

EXTRACT SPECIAL COUNCIL MINUTES: 25 AUGUST 2023**UNANIMOUSLY RESOLVED****Item A132/25/08/2023**

1. That the Council approves the projects listed below to be rolled over to the 2023/2024 financial year:

1.1 Own Funds

Function	Project	Amount
Traffic Department	2 x 4-seater Sedans (2022/2023) – Vehicle lights and accessories are outstanding	R 35 000
Sewerage	3 rd pump at N2 Sewer Pump Station	R 655 000
Sewerage	Railton Sanitation upgrade – Front Sewers	R800 000
Refuse	Refuse Containers Malgas / Infanta	R67 000
Municipal Buildings	Conversion of old Library	R920 000
Sewerage	Jetting Machine	R590 000
Finance	Inverter server room	R160 000
Water	Swellendam/Railton Bulk Water Reticulation	R1 599 000
Water	Upgrade of Telemetry systems	R322 500
Water	Steps and channel grids with railings for waterworks	R120 000
Water	New MCC with Magflow for Swellendam Waterworks	R280 000
Sewerage	Silo pump station manifold upgrade	R85 000
Fleet	Diesel Trailer 500l x1	R60 000
Sewerage	Klipperivier Stainless steel safety Railings	R200 000
	Total	R 5 893 500

1.2 Provincial Treasury Grants**Capital Projects:**

Function	Project	Amount
Electricity	Swellendam Railton 950 erven - Elec Infrastructure	R 5 226 317
Water	Generators	R 469 012
Sewerage	Generators	R 410 000

	Total	R 6 105 329
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Operating Projects:

Function	Project	Amount
Housing	Informal Settlement	R 795 354

2. That the Roll-Over Adjustments Budget for the Financial year 2023/2024, as set out in the below-prescribed budget tables be approved;
 - 2.1 Table B1 Adjustments Budget Summary;
 - 2.2 Table B2 Adjustments Budget Financial Performance (functional classification);
 - 2.3 Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote);
 - 2.4 Table B4 Adjustments Budget Financial Performance (revenue and expenditure);
 - 2.5 Table B5 Adjustments Capital Expenditure Budget by vote and funding;
 - 2.6 Table B6 Adjustments Budget Financial Position;
 - 2.7 Table B7 Adjustments Budget Cash Flows;
 - 2.8 Table B8 Cash-backed reserves/accumulated surplus reconciliation;
 - 2.9 Table B9 Asset Management;
 - 2.10 Table B10 Basic service delivery measurement;
3. That the adjustment budget be placed on the municipal website and be submitted to Provincial and National Treasury.

 Item number **A132.** 25.08.2022

ADJUSTMENTS BUDGET: MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK 2023/2024 (Roll-over Budget)

Report from the Director Financial Services: Ms E Wassermann

Department Financial Services
Section Budget
File number 5/1/1/20

PURPOSE OF THE REPORT

The purpose of the report is to submit the 2023/2024 Roll-Over Adjustments Budget in respect of unspent grants as well as capital projects funded from the CRR in the 2022/2023 financial year that were not completed and should be rolled over to the 2023/2024 financial year for completion.

FACTS AND BACKGROUND

The Council must apply for a rollover of any grants received from the National Government or Provincial Government that are unspent on 30 June of a financial year subject to the funds being committed and reasons for the underspending has been provided.

The municipality did apply on 15 July 2023 for the rollover of certain unspent grants as prescribed by Provincial Treasury. The application for the rollover of the balance of the unspent grants will be submitted by 31 August 2023 in terms of the Division of Revenue Act and National Treasury Guidelines.

Subject to the outcome letter another adjustment budget will be submitted in terms of section 23(3) of the municipal budget and reporting regulation.

