COUNCIL OF THE CITY OF CAPE TOWN 007 **25 MAY 2016**

ITEM NUMBER: SPC 03/05/16

RECOMMENDATION FROM THE EXECUTIVE MAYOR: 17 MAY 2016

MC 55/05/16 BUDGET 2016/17 - 2018/19

The Deputy Executive Mayor, Ald. I Neilson said that some of the proposals received for amendment and changes to the draft budget were incorporated into the proposed budget.

It was further proposed that an amount of up to R2 million be made available in support of the Council approved Mayor's Special Fund objective, as contemplated in Section 12 of the MFMA and that this additional allocation be funded from within the Rates Account.

The above proposal was duly supported.

Ald. Neilson further pointed out that Annexure 1 *(Multi Year Capital Appropriations By Vote)* to the 2016/17 - 2018/19 Budget document would be updated prior to submission thereof to Council to reflect the full project value for each project/programme.

It is **RECOMMENDED** that:

(a) the City's annual budget for the financial year 2016/17; and indicative allocations for the two projected outer years 2017/18 and 2018/19 and related policies be approved and adopted, as set out in the following schedules and annexures:

(i) operating expenditure by standard classification reflected in Table 21;

(ii) operating expenditure by vote reflected in Table 22;

(iii) operating revenue by source reflected in Table 24;

(iv) multi-year capital appropriations by vote reflected in Annexure 1 and Annexure 27;

(v) capital expenditure by standard classification reflected in Table 25;

(vi) capital funding by source reflected in Table 25;

(vii) budgeted cash flow statement as reflected in Table 27;

(viii) salaries and benefits of political office bearers, councillors and senior officials as reflected in Table 51 and Table 52;

(ix) performance Indicators and benchmarks for 2016/17 as set out in Table 34;

(x) consolidated budget tables for the City and the municipal entity (CTICC) as reflected in Table 94 to Table 102;

(xi) Property (Tax) Rates as set out in Annexure 2;

(xii) Special Rating Areas (SRA) Policy, SRA additional rates as set out in Annexure 3;

(xiii) revised consumptive tariffs, rates and basic charges for electricity services, water services and waste management services as set out in Annexure 4;

(xiv) Rates Policy as set out in Annexure 5;

(xv) Tariffs, fees and charges book as set out in Annexure 6;

(xvi) Tariff policies as set out in Annexure 7;

(xvii) Credit Control and Debt Collection Policy as set out in Annexure 8;

(xviii) Grants-In-Aid Policy as set out in Annexure 9;

(xix) Virement Policy as set out in Annexure 10;

(xx) Budget Management and Oversight Policy as set out in Annexure 11;

(xxi) Long Term Financial Plan Policy as set out in Annexure 12;

(xxii) Policy governing adjustment budgets as set out in Annexure 13;

(xxiii) Unforeseeable and Unavoidable Expenditure Policy as set out in Annexure 14;

(xxiv) Policy governing planning and approval of capital projects as set out in Annexure 15;

(xxv) Proposed amendments to the five year 2012/13 - 2016/17 Integrated Development Plan (IDP) (2016/17 Review) as set out in Annexure 16;

(xxvi) Overview of budget assumptions applied to the 2016/17 MTREF required to be included in Annexure 16 (IDP) as set out in Annexure 17;

(xxvii) Grants, subsidies and contributions to external organisations as set out in Annexure 18;

(xxviii) Operating and capital ward allocation projects supported by Sub Councils as set out in Annexure 19;

(xxix) Individual projects with a total project cost in excess of R50 million (to give effect to section 19(1)(b) of the MFMA) as reflected in table 81 and as set out in Annexure 20;

(xxx) Municipal Entity - Schedule D (annual budget and supporting documents) as set out in Annexure 21;

(xxxi) Municipal Entity - Business Plan as set out in Annexure 22;

(xxxii) Iconic and other events to be hosted by the City in the 2016/17 financial year as set out in Annexure 23;

(xxxiii) Accounts Payable Policy as set out in Annexure 24.

