

**EXTRACT COUNCIL MINUTES: 30 NOVEMBER 2023****UNANIMOUSLY RESOLVED****Item A192/30/11/2023**

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

**1.1 Provincial Treasury:****Capital Projects:**

Function	Project	Amount
Refuse	Skips	R 250 000
	<b>Total</b>	<b>R 250 000</b>

**Operating Projects:**

Function	Project	Amount
Housing	Title Deeds Restoration cost	R 160 600
Municipal Manager	Bursaries	R 90 000
	<b>Total</b>	<b>R 250 600</b>

**1.2 National Treasury:****Capital Projects:**

Function	Project	Amount
Water	Swellendam (Railton): Bulk Water Reticulation and Distribution	R 490 461
Water	Upgrading of Barrydale Bulk Water Supply Phase 2	R 6 208 203
Streets	Hermitage Gravel Road Upgrade	R 1 753 000
Water	Repairs to earth channel (Primary raw water storage facility, Grootkloof 3)	R 850 000
Stormwater	Erosion damage to culvert/outfall, Trichardt Street	R 350 000
Water	Grootkloof 1 raw water inlet erosion	R 450 000
Stormwater	Damage to gabion retainer Kerk Street bridge approach	R 150 000
	<b>Total</b>	<b>R 10 251 664</b>

**1.3 Departmental Agencies:****Operating Projects:**

Grant	Function	Project	Amount
Service SETA	Human Resources	Provision of Accredited Training Services	R 273 523
		<b>Total</b>	<b>R 273 523</b>

**1.4 District Municipality:****Operating Project:**

Grant	Function	Project	Amount
Safety Forum	Public Safety	Safety Forum (Various Expenditure)	R 70 000

		<b>Total</b>	<b>R 70 000</b>
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2. that Council takes cognisance of the following National Treasury grants for 2023/2024 that were reduced in the Division of Revenue Amendment Bill as published in the Government Gazette No 49550 of 24 October 2023:

<b>Grant</b>	<b>Function</b>	<b>Project</b>	<b>Amount</b>
Municipal Infrastructure Grant	Water	Swellendam (Railton): Bulk Water Reticulation	R 895 000 (Including PMU)
Water Services Infrastructure Grant	Water	Swellendam (Railton): Upgrade of Bakenskop and Railton Pumpstation, completion rising main to Railton reservoir	R 589 000
		<b>Total</b>	<b>R 1 484 000</b>

3. that Council takes cognisance of the following Provincial Treasury grant that was gazetted on 6 October 2023 in Provincial Gazette 8835:

**Capital Projects:**

<b>Function</b>	<b>Project</b>	<b>Amount</b>
Water	Rietkuil New Reservoir and Supply Link	R 2 000 000
	<b>Total</b>	<b>R 2 000 000</b>

**Operating Projects:**

<b>Function</b>	<b>Project</b>	<b>Amount</b>
Water	Options Analysis and Viability of Bufflejagsdam (as an additional water source for Swellendam LM)	R 938 000
	<b>Total</b>	<b>R 938 000</b>

4 that the Roll-Over Adjustments Budget for the Financial year 2023/2024, as set out in the below-prescribed budget tables be approved;

- 4.1 Table B1 Adjustments Budget Summary;
- 4.2 Table B2 Adjustments Budget Financial Performance (functional classification);
- 4.3 Table B3 Adjustments Budget Financial Performance (revenue and expenditure by municipal vote);
- 4.4 Table B4 Adjustments Budget Financial Performance (revenue and expenditure);
- 4.5 Table B5 Adjustments Capital Expenditure Budget by vote and funding;
- 4.6 Table B6 Adjustments Budget Financial Position;
- 4.7 Table B7 Adjustments Budget Cash Flows;
- 4.8 Table B8 Cash-backed reserves/accumulated surplus reconciliation;
- 4.9 Table B9 Asset Management;
- 4.10 Table B10 Basic service delivery measurement;

4.11 that the Adjustments Budget be placed on the municipal website and be submitted to Provincial and National Treasury.