DISCUSSION

The following provincial grants received were unspent on 30 June 2023 and approval for these grants to be rolled over was already received on 17 August 2023. The approval letter is **attached as Annexure D:**

Capital Projects:

Function	Project	Amount
Electricity	Swellendam Railton 950 erven - Elec Infrastructure	R 5 226 317
Water	Generators	R 469 262
Sewerage	Generators	R 409750
	Total	R 6 105 329

Operating Projects (revenue):

Function	Project	Amount
Housing	Informal Settlement	R 795 354

The following projects funded from the Council's own resources were unspent as of 30 June 2023 and are requested to be roll-over:

Function	Project	Amount
Traffic Department	2 x 4 seater Sedans (2022/2023) – Vehicle lights and accessories are outstanding	R 35 000
Sewerage	3 rd pump at N2 Sewer Pump Station	R 655 000
Sewerage	Railton Sanitation upgrade – Front Sewers	R800 000
Refuse	Refuse Containers Malgas / Infanta	R67 000
Municipal Buildings	Conversion of old Library	R920 000
Sewerage	Jetting Machine	R590 000
Finance	Inverter server room	R160 000
Water	Swellendam/Railton Bulk Water Reticulation	R1 599 000

Water	Upgrade of Telemetry systems	R322 500
Water	Steps and channel grids with railings for waterworks	R120 000
Water	New MCC with Magflow for Swellendam Waterworks	R280 000
Sewerage	Silo pump station manifold upgrade	R85 000
Fleet	Diesel Tractor 500l x1	R60 000
Sewerage	Klipperivier Stainless steel safety Railings	R200 000
	Total	R 5 893 500

The B-Schedules will be distributed under separate cover.

LEGAL IMPLICATIONS

In terms of section 16 of the MFMA (act 56 of 2003),

"Municipal adjustments budgets

28. (1) A municipality may revise an approved annual budget through an adjustment budget.

(2) An adjustments budget-

(e) may authorise the spending of funds that were unspent at the end of the past financial year where the underspending could not reasonably have been foreseen at the time to include projected rollovers when the annual budget for the current year was approved by Council."

In terms of the Municipal Budget and Reporting Regulations: sections 23(3) and (5):

"23(3) If a national or provincial adjustments budget allocates or transfers additional revenues to a municipality, the mayor of the municipality must, at the next available council meeting, but within 60 days of the approval of the relevant national or provincial adjustment budget, table an adjustments budget referred to in section 28(2)(b) of the Act in the municipal council to appropriate these additional revenues."

"23(5) An adjustments budget referred to in section 28(2)(e) of the Act may only be tabled after the end of the financial year to which the roll-overs relate, and must be approved by the municipal council by the 25 August of the financial year following the financial year to which the roll-overs relate."

FINANCIAL IMPLICATIONS

The funding for these projects is available as per the previously approved budget for the 2022/2023 financial year.

PERSONNEL IMPLICATIONS

None

COMMUNICATION IMPLICATIONS

None

COMMENTS FROM DEPARTMENTS:

Director: Corporate Services

None

Director: Community Services

None

Director: Financial Services

As per the report.

Director: Infrastructure Services

None

Municipal Manager

None

RECOMMENDED

1. That the Council approves the projects listed below to be rolled over to the 2023/2024 financial year:

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Water	Swellendam/Railton Bulk Water Reticulation	R1 599 000
Water	Upgrade of Telemetry systems	R322 500
Water	Steps and channel grids with railings for waterworks	R120 000

Water	New MCC with Magflow for Swellendam Waterworks	R280 000
Sewerage	Silo pump station manifold upgrade	R85 000
Fleet	Diesel Traylor 500l x1	R60 000
Sewerage	Klipperivier Stainless steel safety Railings	R200 000
	Total	R 5 893 500

1.2 Provincial Treasury Grants

Capital Projects:

Function	Project	Amount
Electricity	Swellendam Railton 950 erven - Elec Infrastructure	R 5 226 317
Water	Generators	R 469 012
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Operating Projects:

Function	Project	Amount
Housing	Informal Settlement	R 795 354

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