(b) National Treasury Circulars 78 and 79 ("Municipal Budget Circulars for the 2016/17 MTREF") as set out in Annexure 25 to the report on the agenda be noted

(c) National Treasury Circular 82 - Cost Containment Measures - as set out in Annexure 26 to the report on the agenda be adopted

(d) unspent conditional grant allocations (national), as at the end of the 2015/16 financial year, and appropriated or voted to 2016/17 and future years, not be committed to expenditure until approval thereof is obtained from the National Treasury, in accordance with the directive of Budget Circular 48 (2009), Circular 51 (2010), Circular 55 (2011), Circular 59 (2012), Circular 67 (2013), Circular 72 (2014), Circular 75 (2015) and Circular 79 (2016)

(e) the Capital Replacement Reserve: Ward Allocations be funded from savings identified in the 2015/16 financial year to fund the ward allocation projects in the amount of R46 224 500 for the 2016/17 financial year

(f) budgetary input received during the public participation process during April 2016, reported under cover of a separate report, be noted

(g) the changes to the tabled 2016/17 - 2018/19 budget (March 2016) and the 2016/17 - 2018/19 budget (May 2016), as reported in Annexure B to the report on the agenda, be adopted. It should be noted that these changes were also effected to the tables included within Annexure A to the report on the agenda

(h) the Built Environment Performance Plans (BEPP), reported under cover of a separate report, be noted

(i) the draft updated scorecard as included in the Cape Town International Convention Centre's (CTICC) business plan and comments regarding the cost containment measures adopted by CTICC be considered, subject to any possible amendments by the CTICC Board at its meeting of 19 May 2016, for final approval by Council

(j) an amount of up to R2 million being made available in support of the Council approved Mayor's Special Fund objective, as contemplated in Section 12 of the MFMA and that this additional allocation be funded from within the Rates Account.

CITY OF CAPE TOWN
ISIXEKO SASEKAPA
STAD KAAPSTAD

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REPORT TO COUNCIL DATE 2016 -05- 1 7

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1. **ITEM NUMBER :**

2. **SUBJECT**
BUDGET 2016/17 – 2018/19
G5710 FW: G5691-F2642: F2535: F1166: C0977

ONDERWERP
BEGROTING VIR 2016/17 – 2018/19

ISIHLOKO
UHLAHLO-LWABIWO-MALI LUKA-2016/17 – 2018/19

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**

Approval and adoption of the City's 2016/17 – 2018/19 annual budget.

5. **FOR DECISION BY**

☒ This report is for consideration/decision by:

- Council

6. **EXECUTIVE SUMMARY**

Council must annually adopt a budget for operating revenue and expenditure, capital expenditure and cash flow. Council must also set rates and service charges in order to ensure that sufficient revenue is generated to match proposed expenditure.

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The format for adopting municipal budgets is prescribed in the Municipal Finance Management Act (MFMA), its regulations and National Treasury circulars, which require the adoption and noting of a range of issues.

The City's annual budget for 2016/17 – 2018/19 must reflect the revised Integrated Development Plan (IDP).

7. RECOMMENDATIONS

Not delegated: for approval by Council

1. The City's annual budget for the financial year 2016/17; and indicative allocations for the two projected outer years 2017/18 and 2018/19 and related policies be approved and adopted, as set out in the following schedules and annexures:

a. Operating expenditure by standard classification reflected in Table 21.
b. Operating expenditure by vote reflected in Table 22.
c. Operating revenue by source reflected in Table 24
d. Multi-year capital appropriations by vote reflected in Annexure 1 and Annexure 27.
e. Capital expenditure by standard classification reflected in Table 25.
f. Capital funding by source reflected in Table 25.
g. Budgeted cash flow statement as reflected in Table 27.
h. Salaries and benefits of political office bearers, councillors and senior officials as reflected in Table 51 and Table 52.
i. Performance Indicators and benchmarks for 2016/17 as set out in Table 34.
j. Consolidated budget tables for the City and the municipal entity (CTICC) as reflected in Table 94 to Table 102.
k. Property (Tax) Rates as set out in Annexure 2.
l. Special Rating Areas (SRA) policy, SRA additional rates as set out in Annexure 3.
m. Revised consumptive tariffs, rates and basic charges for electricity services, water services and waste management services as set out in Annexure 4.
n. Rates policy as set out in Annexure 5.
o. Tariffs, fees and charges book as set out in Annexure 6.
p. Tariff policies as set out in Annexure 7.
q. Credit control and debt collection policy as set out in Annexure 8.
r. Grants-In-Aid policy as set out in Annexure 9.
s. Virement policy as set out in Annexure 10.
t. Budget management and oversight policy as set out in Annexure 11.
u. Long term financial plan policy as set out in Annexure 12.
v. Policy governing adjustment budgets as set out in Annexure 13.
w. Unforeseeable and unavoidable expenditure policy as set out in Annexure 14.
x. Policy governing planning and approval of capital projects as set out in Annexure 15.

