):

1. **that the proposed period of recess, i.e. 26 June 2019** (immediately after conclusion of the Council Meeting) **to 21 July 2019** (the latter included) **be approved;**
2. that, during the period of recess, all urgent matters/emergency situations be dealt with by the Executive Mayor (or acting) in consultation with the Municipal Manager (or acting), except those reserved by law for full Council; and
3. that **cognisance be taken** that a **Special Council Meeting** will take place on **Wednesday, 31 July 2019.**

RESPONSIBLE OFFICIAL :**H VAN TONDER****TARGET DATE FOR IMPLEMENTATION :****NOT APPLICABLE**

6.5**REPORT OF THE DISCIPLINARY BOARD REGARDING THEIR PRELIMINARY INVESTIGATION PERTAINING TO ALLEGATIONS OF FINANCIAL MISCONDUCT: OFFICIAL EMPLOYED AT LOCAL ECONOMIC DEVELOPMENT**

This item was distributed under separate cover to Councillors for consideration.

In terms of Section 20(2) of the Local Government: Municipal Systems Act, No 32 of 2000, read with Rule 17 of the Overstrand Municipality's Standard By-law on Rules of Order for Internal Arrangements, this item must be considered "in committee".

The recommendation under this item shall be minuted in a separate minute book in terms of Section 20(2) of the Local Government: Municipal Systems Act, No 32 of 2000 read with Rule 17 of the Overstrand Municipality's Standard By-law on Rules of Order for Internal Arrangements.

7. URGENT MATTERS SUBMITTED BY THE MUNICIPAL MANAGER (IF ANY)

None

8. CONSIDERATION OF NOTICES OF MOTIONS / QUESTIONS

None

9. CONSIDERATION OF MOTIONS OF EXIGENCY (IF ANY)

None

The meeting adjourned at 14:20

DATE

THE SPEAKER – A COETSEE

**Mayor's Budget speech -
THE CHALLENGE OF BALANCING THE BUDGET**

The 2019/20 budget must be considered in the light of a considerably challenging 2018/19 year with regard to provision of emergency housing and related basic services, as well as providing for expenditure related to the devastating wild fires experienced during January 2019.

Both these instances were addressed from a budgetary provision perspective in tabling adjustments budgets for unforeseen and unavoidable expenditure as announced in Council on two respective occasions.

This was said by Overstrand Municipality's Executive Mayor, Ald Dudley Coetzee, at the presentation of the final budget for the 2019/20 financial year and other related documents such as the Reviewed 2019/20 Integrated Development Plan (IDP) on 29 May 2019 to Council.

In his budget speech, the Mayor extensively addressed the proposed increases for the average medium sized household for the coming financial year (2019/2020). They are as follows:

Property rates: Residential 5,70%
Electricity 13,07%
Water 5,70%
Sewerage tariffs 5,70%
Refuse tariffs 12,86%

The proposed increase of 5.7% for property rates for business and undeveloped erven remains unchanged.

He added that during the OMAF meeting held on 28 February 2019 "we indicated that electricity costs for Municipalities from ESKOM will increase with an estimated 15% for municipal consumers."

Electricity spike

NERSA have since advised that electricity tariffs are to increase by 13.07% in terms of the Nersa Guideline, with an increase of 15.63% applicable on bulk purchases from Eskom by municipalities. These increases have now been included in the electricity tariff structure for 2019/20.

An increase of 15% in basic charges for electricity is now proposed. The basic charge increase for households is to further mitigate the disparity between fixed and variable costs.

The revised increases for the respective brackets of the Inclining Block Tariffs: (0-350 kWh, 351-600kWh, and >600kWh), are proposed at 12%, 12,6% and 12,7% respectively.

The Mayor said following the Public Participation process and inputs received the following tariff amendments are also proposed:

1. Fire Services & Disaster Management: Tariff S23F4 relating to Building Plan Scrutiny Fee by the Fire Department of – R214,00 has been scrapped.
2. Building Control: An additional amount of R23,00 has been added to the tariff proposed in the Draft Budget for tariff S2F1, which includes scrutiny by the Fire Department.

