

EXTRACT COUNCIL MINUTES: 28 AUGUST 2024**UNANIMOUSLY RESOLVED****Item A135/28/08/2024**

1. that Council approves the projects listed below to be rolled over to the 2024/2025 financial year:

1.1 Own Funds

Function	Project	Amount
Building Maintenance	Replace Air conditioners at various buildings	R80 208
Roads & Stormwater	Rehabilitation of section of Van Riebeeck Street,	R1 483 505
Roads & Stormwater	Railton Upgrading of Gravel Roads and Stormwater	R1 305 000
Waste Water Services	Machinery and Equipment - Waste Water Services	R30 000
Water Services	Water Machinery and Equipment 2023_2024	R25 000
Waste Water Services	3rd pump at N2 sewer pumpstation	R185 510
Waste Water Services	New Silo wastewater Pump station	R2 775 435
Roads & Stormwater	Rehabilitation of roads (RRAMS priority list)	R3 020 069
Town Planning	Railton Walkway Project	R135 000
Water Services	Swellendam (Railton): Bulk Water Reticulation	R1 256 920
Water Services	Upgrade of Irrigation pump station Suurbraak	R300 000
Water Services	Barrydale mid reservoir booster pumpstation	R179 207
Water Services	Swellendam (Railton): Bulk Water Reticulation	R505 500
Water Services	Steps and channel grids with railings for Swellendam	R120 000
Water Services	New MCC with magflow for Swellendam waterworks	R274 561
Waste Water Services	Installation of chlorination system WWTW 2023/24	R298 050
Water Services	Diesel Tractor 500l x1	R16 633
Water Services	Installation of chlorination system WTW	R666 947
Waste Water Services	Railton sanitation upgrade, street front sewers	R264 000
	Total	R 12 921 545

1.2 Provincial Treasury Grants**Capital Projects:**

Function	Project	Amount
Town Planning	Railton Walkway Project	R 144 830
Waste Water Services	Barrydale Sewer Manholes (82 Houses)	R 736 813
Water Services	Rietkuil New Reservoir and Supply Link	R 1 603 796
	Total	R 2 485 439

Operating Projects:

Function	Project	Amount
Town Planning	Railton Walkway project	R 82 091
Electricity	Upgrade Electricity Infrastructure	R13 407 013
Housing	Second Phase: Low-Cost Housing	R16 436 704
	Total	R29 925 808

1.3 Revenue Recognition of Grants

Function	Project	Amount
Town Planning	Railton Walkway project	R 260 960

Function	Project	Amount
Electricity	Upgrade Electricity Infrastructure	R15 418 066
Housing	Second Phase: Low-Cost Housing	R16 436 704
Waste Water Services	Barrydale Sewer Manholes (82 Houses)	R736 813
Water Services	Rietkuil New Reservoir and Supply Link	R1 603 796
Water Services	Municipal Water Resilience Grant	R240 570
	Total	R34 696 609

2. that the Roll-Over Adjustments Budget for the financial year 2024/2025, 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 A135. 28.08.2024

ADJUSTMENTS BUDGET: MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK 2024/2025 (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 2024/2025 Roll-Over Adjustments Budget in respect of unspent grants as well as capital projects funded from the CRR in the 2023/2024 financial year that were not completed and should be rolled over to the 2024/2025 financial year for completion. **(See Annexure H)**

FACTS AND BACKGROUND

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 being provided.

The municipality did apply on 15 July 2024 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 2024 in terms of the Division of Revenue Act and National Treasury Guidelines.

Subject to the outcome letter another adjustments 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 2024 and approval for these grants to be rolled over was already received on 17 August 2023. The approval letter is attached:

Capital Projects:

Function	Project	Amount
Town Planning	Railton Walkway Project	R 144 830
Waste Water Services	Barrydale Sewer Manholes (82 Houses)	R 736 813
Water Services	Rietkuil New Reservoir and Supply Link	R 1 603 796
	Total	R 2 485 439

Operating Projects (Expenditure)

Function	Project	Amount
Town Planning	Railton Walkway project	R 82 091
Electricity	Upgrade Electricity Infrastructure	R13 407 013
Housing	Second Phase: Low-Cost Housing	R16 436 704
	Total	R29 925 808

Operating Revenue Recognition

Function	Project	Amount
Town Planning	Railton Walkway project	R 260 960
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Housing	Second Phase: Low-Cost Housing	R16 436 704
Waste Water Services	Barrydale Sewer Manholes (82 Houses)	R736 813
Water Services	Rietkuil New Reservoir and Supply Link	R1 603 796
Water Services	Municipal Water Resilience Grant	R240 570
	Total	R34 696 609

The following projects funded from Council's own resources were unspent as of 30 June 2024 and are requested to be rolled over:

Function	Project	Amount
Building Maintenance	Replace Airconditioners at various buildings	R80 208
Roads & Stormwater	Rehabilitation of section of Van Riebeeck Street,	R1 483 505
Roads & Stormwater	Railton Upgrading of Gravel Roads and Stormwater	R1 305 000
Waste Water Services	Machinery and Equipment - Waste Water Services	R30 000
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	Total	R 12 921 545

Considering the above the 2024/2025 budget is adjusted as follows:

Description	Original Budget	Adjustments	Adjusted Roll-Over Budget
Total Revenue	R542 746 228	R34 696 908	R577 443 137
Total Expenditure	R522 616 507	R29 925 808	R552 542 315
Total Capital	R61 003 609	R15 406 984	R76 410 593

The B-Schedules will be distributed under separate cover.

The reasons for the unspent capital are included under a separate Item on the agenda.

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 adjustments 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 2023/2024 financial year.

PERSONNEL IMPLICATIONS

None

COMMUNICATION IMPLICATIONS

None

COMMENTS FROM DEPARTMENTS:

Director: Community Services

None

Director: Financial Services

As per the report.

Director: Infrastructure Services

None

Municipal Manager

None

RECOMMENDED

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