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y. Proposed amendments to the five year 2012/13 – 2016/17 Integrated Development Plan (IDP) (2016/17 Review) as set out in Annexure 16.
z. Overview of budget assumptions applied to the 2016/17 MTREF required to be included in Annexure 16 (IDP) as set out in Annexure 17.
aa. Grants, subsidies and contributions to external organisations as set out in Annexure 18.
bb. Operating and capital ward allocation projects supported by Sub Councils as set out in Annexure 19.
cc. Individual projects with a total project cost in excess of R50 million (to give effect to section 19(1) (b) of the MFMA) as reflected in table 81 and as set out in Annexure 20.
dd. Municipal Entity – Schedule D (annual budget and supporting documents) as set out in Annexure 21.
ee. Municipal Entity – Business Plan as set out in Annexure 22.
ff. Iconic and other events to be hosted by the City in the 2016/17 financial year as set out in Annexure 23.
gg. Accounts payable policy as set out in Annexure 24

2. National Treasury Circulars 78 and 79 ("Municipal Budget Circulars for the 2016/17 MTREF") as set out in Annexure 25 to this report be noted.

3. National Treasury Circular 82 - Cost Containment Measures – as set out in Annexure 26 to this report be adopted.

4. Unspent conditional grant allocations (national), as at the end of the 2015/16 financial year, and appropriated or voted to 2016/17 and future years, not be committed to expenditure until approval thereof is obtained from the National Treasury, in accordance with the directive of Budget Circular 48 (2009), Circular 51 (2010), Circular 55 (2011), Circular 59 (2012), Circular 67 (2013), Circular 72 (2014), Circular 75 (2015) and Circular 79 (2016).

5. The Capital Replacement Reserve: Ward Allocations be funded from savings identified in the 2015/16 financial year to fund the ward allocation projects in the amount of R46 224 500 for the 2016/17 financial year.

6. Budgetary input received during the public participation process during April 2016, reported under cover of a separate report, be noted.

7. The changes to the tabled 2016/17 - 2018/19 budget (March 2016) and the 2016/17–2018/19 budget (May 2016), as reported in annexure B, be adopted. It should be noted that these changes were also effected to the tables included within Annexure A.

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8. The built environment performance plans (BEPP), reported under cover of a separate report, be noted.

9. The draft updated scorecard as included in the CTICC's business plan and comments regarding the cost containment measures adopted by CTICC is tabled at Mayco subject to any possible amendments by the CTICC Board at its meeting of 19 May 2016, for final approval by Council.

<u>Nie gedelegeer nie: vir kennisname deur die Raad:</u>

1. Die jaarlikse begroting van die Stad vir die boekjaar 2016/17; aanduidende toekennings vir die twee geprojekteerde buitejare, 2017/18 en 2018/19; en verwante beleide, goedgekeur en aangeneem word, soos in die volgende bylaes en aanhangsels uiteengesit:

