

EXTRACT COUNCIL MINUTES: 30 JUNE 2022

UNANIMOUSLY RESOLVED

Item A121/30/06/2022

1. That the adjustment budget of Swellendam Municipality for the Financial year 2021/2022, as set out in the schedules contained in Section 4, circulated with the agenda be considered and approved as contained in the following prescribed budget tables;
 - (i.) Tables B1: Adjustments budget summary
 - (ii.) Table B2: Adjustments Budget Financial Performance (expenditure by standard classification)
 - (iii.) Table B3: Adjustments Budget Financial Performance (expenditure by municipal vote)
 - (iv.) Table B4: Adjustments Budget Financial Performance (revenue by source)
 - (v.) Table B5 to B10: as well as the supporting tables SB1 to SB19
2. That Council, in terms of section 54(1)(c), approves the revised SDBIP capital expenditure for 2021/ 2022 and adjustment performance agreements of the section 56 employees.

Item number A121. 30.06.2022

ADJUSTMENT BUDGET – 2021/2022 AND REVISED SDBIP

Report of the Director: Financial Services: Ms. E Wassermann

Department	Financial Services
Section	Financial Services
File number	2/13

PURPOSE OF REPORT

The purpose of the report is to present the adjustment budget for 2021/2022 to Council for approval due to funds allocated to the municipality in respect of an agreement with the Overberg District Municipality for the upgrade of sanitation facilities from old housing projects as well as transfers of allocations from Department of Human Settlements gazetted for the 2022/2023 financial year.

The purpose of this report is furthermore to present the revised SDBIP and adjustment performance agreements of the section 57 employees to the Council for approval.

FACTS AND BACKGROUND

The municipality was informed that funds were allocated to the municipality in respect of an agreement with the Overberg District Municipality for the upgrade of sanitation facilities from old housing projects as well as transfers of allocations from the Department of Human Settlements gazetted for the 2022/2023 financial year.

Certain line items were decreased due to cost containment or increased because of additional expenditure incurred.

As it is imperative and legally required to table a cash-backed budget, the 2021/2022 approved adjustment budget during February 2022, had to be revised to take the above into account.

Furthermore, virements that were processed since the February 2022 adjustment budget, were included in the June 2022 adjustment budget.

Savings on projects included in the capital budget that was completed were also reallocated to other projects included in the capital budget for completion.

The adjustment of the Budget 2021/22, the Service Delivery and Budget Implementation Plan 2021/22, and the adjustment of the section 57 agreements have been brought in line with the IDP 2021/22.

The adjustment budget will be circulated as a separate addendum.

LEGAL IMPLICATIONS

MFMA Section 28 provides directives and guidelines for submitting municipal adjustment budgets to Council for adoption. In terms of Section 54 (1) (c), the Mayor must consider and, if necessary, make any revisions to the SDBIP, provided that revisions to the service delivery targets and performance indicators in the plan may only be made with the approval of the Council following the approval of the adjustment budget.

FINANCIAL IMPLICATIONS

As per the tables circulated to Council.

PERSONNEL IMPLICATIONS

None

COMMUNICATION IMPLICATIONS

None

COMMENTS FROM DEPARTMENTS

Director: Corporate Services

None

Director: Community Services

None

Director: Financial Services

None

Director: Infrastructure Services

None

Municipal Manager

None

RECOMMENDATION

1. That the adjustment budget of Swellendam Municipality for the Financial year 2021/2022, as set out in the schedules contained in Section 4, circulated with the agenda be considered and approved as contained in the following prescribed budget tables;
 - (i.) Tables B1: Adjustments budget summary
 - (ii.) Table B2: Adjustments Budget Financial Performance (expenditure by standard classification)
 - (iii.) Table B3: Adjustments Budget Financial Performance (expenditure by municipal vote)
 - (iv.) Table B4: Adjustments Budget Financial Performance (revenue by source)
 - (v.) Table B5 to B10: as well as the supporting tables SB1 to SB19

2. That Council, in terms of section 54(1)(c), approves the revised SDBIP for 2021/ 2022 and adjustment performance agreements of the section 56 employees.