



**SPECIAL MEETING OF THE MAYORAL
COMMITTEE**

**SPESIALE VERGADERING VAN DIE
BURGEMEESTERSKOMITEE**

**INTLANGANISO EKHETHEKILEYO YEKOMITI
KASODOLOPHU**

A G E N D A

I-AJENDA

**DATE / DATUM / UMHLA : 18 JANUARY / JANUARIE /
JANYUWARI 2016**

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

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

TIME / TYD / IXESHA : 10:30

MUNISIPALITEIT OVERSTRAND MUNICIPALITY

Office of the Municipal
Manager
Municipal Offices
HERMANUS

11 January/Januarie/Janyuwari 2016

NOTICE TO ALL ALDERMEN AND COUNCILLORS

NOTICE IS HEREBY GIVEN that a **SPECIAL MEETING** of the **MAYORAL COMMITTEE** will be held in the Banqueting Hall, **Civic Centre, HERMANUS**, on **MONDAY, 18 JANUARY 2016** at **10:30** to consider the items set out in the attached agenda.

C GROENEWALD
MUNICIPAL MANAGER

KENNISGEWING AAN ALLE RAADSHERE EN RAADSLEDE

KENNIS WORD HIERMEE GEGEE dat 'n **SPESIALE VERGADERING** van die **BURGEMEESTERSKOMITEE** gehou sal word in die **Banketsaal, Burgersentrum, HERMANUS**, op **MAANDAG, 18 JANUARIE 2016** om **10:30** vir oorweging van die items op die meegaande agenda.

C GROENEWALD
MUNISIPALE BESTUURDER

ISAZISO ESIYA KUBO BONKE OOCEBAKHULU NOOCEBA

OKU KUKWAZISA ukuba **INTLANGANISO EKHETHEKILEYO YEKOMITI KASODOLOPHU** iza kuba se Banqueting Hall, kwiZiko LoLUNTU, e**HERMANUS** ngo**MVULO, 18 JANYUWARI 2016** ngeye-**10:30** ukuqwalasela imicimbi ekule ajenda iqhotyoshelwe apha.

C GROENEWALD
LOMPHATHI KAMASIPALA

AGENDA/...

- 1. OPENING**

- 2. APPLICATIONS FOR LEAVE OF ABSENCE**

- 3. STATEMENTS AND COMMUNICATIONS BROUGHT FORWARD BY THE EXECUTIVE MAYOR/EXECUTIVE DEPUTY MAYOR**

**4.
2nd ADJUSTMENTS BUDGET 2015/2016 (WESTERN CAPE PROVINCIAL
ALLOCATIONS AND ADJUSTED ESTIMATES)**

5/1/17-2015/2016

BA King

(028) 313 8154

Corporate Head Office

11 January 2016

1. Executive Summary

Report prepared in terms of section 28(2)(b) of the Local Government: Municipal Finance Management Act, 2003 (MFMA) for the appropriation of additional revenues that have become available through the Western Cape (WC) Provincial allocations and adjusted estimates.

2. Service Delivery and Budget Implementation Plan - IGNITE

Directorate: Finance
Department: Financial Services

3. Compliance with Strategic Priorities

Provision of democratic, accountable and ethical governance
Provision and maintenance of municipal services

4. Delegated Authority

None

5. Legal Requirements

Local Government: Municipal Finance Management Act, (Act 56 of 2003) (MFMA)

6. Background/Discussion/Conclusion

Background

This report has been prepared in terms of the framework relating to the tabling of an adjustments budget in respect of the appropriation of additional revenues that have become available through the Western Cape Provincial allocations and adjusted estimates.

Discussion

The Provincial Treasury allocations to municipalities, as contained in the 2015 Western Cape Main Budget and Western Cape Appropriations Act, 2015 and not listed in the Division of Revenue Act, 2015, were published in the Provincial Gazette Extraordinary no. 7494, dated 18 September 2015 (See

Annexure A1). The impact of these allocations is the appropriation of an amount of R800 000 from the Western Cape Financial Management Support Grant (FMSG) to Overstrand municipality.

Adjusted estimates for the Western Cape Provincial Treasury, Gazetting of Allocations to Municipalities contained in the Western Cape Adjusted Estimates of Provincial Expenditure 2015 and the 2015 Adjustments Appropriation Bill which were not listed in the Division of Revenue Act, 2015, were published in the Provincial Gazette Extraordinary no. 7535, dated 20 November 2015 (See Annexure A2). The adjusted estimates allocates funding to Overstrand for the Human Settlements Development Grant (HSDG) and the Thusong Service Centres Grant (Operational support) amounting to R6 256 000 and R200 000 respectively.

A revised SDBIP, incorporating the changes to the budget, will be tabled as a separate item in Council.

Conclusion

The allocations and adjustments referred to above, are listed in Annexure B to this report and have been incorporated in this adjustments budget.

The net increase in revenue amounts to R7 256 000.

7. Financial Implications

Revenue:

Additional revenue amounting to R7 256 000 will accrue to the municipality.

Operational Expenditure:

Operational expenditure for housing (Re-allocation to top structures) will increase by R9 907 625 and Thusong centre maintenance by R200 000.

Capital Expenditure:

Capital expenditure will decrease by R3 651 625 in respect of housing related projects (Re-allocation to top structures) and increase by R800 000 for the Integrated Asset Management System.

8. Staff Implications

None

9. Comments from other Departments, Divisions and Administrations

See table for the revision and re-allocation of housing projects.

10. Annexures

- Schedule 1: Budgeted financial performance (revenue and expenditure by municipal vote)
- Schedule 2: Budgeted financial performance (revenue by source & expenditure by type)
- Schedule 3: Budgeted multi-year capital appropriations by standard classification (vote) and associated funding by source
- Schedule 4: Budgeted financial position
- Schedule 5: Budgeted cash flow
- Schedule 6: Cash backed reserves and surplus reconciliation
- Schedule 7: Asset management
- Schedule 8: Basic service delivery measurement
- Schedule 9: Budgeted financial performance (revenue & expenditure by standard classification)
- Schedule 10: Budgeted capital appropriations by municipal vote
- Annexure A1: Provincial Gazette Extraordinary no. 7494
- Annexure A2: Provincial Gazette Extraordinary no. 7535
- Annexure B1: Summary of adjustment budget items
- Annexure B2: Revised list of housing related projects
- Annexure C: Revised capital projects list for 2015/2016
- Annexure D: B Schedule: WC032-Overstrand 2nd Adjustments Budget

RECOMMENDATION TO THE COUNCIL:

1. that, in terms of section 28(2)(b) of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003), the 2nd Adjustments Budget (WC Provincial allocations and adjusted estimates) for 2015/2016 **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-year capital appropriations by standard classification (vote) and associated 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 following schedules be noted:

- Schedule 9:** Budgeted financial performance (revenue & expenditure by standard classification)
- Schedule 10:** Budgeted capital appropriations by municipal vote

RESPONSIBLE OFFICIAL :**BA KING****TARGET DATE FOR IMPLEMENTATION :****20 JANUARY 2016**