



REPORT TO SUBCOUNCIL 15

1. ITEM NUMBER: **15SUB29/06/20**

2. SUBJECT / ONDERWERP / ISIHLOKO

REALLOCATION OF OPERATIONAL FUNDING FROM WARD ALLOCATIONS AND MAYORAL URBAN REGENERATION PROGRAMME (MURP)

3. PURPOSE

The purpose of this report is to **NOTE** the Subcouncil Manager's recommendation to reallocate R960 133.83 from MURP projects and R517 059 from Ward Allocation projects.

4. FOR DECISION BY

Subcouncil 15 for support and recommendation

Delegation - Part 24 (2) (1): To monitor the implementation of Council's budget, service delivery business implementation plans, strategic objectives, policies and programmes within the sub-council jurisdictional area.

Delegation - Part 24 (13): Subcouncil Managers, in consultation with the Subcouncil Chairperson and the affected Ward Councillor, be granted the authority to exercise all the powers of the Subcouncils during periods of Council's recess, in cases of urgency.

5. EXECUTIVE SUMMARY

Council, on 26 March 2020, declared a Special Recess from 17h00 on 26 March 2020 until 08h00 on 1 May 2020, following the declaration of a National Disaster due to the coronavirus (COVID-19) by President Cyril Ramaphosa on 15 March 2020. The Speaker extended the Special Recess until 08h00 on Monday, 18 May 2020.

The special recess invoked Part 24, Section 13(1) of Council's System of Delegation which states that Subcouncil Managers, in consultation with the Subcouncil Chairperson and the affected Ward Councillor, be granted the authority to exercise all the powers of the Subcouncils during periods of Council's recess, in cases of urgency.

This report deals with the recommendation from the Subcouncil Manager, in consultation with the relevant Ward Councillor(s) and Subcouncil Chairperson to reallocate unspent and/or anticipated savings from MURP and Ward Allocation operational projects.

6. RECOMMENDATIONS

It is recommended that:

- (a) Subcouncil 15 **NOTE** the recommendation by the Subcouncil Manager, in consultation with the affected Ward Councillor(s) and Subcouncil Chairperson to reallocate unspent and/or anticipated savings as follows:
- (i) R517 059 from Ward Allocation operational projects to the Mayoral Relief Fund to support the City of Cape Town's humanitarian relief efforts within the Subcouncil's area of jurisdiction as set out in Annexure A.
 - (ii) R960 133.83 from MURP operational projects to be consolidated with other savings to be reallocated to various competing needs in the City of Cape Town as set out in Annexure B.

AANBEVELINGS

Insert Afrikaans Translation

IZINDULULO

Insert Xhosa Translation

7. DISCUSSION / CONTENTS

The declaration of the novel coronavirus by the World Health Organisation as a pandemic on 11 March 2020 brought about uncertainty and unprecedented events throughout the world and South Africa was not spared.

On 15 March 2020 the President of South Africa, Mr Cyril Ramaphosa, declared a National Disaster due to the increasing positively confirmed cases of COVID-19 in the country.

This declaration brought with a national lockdown of 21 days (which was extended for another 2 weeks until 31 April 2020) which resulted in many industries having to temporarily closing its doors. This meant that the approved MURP funded projects and the operational ward allocation projects was in danger of not being completed timeously or that there would be significant savings realised as a direct result of the coronavirus. It became therefore evident that Subcouncils needed to reallocate and reprioritise the approved spending of the allocated R4 million from MURP funding and R 1 840 000 (R 1 780 000 at January 2020 Adjustment Budget).

The City of Cape Town has implemented various programmes to assist the most vulnerable communities and individuals with relief during this time through a Humanitarian Relief Fund.

The Subcouncil Manager rigorously communicated with the various project managers, the MURP Manager, line department project managers and the affected Ward Councillors on a best way to ensure that the anticipated savings or unspent funding be spent within the financial year. Some projects, however needed more time to be completed successfully where others simply could not proceed as a result of the coronavirus and the subsequent declaration of a national disaster.

The Subcouncil Manager proposed that in view of the fact that projects (see attached annexure A and B) will either not be completed due to the COVID-19 regulations or will generate savings for various reasons, the savings indicated on MURP will revert back to the department to be consolidated for other competing needs and Ward Allocation projects be reallocated to Humanitarian Relief Programmes.

7.1 Constitutional and Policy Implications

A process has been put in place to deal with unspent funds and/or anticipated savings operational projects from MURP funding and Ward Allocation funding

7.2 Sustainability implications

Does the activity in this report have any sustainability implications for the City?	No <input checked="" type="checkbox"/>	Yes <input type="checkbox"/>
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7.3 Financial Implications

Costing of the projects was determined after technical assessment but due to the effects of the COVID-19 pandemic the completion of projects are affected negatively.

7.4 Legal Implications

Complies with the Municipal Finance Management Act, 2003 (Act 56 of 2003)

7.5 Staff Implications

Does your report impact on staff resources or result in any additional staffing resources being required?

No ☒ Yes ☐

7.6 Other Services Consulted

The following project managers have been consulted and confirmed their agreement in submitting the projects reflected in this report for consideration:

Project Manager:

DEPARTMENT	PROJECT MANAGER	FUNDING SOURCE
Recreation & Parks	Sarel van Deventer	MURP
	Wadiah Bedford	MURP and Ward Allocations
	Joseph Strydom	Ward Allocations
Arts & Culture	Albert Webster	MURP
Traffic Services	Erin Whare	MURP
MURP	Ntutu Mtwana Monwabisi Booï	MURP
Area North	Mariette Griessel	Ward Allocations
Solid Waste	Xolisile Mama	Ward Allocations
Law Enforcement	Rudolph Wiltshire	Ward Allocations

ANNEXURE (S):

Annexure A: Ward Allocations 2019/20 – Proposed Reallocations

Annexure B: MURP 2019/20 – Proposed Reallocations

Annexure C: Consultation Report