

REPORT TO THE EXECUTIVE MAYOR

DATE

1. ITEM NUMBER :

2. SUBJECT

ADJUSTMENTS BUDGET: 2015/16 FINANCIAL YEAR

G3422: G3311: E7117: E7111: LSU E1985

AANSUIWERINGSBEGROTING: 2015/16-BOEKJAAR

**ULUNGELELANISO LOHLAHLO-LWABIWO-MALI: UMNKYAKA-MALI KA-
2015/16**

3. STRATEGIC INTENT

☒ - Opportunity City

Objective 1.2: Provide and maintain economic and social infrastructure to ensure infrastructure-led growth and development.

☒ - Well-run City

Objective 5.3: Ensure financial prudence, with clean audits by the Auditor-General.

4. PURPOSE

This report recommends adoption of an adjustments budget as provided for in Section 28 of the Municipal Finance Management Act (MFMA).

5. FOR NOTING BY / FOR DECISION BY

☒ This report is for consideration/decision by:

- Council

6. EXECUTIVE SUMMARY

This report recommends approval of the appropriation of certain budgetary amendments, as listed in the 2015/16 (January 2016) Adjustments Budget.

7. RECOMMENDATIONS

Not delegated: for decision by Council

It is recommended that:

- a. *In terms of section 28 of the MFMA, Council adopts the amendments proposed for incorporation into the 2015/16 adjustments budget (January 2016), attached as annexure A to this report.*
- b. *That an advance payment be made in the 2015/16 financial year for the procurement of electric buses as provided for on the 2016/17 Capital budget and be funded from the PTISG interest account, upon submission by the supplier of an acceptable advance payment guarantee to the City in terms of the SCM policy.*
- c. *An amount of up to R2 million be made available in support of the Council approved Mayor's special fund objective, as contemplated in S12 of the MFMA.*
- d. *Authority be granted to establish a Capital Replacement Reserve (CRR: IRT Bus Insurance) into which all proceeds from IRT bus insurance claim settlements will be paid.*

AANBEVELING

Nie gedelegeer nie: vir besluitneming deur die Raad

Daar word aanbeveel dat:

- a. *Die Raad ingevolge artikel 28 van die MFMA die wysigings voorgestel vir insluiting by die 2015/16-aansuiweringsbegroting (Januarie 2016), aangeheg as bylae A by hierdie verslag, goedkeur.*
- b. *Dat 'n vooruitbetaling in die 2015/16 finansiële jaar gemaak word vir die aanskaffing van elektriese busse waarvoor in die 2016/17 kapitaalbegroting voorsiening gemaak is en uit die renterekening van die openbare vervoerinfrastruktuur-en-stelselstoelaag befonds word, na voorlegging deur die verskaffer van 'n aanvaarbare vooruitbetalingswaarborg aan die Stad ingevolge die beleid oor voorsieningskanaalbestuur.*

- c. 'n Bedrag van R2 miljoen beskikbaar gestel word ter ondersteuning van die Raadsgoedgekeurde oogmerk van die burgemeester se spesiale fonds, soos beoog in artikel 12 van die Wet op Munisipale Finansiële Bestuur.
- d. Dat magtiging verleen word om 'n kapitaalvervangingsreserwe te skep (IRT Busversekering) waarin die opbrengs van die uitbetaling van IRT busversekeringseise betaal sal word.

ISINDULULO

Azgunyaziswanga: Isigqibo seseBhunga

Kundululwe ukuba:

- a. Kundululwe ukuba ngokwecandelo-28 le-MFMA, iBhunga malamkele izilungiso eziphakanyiswe ukuba ziqukwe kulungelelaniso lohlahlo-lwabiwo-mali luka-2015/16 (Janyuwari 2016), njengoko kuqhotyoshelwe kwisihlomelo-A kule ngxelo.
- b. Ukuba makunikezelwe intlawulo kwangethuba kumnyaka-mali ka-2015/16 ukuze kuthengwe iibhasi ezihamba ngombane njengoko kubonelelwe kuhlahlo-lwabiwo-mali olungezimali ezinkulu kowama-2016/17 kwakhona ixhaswe kwi-akhawunti engenzala ye-PTISG, emva kokuba kungeniswe ngumbonelelo iziqinisekiso esamkelekileyo sentlawulo kwangethuba kwiSixeko, ngokungqinelana noMgaqo-nkqubo ongoLawulo loBonelelo ngeMpahla ekwiZiko (SCM).
- c. c. Isixa-mali esifikelele kwi-R2 sesigidi masifumaneke, apho sixhasa injongo zengxow-mali eyodwa kaSodolophu ephunyeziweyo, njengoko kudandalkazisiwe kwicandelo-12 le-MFMA.
- d. Makunikezwe igunya lokumisela iNtsalela yoTshintsho lweNkunzi (CRR: i-inshorenisi yeebhasi ze-IRT) apho kuzakuhlawulwa onke amabango e-inshorenisi yeebhasi ze-IRT.

8. DISCUSSION/CONTENTS

8.1. Constitutional and Policy Implications

MFMA Section 28 and National Treasury MFMA Circulars No. 28 and 54 provide directives and guidelines for submitting municipal adjustment budgets to Council for adoption. Annexure A to this report represents the documentation in compliance thereto.

8.2. Sustainability Implications

Does the activity in this report have any sustainability implications for the City?

No ☒

Yes ☐

8.3. Legal Implications

Not applicable.

8.4. Staff Implications

Does your report impact on staff resources, budget, grading, remuneration, allowances, designation, job description, location or your organisational structure?

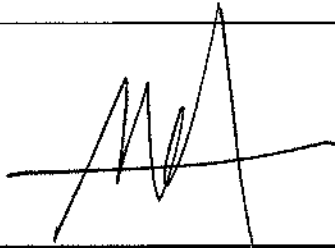
No ☒

Yes ☐

ANNEXURES

Annexure A – 2015/16 Adjustments Budget: 28 January 2016

FOR FURTHER DETAILS CONTACT:

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DIRECTORATE	Finance
SIGNATURE : DIRECTOR	


EXECUTIVE DIRECTOR (Acting)

Comment:

NAME ~~KEVIN JACOBY~~ George van Schaalkwyk

DATE 12.01.2016



QJP

LEGAL COMPLIANCE

☒ REPORT COMPLIANT WITH THE PROVISIONS OF COUNCIL'S DELEGATIONS, POLICIES, BY-LAWS AND ALL LEGISLATION RELATING TO THE MATTER UNDER CONSIDERATION.

☐ NON-COMPLIANT

NAME Sarah van Zyl

TEL 021 400 5446

DATE 12.01.2016

Comment:

Certified as legally compliant:

Based on the contents of the report.

Q

A.G. Rm

EXECUTIVE DIRECTOR: COMPLIANCE AND AUXILIARY SERVICES (ED: CAS)

DATE

13/1/16

☒ SUPPORTED FOR ONWARD SUBMISSION TO MAYOR ☐ / MAYCO ☒ / COUNCIL ☒

☐ NOT SUPPORTED

☐ REFERRED BACK

COMMENT:

ACTING

MAYORAL COMMITTEE MEMBER

COMMENT:

NAME _____

IFH v/d merwe

DATE _____

14/01/2016

P de Lille

EXECUTIVE MAYOR

☒ SUPPORTED FOR ONWARD SUBMISSION
TO MAYCO ☐ COUNCIL ☒:

☐ PC RECOMMENDATION

☐ RECOMMENDATION AS CONTAINED IN ORIGINAL REPORT

☐ ALTERNATIVE RECOMMENDATION TO
BE REFLECTED BELOW

☐ APPROVED I.T.O. DELEGATED
AUTHORITY

☐ NOTED

☐ REFUSED

☐ REFERRED BACK

COMMENT:

DATE _____

14.01.2016