a. Bedryfsbesteding per standaardklassifikasie, soos in tabel 21 weergegee.
b. Bedryfsbesteding per posbegroting, soos in tabel 22 weergegee.
c. Bedryfsinkomste per bron, soos in tabel 24 weergegee.
d. Veeljaar-kapitaaltoewysings per posbegroting, soos in aanhangsel 1 en aanhangsel 27 weergegee.
e. Kapitaalbesteding per standaardklassifikasie, soos in tabel 25 weergegee.
f. Kapitaalfinansiering per bron, soos in tabel 25 weergegee.
g. Begrote kontantvloeistaat, soos in tabel 27 weergegee.
h. Salarisse en voordele van politieke ampsdraers, raadslede en senior amptenare, soos in tabel 51 en 52 weergegee.
i. Prestasie-aanwysers en norme vir 2016/17, soos in tabel 34 weergegee.
j. Gekonsolideerde begrotingstafels vir die Stad en die munisipale entiteit (KIKS) soos in tabel 94 tot 102 weergegee.
k. Eiendomsbelastingtariewe, soos in aanhangsel 2 uiteengesit.
l. Die beleid oor spesiale-aanslaggebiede (SRA) en bykomende tariewe vir spesiale-aanslaggebiede soos in aanhangsel 3 uiteengesit.
m. Hersiene verbruikstariewe, koerse en basiese heffings vir elektrisiteitsdienste, waterdienste en afvalbestuursdienste, soos in aanhangsel 4 uiteengesit.
n. Die beleid oor eiendomsbelasting soos in aanhangsel 5 uiteengesit.
o. Die boek met tariewe, gelde en heffings soos in aanhangsel 6 uiteengesit.
p. Die tariefbeleide, soos in aanhangsel 7 uiteengesit.
q. Die beleid oor kredietbeheer en skuldinvordering, soos in aanhangsel 8 uiteengesit.
r. Die hulptoelaebeleid, soos in aanhangsel 9 uiteengesit.
s. Beleid oor viremententering, soos in aanhangsel 10 uiteengesit.
t. Begrotingsbestuur en oorsigbeleid, soos in aanhangsel 11 uiteengesit.
u. Langtermyn- finansiëleplanbeleid, soos in aanhangsel 12 uiteengesit.
v. Beleid oor aansuiweringsbegrotings, soos in aanhangsel 13 uiteengesit.
w. Beleid oor onvoorsiene en onvermydelike besteding, soos in aanhangsel 14 uiteengesit.

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x. Beleid oor beplanning en goedkeuring van kapitaalprojekte, soos in aanhangsel 15 uiteengesit.
y. Voorgestelde wysigings aan die vyfjaar- geïntegreerde ontwikkelingsplan (GOP) vir 2012/13 - 2016/17 (2016/17-hersiening), soos in aanhangsel 16 uiteengesit.
z. Oorsig van begrotingsaannames wat op die 2016/17-MTREF toegepas is en wat in aanhangsel 16 (GOP) ingesluit moet word, soos in aanhangsel 17 uiteengesit.
aa. Toelae, subsidies en bydraes aan eksterne organisasies, soos in aanhangsel 18 uiteengesit.
bb. Bedryfs- en kapitaaltoewysings aan wyksprojekte wat deur subrade ondersteun word, soos in aanhangsel 19 uiteengesit.
cc. Indiwiduele projekte met 'n totale projekkoste bo R50 miljoen (om uitvoering te gee aan artikel 19(1) (b) van die MFMA), soos in tabel 81 weergegee en soos in aanhangsel 20 uiteengesit.
dd. Munisipale entiteit - bylae D (jaarlikse begroting en stawende dokumente), soos in aanhangsel 21 uiteengesit.
ee. Munisipale entiteit – sakeplan, soos in aanhangsel 22 uiteengesit.
ff. Ikoniese en ander geleenthede wat die Stad in die 2016/17-boekjaar gaan aanbied, soos in aanhangsel 23 uiteengesit.
gg. Beleid op rekeninge betaalbaar soos in aanhangsel 24 uiteengesit.

2. Daar kennis geneem word van die nasionale tesourie se omsendbrief 78 en 79 ("Municipal Budget Circular for the 2016/17 MTREF") soos in aanhangsel 25 by hierdie verslag uiteengesit.

3. Nasionale tesourie se omsendbrief 82 – koste-inperkingsmaatreëls – soos in aanhangsel 26 by hierdie verslag uiteengesit, aanvaar word.

4. Onbestede voorwaardelike toelaetoewysings (nasionaal) soos aan die einde van die 2015/16-boekjaar, en bewillig of in 'n posbegroting vir die 2016/17- en toekomstige jare, nie tot besteding verbind word nie tot goedkeuring daarvoor by die nasionale tesourie verkry is, in ooreenstemming met die opdrag in begrotingsomsendbrief 48 (2009), omsendbrief 51 (2010), omsendbrief 55 (2011), omsendbrief 59 (2012), omsendbrief 67 (2013), omsendbrief 72 (2014), omsendbrief 75 (2015) en omsendbrief 79 (2016).

5. Die kapitaalvervangingsreserwe: wykstoewysings befonds word vanuit besparings wat in die 2015/16-boekjaar geïdentifiseer is om die wykstoewysingsprojekte ten bedrae van R46 224 500 vir die 2016/17-boekjaar te befonds.

