

REPORT TO: COUNCIL

1. ITEM NUMBER

2. SUBJECT

ADJUSTMENTS BUDGET: 2020/21 FINANCIAL YEAR
L0562/M0482

AANSUIWERINGSBEGROTING: 2020/21-BOEKJAAR

ULUNGELELANISO LOHLAHLO-LWABIWO-MALI: UMNKYAKA-MALI KA-2020/21

3. DELEGATED AUTHORITY

In terms of delegation

This report is FOR DECISION BY

☐ **Committee name :**

☐ The Executive Mayor together with the Mayoral Committee (MAYCO)

☒ Council

4. DISCUSSION

This report recommends approval of the appropriation of certain budgetary amendments, as listed in the 2020/21 adjustments budget (August 2020).

4.1. Financial Implications ☐ None ☒ Opex ☒ Capex

☐ Capex: New Projects

☐ Capex: Existing projects requiring additional funding

☐ Capex: Existing projects with no additional funding requirements

4.2. Policy and Strategy ☐ Yes ☒ No

4.3. Legislative Vetting ☐ Yes ☒ No

4.4. Legal Compliance ☒

Section 28 of the MFMA and National Treasury MFMA Circular 28 and 54 provide directives and guidelines for submitting municipal adjustments budgets to Council for adoption.

Annexure A to this report represents the documentation in compliance to relevant legislation.

4.5. Staff Implications ☐ Yes ☒ No

4.6. Risk Implications ☐ Yes ☒ No

5. 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 2020/21 adjustments budget (August 2020), as contained in annexure A to this report.
- b. Ongoing contractually committed projects funded from national- and provincial allocations, for which approval of unspent 2019/20 budgetary allocations is awaited, be continued via interim funding from internal resources until the outcome of such roll-over application is appropriated into the 2020/21 budget via the January 2021 adjustments budget.
- c. An amount of R357 702 091 from accumulated surpluses be set aside to establish a 'Capital Replacement Reserve: Capital Grants and Donations: Roll-overs', which will be used to provisionally fund contractually committed, ongoing conditional grant-funded projects until the national- and provincial roll-overs are appropriated into the 2020/21 budget via the January 2021 adjustment budget.
- d. In the event of specific conditional grant-funded projects' roll-overs not being approved by National- or Provincial Treasury, the City continues funding such projects, which are contractually committed, from the 'Capital Replacement Reserve: Capital Grants and Donations: Roll-overs'.

AANBEVELINGS

Nie gedelegeer nie: Vir besluitneming deur die Raad

Daar word aanbeveel dat:

- a. Ingevolge artikel 28 van die MFMA, die Raad die wysigings voorgestel vir inkorporering in die 2020/21-aansuiweringsbegroting (Augustus 2020), soos vervat in bylae A by hierdie verslag, aanneem.
- b. Deurlopende kontraktueel-bindende projekte befonds uit nasionale en provinsiale toewysings waarvoor goedkeuring van onbestede 2019/20-begrotingstoewysings ingewag word, voortgesit word met tussentydse befondsing uit interne hulpbronne tot die uitkoms van die oorrolaanzoek in die 2020/21-begroting geïnkorporeer word deur die Januarie 2021-aansuiweringsbegroting
- c. 'n Bedrag van R357 702 091 uit opgehoopte oorskotte opsygesit word om 'n 'kapitaalvervangingsreserwe: kapitaaltoelae en -skenkings: oorrolfondse' daar te stel, wat gebruik sal word om kontraktueel-bindende, deurlopende voorwaardelik toelaagbefondste projekte te befonds tot die nasionale en provinsiale oorrolfondse in die 2020/21-begroting in die Januarie 2021-aansuiweringsbegroting bewillig word.
- d. Indien oorrolfondse vir spesifieke voorwaardelik toelaag-befondse projekte nie deur die nasionale of provinsiale tesourie goedgekeur word nie, die Stad voortgaan om daardie projekte wat kontraktueel bindend is, uit die 'kapitaalvervangingsreserwe: kapitaaltoelae en -skenkings: oorrolfondse' te befonds.

IZINDULULO

Aziguanyaziswanga-isigqibo seseBhunga

Kundululwe ukuba:

- a. Ngokwecandelo-28 le-MFMA, iBhunga malamkele izindululo eziphakanyiswe ukuba zingeniswe kwizilungiso zebhajetho 2020/21 (Janyuwari 2020), njengoko ziqulathwe kwisihlomelo-A kwingxelo ekwi-ajenda, ngokuxhomekeke kwezi zilungiso zither xhaxhe zilandelayo.
- b. Iiprowujekthi eziqhubekekayo ezingekhontakthi ezixhaswe ngezimali ezizizabelo zesizwe nephondo apho isiphumezo sezabelo ezingakhange zisetyenziswe zohlahlo-lwabiwo-mali lowama-2019/20 olulindelekileyo, maziqhubekeke ngokuthi kusetyenziswe inkxaso-mali yexeshana ephuma kwimithombo yangaphakathi kude ibeziziphumo zeso sicelo zotshintshelo lwezimali lwabelwa kuhlahlo-lwabiwo-mali lowama-2020/21 kusetyenziswa ulungelelwano lohlahlo-lwabiwo-mali lwangeyoMqungu 2021.

- c. Isixa-mali esingama-R357 702 091 sezigidi ukususela kwiintsalela ezifumanekileyo, masibekelwe bucala ukuze kumiselwe 'Uvimba woTshintshelo lwezimali ezinkulu: izibonelelo zezimali ezinkulu neMinikelo: lintshiyekela', apho iyakuthi isetyenziswe ukuxhasa okwexeshana izibophelelo ezingekhontrakthi, iprowujekthi eziqhubekekayo zezibonelelo ngokomqathango kude kube iintshiyekela zesizwe nezephondo zibe ziyabiwa kuhlalo-lwabiwo-mali luka-2020/21 kusetyenziswa ulungelelwaniso lohlahlo-lwabiwo-mali lowama-2021.
- d. Xa kuye kwathi iintshiyekela ezithile zeeprowujekthi ezixhaswe ngezimali ngokomqathango ziye azaphunyezwa siSizwe okanye nguNondyebo wePhondo, iSixeko masiqhubekeke ukuxhasa ngezimali ezo prowujekthi eziyimbophelelo ngokwekhontrakthi ukususela 'kuVimba woTshintshelo lwezimali ezinkulu: izibonelelo zezimali ezinkulu neMinikelo: lintshiyekela'.

ANNEXURES

Annexure A – City of Cape Town 2020/21 adjustments budget: 20 August 2020

FOR FURTHER DETAILS CONTACT

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DIRECTORATE	Finance	FILE REF No	
SIGNATURE : DIRECTOR			

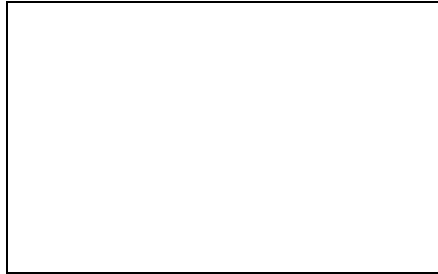
CHIEF FINANCIAL OFFICER

NAME KEVIN JACOBY

COMMENT:

DATE

SIGNATURE



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

COMMENT:

DATE

SIGNATURE