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Item number A192. 30.11.2023

**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  
**Proposed 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 that were approved by Provincial as well as National Treasury, an additional grant gazette by Provincial Treasury, a decrease in certain National Treasury grants as well as Departmental Agency grant.

**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 31 August 2023 for the rollover of certain unspent grants as prescribed by National Treasury and Provincial Treasury.

**The Adjustment Budget is circulated as a separate addendum.**

**DISCUSSION**

The following Provincial Treasury grants received were unspent as of 30 June 2023 and approval to roll over these grants was already received. The approval letter is attached:

**Capital Projects:**

Function	Project	Amount
Refuse	Skips	R 250 000
	<b>Total</b>	<b>R 250 000</b>

**Operating Projects:**

Function	Project	Amount
Housing	Title Deeds Restoration cost	R 160 600
Municipal Manager	Bursaries	R 90 000
	<b>Total</b>	<b>R 250 600</b>

The following National Treasury grants received were unspent as of 30 June 2023 and approval to roll over these grants was already received. The approval letter is attached:

**Capital Projects:**

Function	Project	Amount
Water	Swellendam (Railton): Bulk Water Reticulation and Distribution	R490 461
Water	Upgrading of Barrydale Bulk Water Supply Phase 2	R6 208 203
Streets	Hermitage Gravel Road Upgrade	R1 753 000
Water	Repairs to earth channel (Primary raw water storage facility, Grootkloof 3)	R850 000
Stormwater	Erosion damage to culvert/outfall, Trichardt Street	R350 000
Water	Grootkloof 1 raw water inlet erosion	R 450 000
Stormwater	Damage to gabion retainer Kerk Street bridge approach	R150 000
	<b>Total</b>	<b>R10 251 664</b>

The following grants from National Treasury gazetted for the 2023/2024 financial year were reduced in the Division of Revenue Amendment Bill as published in the Government Gazette No 49550 of 24 October 2023:

**Capital Projects:**

Grant	Function	Project	Amount
Municipal Infrastructure Grant	Water	Swellendam (Railton): Bulk Water Reticulation	R895 000 (Including PMU)
Water Services Infrastructure Grant	Water	Swellendam (Railton): Upgrade of Bakenskop and Railton Pumpstation, completion of rising main to Railton reservoir	R589 000
		<b>Total</b>	<b>R1 484 000</b>

The following grant from Provincial Treasury was gazetted on 6 October 2023 in Provincial Gazette 8835:

**Capital Projects:**

Function	Project	Amount
Water	Rietkuil New Reservoir and Supply Link	R2 000 000
	<b>Total</b>	<b>R2 000 000</b>

**Operating Projects:**

Function	Project	Amount
Water	Options Analysis and Viability of Bufflejagsdam (as additional water source for Swellendam LM)	R938 000
	<b>Total</b>	<b>R938 000</b>

The following Departmental Agency grant received was unspent as of 30 June 2023:

Grant	Function	Project	Amount
Service SETA	Human Resources	Provision of Accredited Training Services	R273 523
		<b>Total</b>	<b>R273 523</b>

The following District Municipality grant received was unspent as of 30 June 2023:

<b>Grant</b>	<b>Function</b>	<b>Project</b>	<b>Amount</b>
Safety Forum	Public Safety	Safety Forum (Various Expenditure) 2021/2022 as well as 2022/2023 financial years	R70 000
		<b>Total</b>	<b>R70 000</b>

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, additional funds allocated in a Provincial Gazette as well as funds reduced in the Division of Revenue Amendment Bill.

### **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 Council approves the projects listed below to be rolled over to the 2023/2024 financial year:

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### 1.3 Departmental Agencies:

#### Operating Projects:

Grant	Function	Project	Amount
Service SETA	Human Resources	Provision of Accredited Training Services	R 273 523
<b>Total</b>			<b>R 273 523</b>

### 1.4 District Municipality:

#### Operating Project:

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