6. Daar kennis geneem word van die begrotingsinsette wat gedurende die openbaredeelnameproses in April 2016 ontvang is, waaroor verslag gedoen word onder dekking van 'n afsonderlike verslag.

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7. Die veranderinge aan die tertafelgelegde begroting vir 2016/17 - 2018/19 (Maart 2016) en die begroting vir 2016/17 - 2018/19 (Mei 2016), soos daar in bylae B verslag gedoen word, aanvaar word. Daar moet kennis geneem word dat hierdie veranderinge ook aangebring is in die tabelle wat in bylae A ingesluit is.

8. Daar kennis geneem word van die planne vir die beboude omgewing (BEPP), waaroor verslag gedoen word onder dekking van 'n afsonderlike verslag.

9. Die bygewerkte konseptelkaart soos in KIKS se sakeplan en kommentaar rakende die koste-inperkingsmaatreëls wat deur KIKS aanvaar is, word op 19 Mei 2016 by die burgemeesterskomiteevergadering ter tafel gelê vir finale goedkeuring deur die Raad.

Azigunyaziswanga: isigqibo seseBhunga:

1. Makuphunyezwe kwaye kumiselwe uhlahlo-lwabiwo-mali lonyaka lweSixeko kunyaka-mali wama-2016/17; kwakhona nezabelo ezibonakalisweyo zeminyaka emibini ekuphunyelwa kuyo yowama-2017/18 nowama-2018/19 nemigaqo-nkqubo ephathelene noko, njengoko kuqulunqiwe kwezi shedyuli zilandelayo nakwizihlomelo:

a. INkcitho esetyenziswayo ngokwehlelo elimiselweyo olubonakaliswe kwitheyibhile-21.
b. INkcitho eSetyenziswayo ngokwevoti ebonakaliswe kwitheyibhile-22.
c. INgeniso esetyenziswayo ngokwentsusa njengoko kubonakalisiwe kwitheybhile-24.
d. ULwabiwo lwezimali ezinkulu lweminyaka emininzi ngokwevoti njengoko kubonakalisiwe kwisihlomelo-1 nakwisihlomelo-27.
e. INkcitho-mali yezimali ezinkulu ngokwehlelo elimiselweyo olubonakaliswe kwitheyibhile-25.
f. INkxaso-mali yezimali ezinkulu ngokwentsusa yazo njengoko kubonakalisiwe kwitheybhile-25.
g. INgxelo yokusetyenziswa kwekheshi ebhajethelweyo njengoko kubonakalisiwe kwitheyibhile-27.
h. IMivuzo neziBonelelo zabezoPolitiko abase-Ofisini, ooCeba namaGosa aphezulu njengoko kubonakalisiwe kwitheyibhile-51 nakwitheyibihle-52.
i. IZibonakalisi zendlela yokusebenza nezimiselo ngokomsebenzi zonyaka-mali ka-2016/17 njengoko kuqulunqwe kwitheyibhile-34.
j. Iitheyibhile ezidityanisiweyo zohlahlo-lwabiwo-mali zeSixeko nequmrhu elizimeleyo likamasipala (CTICC) njengoko kubonakalisiwe kwitheyibhile-94 nakwiTheyibhile 102.
k. IiRhafu ezingePropati (Tax) njengoko kuqulunqwe kwisihlomelo-2.
l. UMgaqo-nkqubo ongeMimandla yeeNtlawulo zobuHlali ezizodwa (SRA) neeNtlawulo ezongezelelweyo zeMimandla eyodwa njengoko kuqulunqiwe kwisihlomelo-3.