3. Weigh Bridge - Landfill: All references relating to Karwyderskraal for tariffs SAN3C, D & E, will be scrapped and a limitation will be placed on the disposal of asbestos sheeting in tariff SAN5C.
4. Electricity consumption tariffs have been amended based on the latest draft guidelines received from NERSA.

He continued by saying "In this Budget we have continued to address the challenge of providing infrastructure and a high level of service delivery that is only fully used during short holiday seasons."

Level 2 water restrictions, as well as the first level of water restriction tariffs, in the Hermanus area introduced from 1 June 2018 are still applicable. Level two water restrictions only allow for the watering of gardens, flower beds, etc., on one day per week, before 9am or after 5pm, for a period of one hour only. Vehicles and boats are not allowed to be washed with hosepipes. Hard surfaces or paved areas also not allowed to be hosed down.

Mayor Coetzee assured the public that: "During the 2019/20 financial year we will continue to implement further capital projects to address ageing water reticulation systems, as well as sewerage treatment projects, and importantly also, storm water projects".

Salaries

The current three year collective SALGBC salary agreement came into operation on 1 July 2018. Salary increases, according to the principles of the agreement, were approved at 6,5 % for the 2019/20 financial year, based on the average inflation for the period February 2018 to January 2019, plus 1,5%. Salary notch adjustments of approximately 2% have also been included in the salary budget.

The cost associated with the remuneration of Councillors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The proclamation with regard to the 2018/2019 increases was published during January 2019. No indication for 2019/20 has been received to date and therefore remuneration adjustments for councillors have been factored into the 2019/20 budget at the same rate as the 2018/2019 determination.

The following major adjustments were made to the original Draft Operational Budget:

- Environmental Management Project - R2m
- Ombudsman - R200 000
- Zwelihle Sewage Repairs - R1,5m
- Grant Roll-Overs & Re-Allocations - R(930 349)
- Various Other items,

thus bringing the Final Budget to R1,250bn

Capital Budget increased

The total proposed final capital budget for 2019/2020 now amounts to R261 676 920.

The capital budget of R261,7 million for 2019/20 is 49,7 per cent more when compared to the 2018/2019 Adjustments Budget.

The increase is mainly due to roll-over projects amounting to R61m from the 2018/19 adjustments budget and the year-on-year fluctuation and allocation of the Housing grant between operating (top structures) and capital (services infrastructure).

All inputs received from the Public were also considered by the Budget Steering Committee.

This resulted in additional projects emanating from the public participation process included in the Capital Budget to an amount of R14 254 553, the detail as follows:

- Emergency Housing Services: R1,512m
- Upgrading Zwelihle Sewer: R5,5m
- Upgrading Zwelihle Stormwater: R3m
- Mount Pleasant Sportsgrounds - Floodlights: R1,2m
- Fire Engine: R1,842m
- Other: R1,2m

The Mayor explained that the 2019/20 IDP review is the second review of the 5 year IDP. For 2019/20 the strategic direction set in the 5 year IDP remains on course. The IDP review articulates the development needs of the communities and the Municipality whilst also stating the specific initiatives for the 2019/20 financial year. The Municipal Budget funds the delivery of the IDP.

The Municipality's business and service delivery priorities were reviewed as part of this year's planning and budget process. Where appropriate, funds were transferred from low- to high-priority programmes so as to maintain sound financial stewardship. A critical review was undertaken of expenditure with regards to cost containment measures, non-core and '*nice to have*' items.

Thank you

Mayor Coetzee thanked the public for their participation and input during the IDP Review- and Budget preparation process. "I also wish to extend my sincere appreciation to the Councillors and the Administration who contributed to compiling the 2019/2020 Operating and Capital Budgets," he concluded.