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m. IiRhafu ezisetyenziswayo ezihlaziyiweyo, iintlawulo zobuhlali neentlawulo ezingundoqo ezingeeNkonzo zoMbane, iiNkonzo zaManzi neeNkonzo zoLawulo lweNkunkuma njengoko kuqulunqwe kwisihlomelo-4.
n. UMgaqo-nkqubo ongeeNtlawulo zobuhlali njengoko kuqulunqwe kwisihlomelo-5.
o. Iirhafu, imirhumo nencwadi engeentlawulo njengoko kuqulunqwe kwisihlomelo-6.
p. Imigaqo-nkqubo engeerhafu njengoko kuqulunqwe kwisihlomelo-7.
q. UMgaqo-nkqubo woLawulo lweNgeniso eliTyala nokuQokelelwa kweZikweliti/kwamaTyala njengoko kuqulunqiwe kwisihlomelo-8.
r. UMgaqo-nkqubo ongeZibonelelo-zoncedo njengoko kuqulunqwe kwisihlomelo-9.
s. UMgaqo-nkqubo ongokutshintshelwa njengoko kuqulunqwe kwisihlomelo-10.
t. Ulawulo loHlahlo-lwabiwo-mali nomgaqo-nkubo ongokubek'iliso njengoko kuqulunqwe kwisihlomelo-11.
u. UMgaqo-nkqubo ongesicwangciso sezimali sexesha elide njengoko kuqlunqwe kwisihlomelo-12.
v. UMgaqo-nkqubo ongolawulo lolungelelaniso lwezohlahlo-lwabiwo-mali njengoko kuqulunqwe kwisihlomelo-13.
w. UMgaqo-nkqubo ongenkcitho engenakubonakala nengenakuphetshwa njengoko kuqulunqwe kwisihlomelo-14.
x. UMgaqo-nkqubo olawula ezocwangciso nokuphunyezwa kweeprojekthi ezinkulu nejngoko kuqulunqwe kwisihlomelo-15.
y. Iziphakamiso zezilungiso kwisiCwangciso soPhuhliso ngokuHlangeneyo seminyaka emihlanu 2012/13 – 2016/17 (IDP) (uPhengululo lowama-2016/17) njengoko kuqulunqwe kwisihlomelo-16.
z. UPhengululo lweeNgqikelelo zoHlahlo-lwabiwo-mali ezijoliswe kwi-MTREF yowama-2016/17 ekufuneka iqukiwe kwisihlomelo-16 (Isicwangciso soPhuhliso ngokuHlangeneyo) njengoko kuqulunqwe kwisihlomelo-17.
aa. Izibonelelo-zoncedo, ezoncedo lukarhulumente namagalelo njengoko kuqlunqwe kwisihlomelo-18.
bb. Iiprojekethi zolwabelo lwewadi ezingezimali ezisebenzisekayo nezinkulu ezixhaswe ngamaBhungana njengoko kuqlunqwe kwisiHlomelo-19.
cc. Iiprojekthi zomntu ngamnye apho zizonke iindleko ezingaphazulu kwama-R50 ezigidi (ukuze kufezekiswe icandelo-19(1)(b) le-MFMA) njengoko kubonakalisiwe kwitheyibhile-81 kwaye nanjengoko kuqulunqwe kwisihlomelo-20.
dd. IQumrhu elizimeleyo likamasipala - iShedyuli-D (uhlahlolwabiwo-zimali zonyaka namaxwebhu axhasayo) njengoko kuqulunqwe kwisihlomelo-21.
ee. IQumrhu elizimeleyo likaMasipala – iSicwangciso soShishino njengoko kuqulunqwe kwisihlomelo-22.
ff. IMisitho ephezulu neminye imisitho eyakuthi ichotshelwe siSixeko kowama-2016/17 njengoko kuqulunqwe kwisihlomelo-23.
gg. UMgaqo-nkqubo ongokuhlawulwa kwee-akhawunti njengoko kuqulunqwe kwisihlomelo-24

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2. Makuqwalaselwe iSetyhula-78 no-79 zikaNondyebo weSizwe ("IiSetyhula ezingoHlahlo-lwabiwo-mali/engeBhajethi kaMasipala ye-MTREF yonyaka-mali ka-2016/17") njengoko kuqulunqwe kwisihlomelo-25 kule ngxelo.

3. Makumiselwe iSetyhula-82 kaNondyebo weSizwe – amaNyathelo anoLawulo lweeNdleko – njengoko kuqulunqwe kwisihlomelo-26 kule ngxelo.

4. Izabelo ngokomqathango kwezibonelelo-zoncedo ezingakhange zisetyenziswe (zesizwe), ukususela ekupheleni komnyaka-mali ka-2015/16, kwakhona ezabiweyo okanye zavotelwa kowama-2016/17 neminyaka-mali yexesha elizayo, mazingamiselwa ukuba zichithwe kude kube kufumaneka isiphumezo kuNondyebo weSizwe, ngokungqinelana nomyalelo weSetyhula-48 engoLwabiwo-mali (2009), iSetyhula-51 (2010), iSetyhula-55 (2011), iSetyhula- 59 (2012), iSetyhula-67 (2013), iSetyhula-72 (2014) neSetyhula-75 (2015) noSetyhula-79 (2016).

5. Izimali ezinkulu ezikuVimba zoTshintshelo: iZabelo zeWadi , mazixhaswe ngezimali zolondolozo ezichongwe kumnyaka-mali ka-2015/16 ukuze zixhase ngezimali iiprojekthi zolwabelo lwewadi ezisisixa esifikelele kuma-R46 224 500 kumnyaka-mali ka-2016/17.

6. Makuqwalaselwe uluvo olungoHlahlo-lwabiwo-mali olufunyenwe kwinkqubo yentatho-nxaxheba yoluntu kwisithuba sango-Epreli 2016, olunikezelwe bucala kwingxelo eyodwa.

7. Makumiselwe utshintsho oludandalaziswe kuhlahlo-lwabiwo-mali luka-2016/17 - 2018/19 (Matshi 2016) noluka-2016/17–2018/19 (Meyi 2016), njengoko kunikezelwe ingxelo kwisihlomelo-B. Kufuneka kuqatshelwe ukuba olu tshintsho kufuneka lumiselwe kwiitheyibhile eziukwe kwisihlomelo-A.

8. Makuqwalaselwe izicwangciso ezingendlela yokusebenza kulwakhiwo lokusingqongileyo (BEPP), njengoko kunikezelwe bucala kwingxelo eyodwa

9. Ikhadi lamanqaku leziko eliluyilo elihlaziyiweyo njengoko lifumaneka kwisicwangciso sendlela yokusebenza seCTICC kunye nezimvo eziphathelene namanyathelo olawulo lwendleko ezamkelwe yiCTICC zibekwe phambi kweMayco kuxhomekeke nakwiziphi na izilungiso ezinokwenziwa yiCTICC kwintlanganiso yayo yangowe-19 Meyi 2016, ukulungiselela ukuphunyezwa okokugqibela liBhunga.

DISCUSSION/CONTENTS

Council must annually adopt a budget for operating revenue and expenditure, capital expenditure and cash flow. Council must also set rates and service charges in order to ensure that sufficient revenue is generated to match proposed expenditure.

The format for adopting municipal budgets is prescribed in the Municipal Finance Management Act, its regulations and National Treasury circulars, which require the adoption and noting of a range of issues.

The City's annual budget for 2016/17 - 2018/19 includes the revised Integrated Development Plan (IDP), as legislatively prescribed.

7.1. Constitutional and Policy Implications

MFMA Section 17 and National Treasury MFMA Budget Circulars provide directives and guidelines for submitting municipal budgets to Councils for adoption. Annexure A to this report represents the documentation in compliance thereto and is submitted for consideration.

7.2. Sustainability Implications

Does the activity in this report have any sustainability implications for the City? No ☒ Yes ☐

7.3. Legal Implications

None

7.4. Staff Implications

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

No ☒

Yes ☐

7.5. Other Services Consulted

None

TMH

ANNEXURES

Annexure A: City of Cape Town – Annual budget 2016/17 to 2018/19

Annexure B: High level summary of changes between the tabled 2016/17 - 2018/19 budget (March 2016) and the 2016/17 - 2018/19 budget (May 2016)

FOR FURTHER DETAILS CONTACT:

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DIRECTORATE	Finance
SIGNATURE : DIRECTOR	

EXECUTIVE DIRECTOR

NAME KEVIN JACOBY

DATE 12·05·2016

Comment:

LEGAL COMPLIANCE

NAME Joan-Mari Holt

TEL 021 400 2753

DATE 12/05/2016

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

☐ NON-COMPLIANT

Comment:

~~Certified as legally compliant:~~ JMH.
Based on the contents of the report.

A.G.R

EXECUTIVE DIRECTOR: CORPORATE SERVICES AND COMPLIANCE *(ED: CORC)*

GERHARD RAS

DATE 13/5/16

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

☐ AUDIT/PERFORMANCE AUDIT

☐ NOT SUPPORTED

☐ REFERRED BACK

COMMENT:

MAYORAL COMMITTEE MEMBER

NAME ALD IAN NEILSON

DATE 13/5/2016

COMMENT:

P. de Lille

EXECUTIVE MAYOR

DATE 13 May 2016

☑ 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: