

OF A MEETING OF THE COUNCIL OF THE CITY OF CAPE TOWN HELD IN THE COUNCIL CHAMBER, 6<sup>TH</sup> FLOOR, PODIUM BLOCK, CIVIC CENTRE, 12 HERTZOG BOULEVARD, CAPE TOWN, ON WEDNESDAY, 23 FEBRUARY 2011 AT 10H00.

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**MEMBERS PRESENT:**

Cllr R Abdullah (ANC)	Cllr D Elese (ANC)	Cllr K H Lategan (DA)
Cllr A Abrahams (DA)	Cllr B M Esbach (DA)	Cllr B E H Lee (DA)
Cllr A N Abrahams (DA)	Cllr M M Fienies (UP)	Cllr B Le Roux (DA)
Cllr F Adams (DA)	Cllr A Fourie (FF+)	Cllr S Little (DA)
Cllr R Adams (ID)	Cllr J Frans (ID)	Cllr M Ludidi (ANC)
Cllr D Amira (DA)	Cllr N A Gabriel (ANC)	Cllr A Lukas (ANC)
Cllr M G Arendse (ANC)	Cllr P J Gabriel (ANC)	Cllr B E Maboee (ANC)
Cllr P S Arendse (ACDP)	Cllr T Gqola (ANC)	Cllr N D Magwentshu (ANC)
Cllr S W P Arendse (DA)	Cllr X O Gophe (INDP)	Cllr L C Makeleni (ANC)
Cllr M Ariefdien (DA)	Cllr A Green (DA)	Cllr G W March (ID)
Cllr S August (ID)	Cllr E Groenewald (DA)	Cllr M S Matha (ANC)
Cllr B V Bala-Mjobo (ANC)	Cllr P J H Gouws (ID)	Cllr N P Matiwane (INDP)
Cllr R C Barends (ACDP)	Cllr X Gwangxu (DA)	Cllr A B Matshikiza (ANC)
Cllr M Baskiti (ANC)	Cllr F Gutuza (ANC)	Cllr M O Matshoba (ANC)
Cllr N L Bent (DA)	Cllr G Haskin (ACDP)	Cllr V Mavungavunga (ANC)
Cllr L Benya (ANC)	Cllr W Hassiem (AMP)	Cllr F H Maxakato (ANC)
Cllr A V Bergh (ACDP)	Cllr M Haywood (DA)	Cllr M Mbonde (ANC)
Cllr E A Berry (DA)	Cllr B Herron (ID)	Cllr C L McKenzie (ANC)
Cllr M Z Bevu (ANC)	Cllr J Heuvel (ID)	Cllr V Mfusi (ANC)
Cllr C B Bew (DA)	Cllr P A D'Altera Hill (DA)	Cllr P Mgodeli (ANC)
Cllr N Billie (ANC)	Ald N Holderness (DA)	Cllr T M Mgxekeni (ANC)
Cllr N T Bottoman (INDP)	Ald C W Ipser (DA)	
Cllr W E Brady (DA)	Cllr I R Iversen (DA)	
Ald J Bredenhand (ANC)	Cllr B Jackson (SDP)	
Cllr H I Brenner (DA)	Cllr I R Jackson (DA)	
Cllr M T Britz (DA)	Cllr B M Jacobs (DA)	
Cllr C A Brynard (DA)	Cllr J Jacobs (DA)	
Cllr J H H Burger (DA)	Ald N A Jacobs (ANC)	
Cllr N A Buso (DA)	Cllr W D Jaffha (DA)	
Cllr P Chapple (DA)	Cllr J S Jama (ANC)	
Cllr D J Christians (DA)	Cllr L V James (DA)	
Cllr A C Crous (DA)	Cllr C Jeffreys (ID)	
Cllr H M Claassen (DA)	Cllr L Jelele (ANC)	
Cllr C C Clayton (ID)	Cllr C Jordaan (ID)	
Cllr D G Cottee (ANC)	Cllr D Joseph (DA)	
Cllr D J D'Alton (DA)	Ald C Justus (DA)	
Cllr J Daniels (NPP)	Cllr F Kearns (DA)	
Cllr P N Dantile (ANC)	Cllr M Kent (DA)	
Cllr N C Dase (NPP)	Ald O M Kinahan (DA)	
Cllr M Davids (DA)	Cllr M N Klaas (ANC)	
Cllr D Dudley (ACDP)	Cllr M E Kleinsmith (DA)	
Ald L Dunn (ID)	Cllr P Kotyi (ANC)	
	Cllr M M Labase (ANC)	

Cllr J H Middleton (DA)  
Cllr N M Mofoko (ANC)  
Ald G Morkel (DA)  
Cllr N Mothuko (ANC)  
Cllr T Mthiya (ANC)  
Cllr M Murudker (ANC)  
Cllr S Mxolose (ANC)  
Ald I D Neilson (DA)  
Cllr T I Ngamlana (ANC)  
Cllr P Ngqu (DA)  
Ald M J Nieuwoudt (DA)  
Cllr J Njamela (ANC)  
Cllr F Nkuzana (ANC)  
Cllr G T Ntamo (ANC)  
Cllr C Ntotoviyane (ANC)  
Cllr R A O'Connell (DA)  
Cllr M J Oliver (DA)  
Cllr A Orrie (DA)  
Cllr G I Pascoe (DA)  
Cllr Y Pearce (DA)  
Cllr U E Pick (DA)  
Ald D Plato (DA)  
Cllr I Pretorius (DA)  
Cllr S B Pringle (DA)  
Ald F Purchase (DA)  
Cllr D L Qually (DA)  
Cllr B Rass (DA)  
Cllr F H L Raymond (DA)  
Cllr J C Ridder (DA)  
Cllr A C Robinson (ID)  
Ald N D Ross (DA)  
Cllr S Rossouw (ID)  
Cllr M Salwary (ANC)  
Cllr G Samuels (ID)  
Cllr G M Sass (DA)  
Cllr W Schwella (ANC)  
Ald A M Serritslev (DA)  
Cllr L T Sidinana (NPP)  
Cllr T R Sikhutshwa (ANC)  
Cllr G R Siljeur (ACDP)  
Cllr J Simons (ANC)  
Cllr S Sims (DA)  
Cllr F M Sizani (ANC)  
Cllr D Smit (DA)  
Ald J D Smit (DA)  
Cllr D R Smith (DA)  
Ald J P Smith (DA)  
Cllr M T Solizwe (ANC)  
Cllr E J Sonnenberg (ID)  
Cllr M Sopaqa (ANC)  
Cllr X R Sotashe (ANC)  
Cllr F R Steenkamp (DA)  
Cllr C R Thomas (DA)  
Cllr G Thomas (DA)  
Cllr E L Thompson (DA)  
Cllr T B Thompson (DA)  
Cllr G Timm (DA)  
Cllr A Traut (ANC)  
Cllr T V Trout (ID)  
Cllr B Truter (ANC)  
Cllr D Tshambula (ANC)  
Cllr G G Twigg (DA)  
Cllr V K T Tyhalisisu (ANC)  
Cllr B van Dalen (DA)  
Cllr J F van der Merwe (DA)  
Cllr A A van der Rheede (DA)  
Cllr M L van der Walt (DA)  
Cllr M J van Rensburg (DA)  
Cllr J van Wyk (DA)  
Cllr P van Zyl (DA)  
Cllr D Venter (DA)  
Cllr B Vlotman (DA)  
Cllr J Vos (DA)  
Cllr S Vuba (DA)  
Ald B Walker (DA)  
Ald B Watkyns (DA)  
Cllr M Weavers (DA)  
Cllr D C Williams (DA)  
Cllr D Ximbi (UDM)

**APOLOGIES**

Cllr N Bester (AMP)  
Ald G V Cavanagh (DA)  
Cllr C P V Claasen (DA)  
Cllr B A Cortje-Alcock (DA)  
Cllr N G Gexa (ANC)  
Cllr M W Hlazo (ANC)  
Cllr L Jantjies (NPP)  
Ald. G A Jespersen (DA)  
Cllr E Kwayinto (ANC)  
Cllr N Landingwe (ANC)  
Cllr M N Makanda (ANC)  
Cllr X Mawela (ANC)  
Cllr M G Mbaliswana (INDP)  
Cllr V Mdluli (ANC)  
Cllr M A Mkutswana (ANC)  
Cllr N Moshani (ANC)  
Cllr R Mrawu (ANC)  
Cllr S Nenzani (ANC)  
Cllr N E Ntongana (ANC)  
Cllr R Rau (DA)  
Cllr B Zuma (ANC)

**ABSENT**

***The following Councillors were absent without an apology :***

Cllr M Jones (DA)  
Cllr R Xazana (ACDP)

***The following Councillors submitted their apologies for late arrival:***

None

***The following Councillors submitted their apologies for leaving early:***

Cllr Y Pearce (DA)  
Cllr P Mngxunyeni (ANC)

***Executive Support and Committee Services***

G Kenhardt  
R Razack  
N Meissenheimer  
G Josephs  
H Kayane  
L von Molendorff

K Phillips  
P Mason  
R Riffel  
R Tippoo

## SECTION 1 OPENING OF MEETING

The Speaker welcomed all the Councillors, officials, the media and members of public to the Council meeting. He also extended a special word of welcome to the guests of the Executive Mayor, Chief Okwe and the Queen Mother of Ghana.

A moment of silence was observed, whereafter the Speaker called for all Councillors to register their attendance electronically.

The Speaker also announced that he would change the order of the agenda to accommodate discussions around the Draft Budget. The minutes are however reflected in the correct numerical sequence.

## SECTION 2 MAYORAL ADDRESS

The Executive Mayor addressed the meeting as follows:

*“Speaker, today this Council will be asked to vote on the draft budget for 2011/2012. Deputy Mayor and Mayoral Committee Member for Finance, Alderman Ian Neilson, will shortly present the full details of the draft budget. This is our Multi-Party Government’s fifth draft budget since coming to office and will be the last one in the current term of office.*

*Speaker, before the draft budget is tabled I would like to make a few general comments.*

*Speaker, according to UN-HABITAT in the next 90 years, 90% of the world’s population will be living in cities and urban areas. Finding solutions to achieve sustainable, equitable access to the earth’s natural resources, within the urban context, is therefore more critical than ever. We are indeed living in the ‘Century of Cities’.*

*We know that Sub-Saharan Africa has the highest rate of poverty in the world, is the most vulnerable to climate change, lacks infrastructure, and faces dire equitable access issues related to food security, clean water supply and energy security.*

*However, there is hope. Local actions, on the part of cities and towns, from all over the world have shown us that together we have the ability, technology and leadership to tackle the cumulative challenges that climate change presents our generation. It is at the level of cities, districts, towns and villages where leaders and decision-makers are closest to communities. It is here where City leadership with their communities can work together, hand in hand, to implement real change.*

*Speaker, cities need to plan and design new ways for a low-carbon, resource efficient future in the face of climate change. ICLEI – Local Governments for Sustainability, is a widely recognized global association of more than 1200 cities and local governments, in 70 countries, working with their members towards achieving sustainable development at the local level. ICLEI believes that the solution to global environmental sustainability challenges lies in accelerated and cumulative local action.*

*The City of Cape Town has a long standing relationship with ICLEI Africa, and we are proud to be the African host city of the ICLEI - Africa Secretariat.*

*Speaker, we are co-hosting a major Pan-African event with ICLEI next week, Local Climate Solutions for Africa, 2011, which will bring together mayors and leaders from more than 29 African countries, over 60 international organizations, CEOs and ambassadors.*

*The major objectives of the Cape Town conference are*

- the preparation of a Local Government Declaration on the National Global Climate Negotiations, which will be tabled at the International Climate Talks to be hosted by South Africa, in Durban at the end of this year, UNFCC COP 17; and*
- providing real solutions for African cities, with useful tools, technical workshops and international experts showcasing best practice examples.*

*The conference will provide a timely opportunity for local government leaders in Africa to learn about what is needed to build resilience against the threat of climate change and also to consider appropriate responses to the outputs from COP 16 in Cancun in preparation for participating actively in the Durban event. We will also take the opportunity presented by LOCS 2011 to profile some of our City's best climate change-related practices and projects to African leaders as well as international experts and funding agencies.*

*Let me be clear Speaker, this meeting is critical for Cape Town. It is very easy to dismiss environmental issues as being an issue for*

*wealthy people and greenies, but environmental changes have a much greater effect on poor people than on wealthy people, as the poor have fewer resources to help them cope with catastrophic events. One only has to look at the impact that the recent floods north of Cape Town had on poorer, rural communities with limited resources.*

*Our participation in this workshop will focus on how we can protect and manage our natural environment for all the people of Cape Town.*

*Speaker, Cape Town is also proud to host the UN World Water Day on the 22nd of March. The United Nations Habitat, UN Water and the African Ministers Council on Water have collaborated to host this historic event on our shores to highlight the plight of urban dwellers with regard to water. A range of issues will be discussed focusing on options for tackling urban water and sanitation challenges facing the African continent. The overall theme is: Water for Cities – Responding to the Urban Challenge. This is another opportunity for high-level discussions on strategies to deal with worldwide issues.*

*Speaker, District Six has been one of the most difficult challenges that the government has faced over the past two decades.*

*The restitution of this historic tract of land has been a long and arduous process. It still has a long way to go. As a City, we must, however, celebrate the small successes which will change the lives of some of its former inhabitants. Any act to redress the gross injustices of the past must be applauded and supported. As it stands now District Six is a visual scar and constant reminder of the horrors of apartheid. While we cannot forget this tragedy and the devastating effects on people we cannot stand still. There is a very long way to go to restore District Six. There is so much work to do. There have been shortcomings in the past.*

*The City of Cape Town has made a commitment to work closely with the District Beneficiary and Redevelopment Trust and all spheres of government to make progress. We will assist in completing the business plan. We will help where possible to fast-track further development. Our efforts will be guided by the people of District Six and their yearning to find closure, hope, progress and a place of dignity.*

*Speaker, I would like to thank the City staff who assisted in making the District Handover Event on 11 February 2011 a success. The Safety and Security Directorate deserve a special word of thanks for the role that they played.*

The event was attended by President Jacob Zuma together with several Cabinet Ministers and MECs to hand over 44 houses completed in the second Pilot Project. The President announced at the event that he had agreed with all the affected stakeholders that District Six will be redeveloped in three years. The City will work with all role-players to assist in making his commitment a reality.

Speaker, the City's events calendar is reaching near capacity with Cape Town set to play host to numerous major events over the next few months. I must thank all involved in the great success of the U2 concert – the management of 78 000 people in the Cape Town stadium with no major incidents is proof that the City is capable of hosting events of this magnitude.

Upcoming events that we can look forward to include Cape Town International Jazz Festival, Two Oceans Marathon, Pick n Pay Argus Cycle Tour, the Cape Epic, Neil Diamond and the Cape Town Carnival as well as a number of local sporting derbies. The combined contribution from these events to the economy of Cape Town run into billions of rand and is helping to sustain Cape Town's important services sector.

Over the weekend I noticed that the Johannesburg leg of the Tour of South Africa cycle race had to be called off due to confusion over road closures. As mentioned the City plays host to the largest timed cycle event in the world in the form of the Pick and Pay Argus Cycle Tour, and as usual we will do our utmost to ensure a safe, successful event. I would like to urge both motorists and cyclists to respect the rules of the road. All road users no matter pedestrian, cyclist or motorist must adhere to and obey the rules. These rules are in place to ensure the safety of all road users. I further encourage all cyclists to make use of cycling facilities that we have built across Cape Town. We have built NMT facilities in Strand/Nomzamo, Khayelitsha, Philippi, Nyanga, Gugulethu, Heideveld, Gatesville/Bridgetown (Athlone), Langa, Mowbray, Rondebosch, West Coast R27, Blaauwberg, Kommetjie and others. NMT lanes are also being built all over the Cape Town CBD, to link up with the routes linking into the City. These are facilities built for all Capetonians and I urge both commuter and recreational cyclists to use these facilities.

Speaker, with the recent extensive media coverage on the billing crisis that is affecting Johannesburg, I want to reassure Capetonians that this is not the case in our city. In an external survey conducted in 2009, the City was perceived as performing particularly well when it comes to Billings and Payments. The fact that accounts are received regularly, are understandable and can be paid conveniently is an aspect that is especially successful.

*Although the City of Cape Town is billing accurately and timeously we are faced with an on-going challenge of data integrity due to the loss of institutional knowledge, high volumes of data movement and disparate data sources. We are addressing this by providing on-going training to our staff and implementing various data initiatives to improve data integrity.*

*I want to assure residents that ensuring the ongoing efficiency and accuracy of our system is a major priority for the City of Cape Town. Speaker, residents of the West Coast areas of Cape Town are justifiably frustrated by being stuck in traffic jams and are eagerly awaiting the launch of the new MyCiTi service. I can assure them that we are working intensively with multiple partners to get this service running as soon as possible. The City of Cape Town is wholeheartedly committed to providing this service, and it is coming soon.*

*The City is planning to test the service in April and roll-out it out as soon as possible once passenger safety has been assured. This will be a major milestone – a new commuter bus service with safe, clean and affordable buses that also provides off peak services. It will bring significant benefits and convenience for people living close to the new trunk route, as well as near the feeder services leading to the stations.*

*The launch will also give residents a taste of the level of service that lies in store for the rest of Cape Town in coming years as the service is expanded. With goodwill from all parties, we believe we can achieve our objectives. However, negotiations with the existing transport providers are complex and we are committed to involving them in the new system. We understand both their concerns and rights. We are committed to a fair outcome for all parties for the greater good of the people of Cape Town.*

*Negotiation with the existing public transport industry is governed by law. In compliance with these provisions the City is engaging with all directly affected public transport operators. These are public transport services providers whose services the City proposes to replace in Phase 1A of MyCiTi, and whose legal rights are affected. In return for participation, minibus-taxi operators must agree to surrender their operating licence and operating vehicle in return for compensation or participation as shareholders in the vehicle operating companies, or a combination of both. Scheduled bus companies are being offered participation in the new business in proportion to their current market share. Eight taxi associations and two scheduled bus companies are considered directly affected by Phase 1A of the project.*

*For the past two years, City officials have been in discussions with the existing public transport industry to ensure fair participation in the MyCiTi system. The parties are working towards an agreement in principle, but there is detail still to be finalised. The City originally intended to have two vehicle operating companies running the bus service, as described in the MyCiTi business plan. This has proven problematic for some parties in the industry.*

*A proposed solution is to have three, rather than two, companies running the interim service. This item serves on the agenda today. Speaker, staff members are working extremely long hours to finalise the negotiations, and politicians are discussing progress at weekly meetings. Two highly skilled facilitators are working on the negotiations between the City, the mini-bus taxi associations and bus-operating companies. These facilitators were chosen in consultation with the mini-bus taxi and scheduled bus organisations, and there has been substantial progress. Company B, which consists of the taxi associations in the Blaauwberg / Dunoon / Atlantis corridor, has just been formed, and has indicated it is ready to enter into an agreement with the City.*

*The MyCiTi project is funded by national government, and is being developed in line with national policy and continues to benefit from increasing funding. This is a sign of their commitment to and confidence in the MyCiTi project. When completed MyCiTi will be the biggest project the City has ever undertaken. It is an enormously difficult and complex project, but it will unlock many economic and social opportunities. When there are challenges, we work through them. Already, many challenges have been overcome. There is a commitment from all levels of government, and intense work on the project is under way, day and night. I assure the citizens of Cape Town that the hard, focused work will continue on this substantial project. We are confident that when it is finished, this new MyCiTi transport service will be well worth the wait.*

*Speaker, in light of the recent attacks on hikers and cyclists on the mountain's scenic routes and trails, the City's Metro Police and Law Enforcement Officers increased patrols on the Tafelberg and Signal Hill Roads that lead to the mountain. Patrolling of the Table Mountain trails is the responsibility of SANparks, whilst Metro Police and Law Enforcement conduct routine visible patrols on Tafelberg and Signal Hill Roads. No robberies or muggings have been reported during these patrols, which form part of daily deployment focusing on enforcing the City's by-laws.*

*The Mayoral Committee Member for Safety and Security, Alderman JP Smith, has met with the MEC for Community Safety, Albert Fritz, to discuss a strategy that includes all enforcement agencies to address the problem. The South African Police Service in the past had a forum in place which included the City and Table Mountain National Park. This forum is being reconstituted under the authority of MEC Fritz's office and we are sure that this will make major strides in curbing the incidence of crime on our mountains.*

*The City of Cape Town has investigated the recent incident whereby Traffic Officers took too long to respond to a report of faulty traffic lights in Newlands Avenue. The investigation concluded that staff did not carry out their duties adequately and disciplinary action is being taken. We have also taken remedial action to ensure that in future incidents such as this are reported and handled timeously.*

*Speaker, the City has brokered a deal with Outsurance in terms of the City's rent-a-cop scheme which will result in the deployment of 20 additional Traffic Wardens. The first 20 are currently undergoing training and will start in March. Their duties will be primarily focused on the management of traffic congestion.*

*Speaker, there has been a great deal of publicity in the media recently around the proposed amendments to the Employment Equity Act. I would like to assure staff at the City of Cape Town that we have no intention of moving away from the current policy. Each Province in South Africa has its own unique demographic and trying to make the Western Cape comply with national equity targets is completely unrealistic. The City of Cape Town is currently well in line with Provincial Demographic targets and I see no logical reason why we should move away from our current approach.*

*Speaker, the current City Government out-shone all other metros and local governments to become the best-run municipality in South Africa. Our first priority was to get the basics right: a platform for economic growth based on three legs of infrastructure provision; effective and clean government institutions; and efficient regulation that enables rather than controls. Effective corporate governance is a non-negotiable element of any successful municipal government.*

*We have recognised that good governance hinges on effective leadership with the proven ability to define strategy, provide direction, and model the ethics and values that influence and guide practices and behaviour across the organisation.*

*The City of Cape Town strives to maintain a high level of integrity, efficiency and effectiveness in all its administrative systems, processes, structures and delivery mechanisms. The City has consistently achieved these goals, receiving unqualified audits for seven consecutive years, maintaining a credit rating of Aa2.za, and constantly improving both its customer and staff satisfaction ratings.*

*Speaker, all of these achievements contributed to the City of Cape Town recently being recognised as the top metropolitan municipality in South Africa in terms of service delivery – an accolade of which we are particularly proud, and one that contributes to the already strong reputation Cape Town enjoys as a well-run City.*

*The City is committed to ensuring that Cape Town maintains its status as a world-class tourist destination – not only for the international market, but for South Africans and most importantly Capetonians too. At the same time, we are striving to create more opportunities for businesses, thereby providing the stimulus for increased job creation. Skills development is an integral part of our focus in this strategic area, as we recognise that by developing our citizens' skills, we will create more opportunities for local economic growth. To further encourage sustainable economic development, we are pro-actively seeking solutions to make engagement with the City faster and more effective, and reduce the amount of red tape that still exists in development application processes.*

*Speaker, during my term of office I aimed to focus on poverty alleviation and to significantly improve service delivery. The issues that affect the poor are not isolated. Over the last 20 years, Cape Town has experienced a rapid trend of urbanisation, which has resulted in its population almost doubling to its current total of 3,5 million people. This stellar growth has been the result of two main factors: The first is the 1% annual growth through natural family formation, and the second is the continued in-migration of approximately 50 000 people (18 000 households) per year, primarily from the rural areas of the Eastern Cape, most of whom come to Cape Town in search of jobs.*

*This urbanisation trend presents Cape Town with a number of major challenges, particularly when one considers that around 91% of households in the City earn less than R6 400 per month, and therefore depend on the State for their housing needs. In response to these challenges, the City is formulating its city-wide strategic urbanisation plan, which will draw on the expertise and experience of professionals within various City Departments as well as academics from local and international learning institutions.*

*As part of this plan, the City will be providing a wide range of housing opportunities in accordance with the Housing Directorate's Five-year Integrated Housing Plan, including a land banking initiative to secure land for future housing developments. However, the City recognises that it cannot approach the provision of housing as an isolated issue, but needs to help create communities where people have access to good-quality public spaces and the services that will enable them to flourish. The City will continue to invest in infrastructure that will support and enhance the local economy to provide a healthy basis for years to come ensuring that it is able to achieve more with fewer resources, and will have no impact on service delivery levels, which remain a top priority for the coming months and years.*

*Speaker, the budget theme adopted for the 2011/2012 MTREF period was 'Driving Efficiencies i.e. reprioritisation of existing resources / current allocations'. This theme resulted from the realisation that no, or limited, scope for additional externally- or internally-funded revenue growth existed and was further reiterated in National Treasury guidelines. It is worth noting that the 2011/2012 draft budget was prepared in the context of a reviving economy, whilst still acknowledging the lingering effects of the economic downturn of the past couple of years. In short, the Capital Budget increases from R3 995 million in 2010/2011 to R4 828 million in 2011/2012 with an overall growth of 20.8%. The total operating expenditure increased from R19.5 billion in 2010/11 to R21.9 billion in 2011/12 with an overall growth of 12.5%.*

*Speaker, I must stress that this is a draft budget. The public will be able to comment on it, and all the City's Portfolio Committees will assess it in detail in the weeks to come.*

*The draft budget 2011/2012 is now tabled and I hand over to Deputy Mayor, Alderman Ian Neilson, to discuss the budget in greater detail. Thank you."*

## **SECTION 2.1 20 MINUTES FOR QUESTIONS AND ANSWERS**

The following questions were put to the Executive Mayor:

### **Cllr M Murudker**

Cllr M Murudker enquired from the Executive Mayor whether all the promises that were made by the politicians at the time of the lead-up to the local government elections in 2006 were delivered by the multi-party government as well as the promises made during the Executive Mayor's recent roadshows campaign.

Cllr Murudker also asked the Executive Mayor whether the reviewed IDP is aligned to the 2011/2012 budget tabled before Council here today.

The Executive Mayor said that a lot had been achieved in all areas around the City in terms of improved service delivery and the provision of housing and suggested that councillors make an effort to look around in their wards to see the improvements and changes.

#### **Cllr X Sotashe**

Cllr X Sotashe referred to the latest developments regarding negotiations for the IRT routes and asked the Executive Mayor to explain what went wrong during the negotiations with the other two VO companies, as well as the expected outcome of the negotiations?

The Executive Mayor said a report regarding the IRT routes was included on the agenda for this Council meeting and that Cllr X Sotashe, as a member of the Transport, Roads, Stormwater & Major Projects Portfolio Committee, should have the answers to what is happening with the IRT Project as regular progress reports are submitted to the Portfolio Committee.

#### **Cllr G Twigg**

Cllr G Twigg requested the Executive Mayor to give his view on the implications of the proposed national demographics based labour legislation on the City and its residents, as well as how this would impact on the City's staff.

The Executive Mayor said that the proposed labour legislation, if passed and implemented, would have catastrophic consequences on the Coloured communities in the City and the Western Cape Province as a whole. Ald. Plato said that the ruling party should focus on job creation to all South Africans in the areas where they live.

### **SECTION 3**

#### **C 01/02/11 APOLOGIES / LEAVE OF ABSENCE**

**RESOLVED** that the following applications for leave of absence submitted by the Chief Whip of Council **BE NOTED**:

Cllr N Bester (AMP)  
Ald G V Cavanagh (DA)  
Cllr C P V Claasen (DA)

Cllr B A Cortje-Alcock (DA)  
Cllr N G Gexa (ANC)  
Cllr M W Hlazo (ANC)  
Cllr L Jantjies (NPP)  
Ald. G A Jespersen (DA)  
Cllr E Kwayinto (ANC)  
Cllr N Landingwe (ANC)  
Cllr M N Makanda (ANC)  
Cllr X Mawela (ANC)  
Cllr M G Mbaliswana (INDP)  
Cllr V Mdluli (ANC)  
Cllr M A Mkutswana (ANC)  
Cllr N Moshani (ANC)  
Cllr R Mrawu (ANC)  
Cllr S Nenzani (ANC)  
Cllr N E Ntongana (ANC)  
Cllr R Rau (DA)  
Cllr B Zuma (ANC)

**FOR INFORMATION : T ALBERTYN**

**SECTION 4 ANNOUNCEMENTS BY THE SPEAKER**

None

**SECTION 5 OFFICIAL NOTICES / URGENT MATTERS**

None

**C 02/02/11 CONFIRMATION OF MINUTES : 26 JANUARY 2011**

**RESOLVED** that the minutes of the ordinary Council meeting held on 26 January 2011, be confirmed, subject to the following correction:

Pg. 9 APOLOGIES

That the name of the following Councillor be listed under the heading "MEMBERS PRESENT"

Cllr A B Matshikiza (ANC)

**ACTION : N MEISSENHEIMER**

**C 03/02/11 QUESTIONS OF WHICH NOTICE HAS BEEN GIVEN**

The questions received from Cllr A Fourie of the Freedom Front Plus were provided to all Councillors as reflected on pages 31 to 34 of the agenda.

The Executive Mayor's responses on the respective questions were circulated as Annexures D, E and F in a separate booklet.

**Supplementary questions**

**Cllr A Fourie** enquired whether the Executive Mayor would consider visiting the residents in Gustrouw, Strand, in order to discuss their problems experienced with rates and taxes.

The Executive Mayor indicated that the Councillor could arrange such meeting with the respective community.

**Cllr A Fourie** requested the Executive Mayor to also urgently consider the usage of the MyCiTi buses on the N2 route from the Helderberg Area – Noted.

**Cllr A Fourie** enquired about the relocation of families residing within the road reserve of the proposed new N2 toll road.

The Executive Mayor responded that a meeting with SANRAL would be held in due course, in order to discuss SANRAL's responsibility in this regard.

**NOTED.**

**The Speaker announced that the following items were agreed on by the Whips of the respective parties at the Whips' meeting:**

**Volume 1 - Items 7, 10 and 11**

**Volume 2 - Items 12, 14, 15 16, 17, 18, 20, 21, 22, 23, 25, 26, 27, 28, 30, 32 and 33.**

**187 Councillors were present in the Chamber when this announcement was made.**

**The Speaker further indicated that Items C 04, C 05 and C 06 would be considered simultaneously. The minutes are however reflected in the correct numerical sequence.**

C 04/02/11

DRAFT BUDGET 2011/12 – 2013/2014

Ald I Neilson introduced the item, as tabled by the Executive Mayor in his address. He thanked the Finance and other related staff members for all their efforts and dedication in preparing this document, whereupon he delivered his Draft Budget speech as follows:

*“Mr Speaker, We table here today the final budget of this Council’s term of office. It is the culmination of 5 years of stabilising the City’s finances and growing and nurturing those finances to enable improved delivery of services to the growing population of Cape Town.*

*During our term of office, the population of the City is estimated to have grown by 12%, from 3.3 million to 3.7 million people. In that period, CPI inflation has increased by 41% and the real gross geographic product by 20%.*

*The City has implemented two General Valuations in this period, the only City in the country to have done so. Other cities have chosen to apply for extension to the validity of their valuation rolls, due to the enormous difficulties they face over reliability of data and the extent of objections they have received. We consider it unwise to extend the validity of valuation rolls as long periods between valuations results in significant overnight shifts in rates. The investment that the City has made since the year 2000 in valuation systems, data collection and modelling expertise is now paying off in terms of a lower objection rate and a faster resolution of objections. Most objections of the last General valuation roll have been resolved within a year of tabling, a record not only for this City, also for the country since the creation of megacities in 2000.*

*Despite the growth in population, levels of service have increased across the board, as can be seen from the range of performance measurements on our score cards. The biggest injection into the city’s performance has been the dramatic investment in infrastructure. A total of R19 billion has been invested during this term of office, compared to the R7 billion during the previous Council’s term of office. Annual spending on repairs and maintenance had doubled. During this term of office, the City also embarked on a program of lending on the bond market. R4.2 billion rand had been raised through this program. It is not proposed to raise any further loans before the election, but the new Council will need to decide whether or not to enter into a R1.5 bn loan towards the end of 2011.*

*Mr Speaker, the proposal in the draft budget is to increase the operating expenditure budget in 2011/12 by 12.6% from R19.5 billion to R21.5 billion. Operating income will rise from R19.4 billion to R21.7 billion. The income increase is through a range of rates and tariff increases and a measure of organic growth.*

*Budget allocations are as in the tabled schedules. This is an end-of-term budget where we continue to drive our priorities of basic services and infrastructure to support a growing economy. We also accommodate a number of new expenditures that arise from programs and projects previously decided by Council.*

*Primarily amongst these new expenditures is a significant increase in the provision for IRT operations with the start of operations on the Phase 1A routes. Provision is also made for running costs for the Cape Town Stadium. In both cases allowance is also made for new income from these operations.*

*Of greatest concern is the persistent growth in staff salaries above the growth of the rest of the council expenditure categories. This is partially due to the appointment of additional staff, but it is primarily due to the inordinate salary increases granted by the SALGA National Bargaining Council. These increases are putting significant pressure on availability of money for other purposes.*

*City staff will need to improve their performance to justify the higher salaries that they are getting. Directorates and departments will need to carry out business improvements so that we obtain greater output and higher levels of service delivery without the need to increase staff levels.*

*We continue to grow Repairs and Maintenance spending beyond the inflation rate. It is proposed to increase it by 19% from R1.5 billion to R1.787 billion. The cost of free basic services rises to R1.26 billion in the new financial year. It is proposed to increase property rates by 5.9%. Rates categories will also be adjusted so that old age homes, hostels and flats will now all be included in the residential category rather than the commercial category as in the past. Such properties will thus pay half the rates they would have otherwise paid. This completes our phasing-in of our approach that rating be based on actual usage rather than any zoning or ownership type.*

*Mr Speaker, we also take care of our elderly and handicapped people. Most of such people are on fixed incomes with little ability to adjust their income when their property values increase significantly without any advantage to themselves. Particularly, many live off interest on investments and with the drop in interest rates, their income has fallen.*

Over the past four years, we increased the threshold for the city's old age and handicapped rebates from household income levels of R2400 per month to R8500 per month.

It is my pleasure to announce two proposed rates rebate adjustments to assist these vulnerable citizens further. We propose that a new category of rates rebate be introduced. All households with income levels between R3 000 and R4 000 per month will now receive a rates rebate of 50%. We also propose that the income threshold for old age and handicapped people be increased to R10 000 per month, with concomitant increases in rebates for all categories between R3 000 and R10 000 per month.

The biggest increase in tariffs, as expected, is for Electricity. We anticipate an increase of 26.71% in the electricity bulk tariff from Eskom. The City will thus be paying R5.47 billion to Eskom in the coming year, the biggest number in the City budget. We also believe that it is the biggest payment that Eskom gets from any customer. Eskom gets paid fully and on time. The City of Cape Town is not a reason for any financial problems at Eskom.

The City has little option but to increase its tariffs to its customers as the Eskom bulk charges comprise 2/3 of the overall cost of providing the service. The average increase for our customers will be 19.94%. However, as we will also be significantly restructuring the domestic tariffs, in line with NERSA guidelines, each customer will experience increases above or below that average depending on their level of consumption.

The Lifeline tariff is retained, with 4 inclining blocks. Free Basic Electricity of 50 kWhrs per month will continue to be supplied to city customers who use less than 450 kWhrs per month. The Domestic High and Domestic Low tariffs are being replaced by a single Domestic tariff that is a two-step inclining block tariff. Daily service charges are now discontinued for domestic tariffs but are retained for commercial tariffs. Water and Sanitation tariffs are increased by 8.28%. No changes are proposed in tariff structure. Solid Waste tariffs are increased by 5.5%. A dispensation is now given to Old Age Homes to allow for them to choose the number of bins they require instead on the fixed minimum previously required. A new wheelie bin for recyclables is to be piloted in the catchment area of the newly opened Kraaifontein Transfer Station. It is approximately half the size of the normal wheelie bin, at 140 L. It will be provided free to households.

It is proposed that the Builders' rubble tariff, newly introduced this year, will be retained without an increase at R50 per ton.

*More time is required for this cost to work its way through the industry cost structures and for alternative disposal measures to be developed by the industry.*

*An area of significant action has been the management of arrears. The majority of residents of the city are loyal to the City and pay their municipal bills. Payment ratios on property rates are at 95% and holding well at that rate. We thank the residents for their commitment, even when they have faced significant increases in rates and service charges, and even during the recent difficult financial period. It is only because of that loyalty and commitment to the City that we have been able to deliver on the infrastructure and services. We do not forget that it is the citizens' money that we hold in trust for meeting their needs.*

*It has been essential over these 5 years to increase rates and tariffs to levels that are necessary to deliver services at a standard needed for a modern City, we have always been careful to understand the impacts of these costs on the vulnerable amongst us. There are still large numbers of poor people amongst us, of all races and creeds, who simply cannot afford to pay anything. And there are others who can only pay a little. Yet they still have the same fundamental needs as everyone else.*

*We have improved the package of services provided to indigent people significantly during this term of office. The threshold for qualification for the indigent package was increased to R3000 per month household income. The package of free services was increased to 10.5 kL per month. Free basic electricity was retained at 50 kWhrs per month. We retain those levels of free services in this budget.*

*But most significantly, the City put into place a program to write off arrears. Firstly, we dealt with the grievances of the past, where different rules applied to different people. All arrears prior to September 2003 were written off, at a cost of R1.5 bn. We then instituted a program where all registered indigents and households valued at less than R300 000 could have their arrears written off if they accepted controlled supply at a level they could afford.*

*There is no need, Mr Speaker, for indigent people in Mitchells Plain or anywhere else in the city, to hold meetings to campaign for the write-off of arrears. A process for the write-offs of arrears for poor people is already in place. They simply have to come to Council's offices and make the necessary arrangements.*

*Mr Speaker, estimates of transfers from National Government are provided in the schedules.*

*The quantum is based on best available information ahead of the tabling of the national budget by the Minister of Finance this afternoon. Updated figures will be incorporated into the final budget to be presented to Council for adoption in May.*

*The draft Capital budget proposes an increase of 20.8% from R3.995 billion to R4.828 billion. The primary increase is due to the additional state grants for Public Transport and for Housing. Details of the relevant projects are to found in the schedules.*

*Mr Speaker, on behalf of the Mayor, I hereby table the draft City Budget for the 2011/12 to 2013/14 financial years. Thank you very much."*

All the political parties were afforded the opportunity to comment on the draft budget. The ANC indicated that they were not in support of the draft budget.

The Mayoral Committee Members commented on their respective portfolios.

**RESOLVED** that the 2011/2012 MTREF Budget Resolutions recommends that:

- (a) the annual budget of the municipality for the financial year 2011/2012; and indicative allocations for the two projected outer years 2012/2013 and 2013/2014 and related policies be noted, as set out in the following schedules and annexures to Annexure A to the report on the agenda:
  - (i) Operating expenditure by GFS classification reflected in Table 2;
  - (ii) Operating expenditure by vote reflected in Table 3;
  - (iii) Operating revenue by source reflected in Table 41;
  - (iv) Multi-year capital appropriations by vote reflected in Annexure 1 and Table 40;
  - (v) Capital expenditure by GFS classification reflected in Table 5;
  - (vi) Capital funding by source reflected in Table 5;
  - (vii) Cash Flow statement as reflected in Table 7;

- 
- (viii) Salaries and Benefits of Political Office Bearers, Councillors and Senior Officials as reflected in Table 28 and Table 29;
  - (ix) Performance Indicators for 2011/2012 as set out in Table 13;
  - (x) Assessment (property) rates as set out in Annexure 3;
  - (xi) Special Rating Areas/City Improvement District Levies and Budgets for 2011/2012 and Draft Special Rating Areas Policy as set out in Annexure 4;
  - (xii) Revised Consumptive Tariffs, Rates and Basic Charges for Electricity Services, Water Services and Waste Management Services as set out in Annexure 5;
  - (xiii) Tariffs, Fees and Charges Book incorporating miscellaneous tariffs, charges, rates and levies for 2011/2012 as set out in Annexure 6;
  - (xiv) Draft Rates Policy as set out in Annexure 7;
  - (xv) Draft Tariff Policies as set out in Annexure 8;
  - (xvi) Draft Credit Control and Debt Collection Policy as set out in Annexure 9 (with effect from 01 June 2011);
  - (xvii) Draft Policy for the Allocation of Section 67 Grants as set out in Annexure 10;
  - (xviii) Integrated Development Plan as set out in Annexure 11;
  - (xix) Budgets for Municipal Entities reflected in Table 31 to Table 34;
  - (xx) Grants, Subsidies and Contributions to external entities in 2011/2012 as set out in Annexure 12;
  - (xxi) Budgeted Financial Performance (revenue and expenditure) per directorate and department as per Annexure 13;
  - (xxii) Operating and Capital ward allocation projects approved by Subcouncils as set out in Annexure 14;

(xxiii) Virement policy as set out in Annexure 16.

- (b) Service Delivery Plans / Business Plans with measurable targets be approved by the Executive Mayor within 28 days after the approval of the budget
- (c) the National Treasury Circular 54 ("Municipal Budget Circular for the 2011/2012 MTREF") attached as Annexure 15 to the report on the agenda, be noted
- (d) further ward allocation projects to be identified and approved by Subcouncils towards the end of February 2011 and to be included in the final budget to be submitted to Council for approval.

**FOR INFORMATION : J STEYL, M RICHARDSON**

**C 05/02/11 INTEGRATED DEVELOPMENT PLAN DRAFT REVIEW 2011/12**

**RESOLVED** that:

- (a) the comments/inputs received from the Portfolio Committees on the IDP Draft Review 2011/12, be noted
- (b) the Draft IDP Review 2011/12, be noted and made available for public comment.

**ACTION : A EBRAHIM, M VAN DER MERWE, J YSLIE**

**C 06/02/11 A CITY PARKS DEPARTMENT: PROPOSED CEMETERY TARIFFS FOR 2011/ 2012 FINANCIAL YEAR**

**RESOLVED** that the proposed Cemetery tariffs for the 2011/2012 financial year as described in Addendum A to the report on the agenda be noted, subject to the following amendments:

- (i) the "*REMARKS*" column next to "*GRAVE RESERVATIONS*" section on page 399 of the agenda be amended to read as follows:  
  
*"No new grave reservations are currently allowed except in the event of the special application for grave reservation being approved by the Director: City Parks, in consultation with the Executive Director and the City Manager."*
- (ii) the first subsection under "*GRAVE RESERVATIONS*" on page 399 of the agenda be amended to read as follows:

*"Reservation Permits – New and Renewal for 5 years only"*

**FOR INFORMATION : S BRICE, L MTWAZI**

**C 06/02/11 B CITY PARKS DEPARTMENT: ZONED PUBLIC OPEN SPACES (ZPOS)  
PROPOSED TARIFFS 2011/2012 FINANCIAL YEAR**

**RESOLVED** that the proposed tariffs for Zoned Public Open Spaces for the 2011/2012 financial year as described in the Annexure A to the report on the agenda, be noted.

**FOR INFORMATION : F VOTERSEN, L MTWAZI**

**C 06/02/11 C LIBRARY AND INFORMATION SERVICES: PROPOSED TARIFFS  
2011/2012**

**RESOLVED** that the proposed Library and Information Services tariffs for the 2011/2012 financial year as described in Addendum A to the report on the agenda, be noted.

**FOR INFORMATION : D J ROSSOUW, N STEYN, L MTWAZI**

**C 06/02/11 D SPORT, RECREATION AND AMENITIES: TARIFFS REVIEW FOR THE  
2011/12 FINANCIAL YEAR**

**RESOLVED** that the proposed Sport, Recreation and Amenities tariffs for the 2011/2012 financial year as described in Annexures A, B, C and D attached to the report on the agenda, be noted.

**FOR INFORMATION : R PEREIRA, L MTWAZI**

**C 06/02/11 E TARIFFS: PROVISION OF RADIO TRUNKING SERVICES: 2011/2012**

**RESOLVED** that the proposed 2011/2012 tariffs for the Radio Trunking Services, be noted.

**FOR INFORMATION : T BOSMAN, L MTWAZI**

**C 06/02/11 F TARIFFS: BROADBAND FIBRE OPTIC INFRASTRUCTURE SERVICES:  
2011/2012**

**RESOLVED** that the proposed 2011/2012 tariffs for Broadband Fibre Optic Network Services, be noted.

**FOR INFORMATION : F LOCHNER, D BERETTI**

**C 06/02/11 G TARIFFS: COMMUNICATION DEPARTMENT: 2011/2012**

**RESOLVED** that the proposed tariffs for 2011/2012 for the

Communication Department, be noted.

**FOR INFORMATION : G HOWARD, D BERETTI**

**C 06/02/11 H TARIFFS: PERSONNEL SERVICES DEPARTMENT: 2011/2012**

**RESOLVED** that it be noted that the tariffs for the Personnel Services Department remain unchanged for 2011/2012.

**FOR INFORMATION : E KOTZE, D BERETTI**

**C 06/02/11 I TARIFFS: PRINTING SERVICES: 2011/2012**

**RESOLVED** that the proposed 2011/2012 tariffs for the Printing Services attached as Annexure A to the report on the agenda, be noted.

**FOR INFORMATION : A COETZEE, D BERETTI**

**C 06/02/11 J TARIFFS: PUBLIC HIRING OF HALLS, BRAAI FACILITY AND ARTSCAPE PARKING: 2011/2012**

**RESOLVED** that the proposed 2011/2012 tariffs for the hiring of halls, braai facility and Artscape parking attached as Annexure A to the report on the agenda, be noted.

**FOR INFORMATION : K BARON, D BERETTI**

**C 06/02/11 K PROPOSED FILM PERMIT TARIFFS AND USER CHARGES FOR IMPLEMENTATION IN THE 2011/2012 FINANCIAL YEAR**

**RESOLVED** that the proposed Film Permit Tariffs and User Charges for the 2011/2012 financial year as outlined in Annexures A, A1 and B attached to the report on the agenda, be noted.

**FOR INFORMATION : T ISAACS, C JAFTHA, M MOHAMED**

**C 06/02/11 L PROPOSED EVENTS TARIFFS FOR 2011/12**

**RESOLVED** that the proposed Events Tariffs for the 2011/2012 financial year as outlined in Annexure A to the report on the agenda, be noted.

**FOR INFORMATION : T ISAACS, C JAFTHA, M MOHAMED**

**C 06/02/11 M LOOKOUT HILL TOURISM FACILITY TARIFFS & CHARGES FOR IMPLEMENTATION IN THE 2011/2012 FINANCIAL YEAR**

**RESOLVED** that the proposed tariffs and charges for the Lookout

Hill Tourism Facility for the 2010/2011 financial year as outlined in Annexure A attached to the report on the agenda, be noted.

**FOR INFORMATION : M HUGO, M MOHAMED**

- C 06/02/11 N PROPOSED TWO OCEANS CRAFT & CULTURAL CENTRE TARIFFS & CHARGES FOR IMPLEMENTATION IN THE 2011/2012 FINANCIAL YEAR**

**RESOLVED** that it be noted that the Two Oceans Craft and Cultural Centre tariffs and charges report for the 2011/2012 financial year had been withdrawn, in view of the comments made that this facility would in due course not continue operating as a craft and cultural centre, but would instead be utilised as a training centre.

**FOR INFORMATION : M HUGO, M MOHAMED**

- C 06/02/11 O PROPERTY MANAGEMENT TARIFFS & CHARGES FOR IMPLEMENTATION IN THE 2011/2012 FINANCIAL YEAR**

**RESOLVED** that the proposed tariff structure pertaining to immovable property transactions (Property Management Department) for the 2011/2012 financial year as set out in Annexure A to the report on the agenda, be noted.

**FOR INFORMATION : R GELDERBLOEM, M MOHAMED**

- C 06/02/11 P FINANCE (REVENUE): PROPOSED 2011/12 TARIFFS, FEES AND CHARGES**

**RESOLVED** that the Revenue Department's miscellaneous tariffs for the 2011/2012 financial year as set out in Annexure A to the report on the agenda, be noted.

**FOR INFORMATION : P RHEEDER, M RICHARDSON**

- C 06/02/11 Q FINANCE (VALUATION DIRECTORATE): PROPOSED 2011/2012 TARIFFS, FEES AND CHARGES**

**RESOLVED** that the proposed charges, fees and tariffs for the Valuation Department for the 2011/2012 financial year, be noted.

**FOR INFORMATION : B M D LOCKWOOD, M RICHARDSON**

- C 06/02/11 R HOUSING: MISCELLANEOUS TARIFFS 2011/2012**

**RESOLVED** that the Housing Directorate's miscellaneous tariffs for the 2011/2012 financial year as set out in Annexure A to the report on the agenda, be noted.

## FOR INFORMATION : W MULLER, H SMIT

**C 06/02/11 S    TARIFFS FOR STRATEGIC DEVELOPMENT INFORMATION AND GIS DEPARTMENT - SALE OF STRATEGIC DEVELOPMENT INFORMATION AND GIS (GEOGRAPHICAL INFORMATION SYSTEM) DATA**

**RESOLVED** that the following proposed tariffs for the Strategic Development & GIS Department for the 2011/2012 financial year, which include VAT, be noted:

## Customized Maps:

- a) Labour cost to construct a map and/or retrieve data = R190,00 per hour (the time of the lowest level operator able to construct the map)
- b) Material

## (i) Paper Form (Colour Prints)

A4	=	R10,00
A3	=	R20,00
A2	=	R73,00
A1	=	R82,00
A0	=	R93,00

## (ii) Electronic Form

Cost per blank CD/DVD = R13,00

## Standard Pre-printed Maps:

A4	=	R10,00
A3	=	R20,00
A2	=	R73,00
A1	=	R82,00
A0	=	R93,00

## Digital Aerial Photography Imagery:

Latest available imagery (5 x 5 Km tile = R170,00)  
Historical imagery (5 x 5 Km tile = R85,00)

Supply of Customized Development Information and Data that is not readily available:

Labour charge for research and extraction of information and data = R190,00 per hour (the time of a Professional Officer to do research, extract, manipulate

and supply the date)

Paper Form (Black and White prints or copies):

A3 = R1,20  
A4 = R0,60

Material:

CD/DVD = R13,00.

**FOR INFORMATION : E VAN DYK, O ASMAL**

**C 06/02/11 T PLANNING AND BUILDING DEVELOPMENT MANAGEMENT: TARIFFS AND CHARGES FOR THE 2011/2012**

**RESOLVED** that the proposed tariffs and charges as set out in the undermentioned annexures attached to the report on the agenda, for the Department: Planning and Building Development Management, be noted :

- Building and Development Management - Annexure "A"
- Land Use Management - Annexure "B".

**FOR INFORMATION : P HENSHALL-HOWARD, O ASMAL**

**C 06/02/11 U ENVIRONMENTAL RESOURCE MANAGEMENT DEPARTMENT : TARIFFS AND CHARGES FOR THE 2011/2012 FINANCIAL YEAR**

**RESOLVED** that the proposed tariffs and charges as set out in the undermentioned annexures attached to the report on the agenda, for the Department: Environmental Resource Management, be noted :

- Environmental and Heritage Management - Annexure "A"
- Nature Conservation - Annexure "B".

**FOR INFORMATION : C JAMES, J WOOD, I BROMFIELD**

**C 06/02/11 V CITY OF CAPE TOWN - CITY EMERGENCY SERVICES PROPOSED TARIFFS AND CHARGES FOR THE 2010/2011 FINANCIAL YEAR**

**RESOLVED** that the proposed 2011/2012 tariffs for the services rendered by the City Emergency Services, relating to Fire and Rescue Services and Disaster Risk Management contained in Annexure "A" and "B" respectively, be noted.

**FOR INFORMATION : L NCITA-SOMDAKA, R BOSMAN**

- C 06/02/11 W CITY OF CAPE TOWN: METROPOLITAN POLICE DEPARTMENT, LAW ENFORCEMENT AND SECURITY SERVICES AND TRAFFIC SERVICES TARIFFS AND CHARGES FOR THE 2011/2012 FINANCIAL YEAR**
- RESOLVED** that the proposed 2011/2012 tariffs for the services rendered by the Cape Metropolitan Police, Traffic, Law Enforcement and Specialised Services Departments as reflected on Annexure A, B and C respectively, subject to the following amendments, be noted:
- (i) in so far as the proposed tariffs and charges for Traffic Services for 2011/2012 are concerned, with reference to tariffs for events, an additional line be added under EXEMPTIONS/CONCESSIONS, reading as follows:
- “That the Chief: Traffic Services in consultation with the Executive Director: Safety and Security consider a reduction of charges up to a maximum of only 50% for major events, on the basis that cost recovery be kept in mind.”*
- (ii) in so far as the proposed tariffs and charges for Law Enforcement Services are concerned, with reference to payment for abandoned shopping trolleys, the recovery fee per trolley for 2011/12 not be lowered, but remains at the amount of R1 000,00;
- (iii) with reference to Impoundment/Pound Fees, an extra line be added reading as follows:
- “Horses, cattle, pigs, sheep, ostriches, goats and other animals - a once off per head – R500,00, with reduced R100,00 per day.*
- (iv) in so far as all services are concerned, the following be included in the schedule:
- “That the relevant head and the ED: Safety and Security consider a reduction of charges up to a maximum of 50% for all written applications.”*

**FOR INFORMATION : M MATTHYSE, R BOSMAN**

- C 06/02/11 X ECONOMIC SOCIAL DEVELOPMENT AND TOURISM DIRECTORATE: SOCIAL DEVELOPMENT DEPARTMENT: TARIFF REPORT FOR THE FINANCIAL YEAR 2011/2012**
- RESOLVED** that subject to the amendment of item No.2 “Nursery Schools without babies (Ages 2 years to 6 years) (as per ability to pay)” of the schedule attached to the report on the agenda, as set

out below:

SERVICE RENDERED	UNIT	2010/2011 EXCL VAT	2011/2012 INCL VAT
Nursery Schools without babies (Ages 2 years to 6 years)			
Per child	Per month	R281.58	R270.00 (R236.91 x 14%)
Per child	Per week	R56.14	R68.00 (R59.23 x 14%)

the proposed tariffs, be noted, as set out in the schedule of the Social Development Department Tariffs for 2011/2012, as amended.

FOR INFORMATION : L NOKWAZA, C O'CONNOR

**C 06/02/11 Y ROADS AND STORMWATER DEPARTMENT: TARIFFS AND CHARGES FOR 2011/2012**

**RESOLVED** that the proposed 2011/2012 tariffs for the Roads and Stormwater Department as reflected on Annexure "A" to the report on the agenda, be noted.

FOR INFORMATION : T DOLLIE, M MARSDEN

**C 06/02/11 Z TARIFFS FOR MYCITI SERVICES FOR 2011/2012**

**RESOLVED** that:

- (a) the MyCiti fares as depicted on Annexure B of the report on the agenda, not be increased and that such fares remain the same until June 2012
- (b) the MyCiTi (IRT) service tariff structures for the 2011/12 financial year, as depicted on Annexure C to the report on the agenda, be noted.

FOR INFORMATION : G FORTUNE, M MARSDEN

**C 06/02/11 AA TARIFFS FOR SERVICES RENDERED BY THE TRANSPORT & INTEGRATED RAPID TRANSIT DEPARTMENTS FOR 2011/2012**

**RESOLVED** that:

- (a) the Transport and Integrated Rapid Transit Departments' tariffs for services rendered for the 2011/2012 financial year, as outlined in Annexure A to the report on the agenda, be

noted and implemented with effect from 1 July 2011

- (b) all tariffs be rounded to the nearest 50c
- (c) the proposed tariffs be advertised as legally required.

**FOR INFORMATION : M MAZAZA, D HUGO, M MARSDEN**

**C 06/02/11 BB TARIFF STRUCTURE FOR CAPE TOWN STADIUM AND GREEN POINT URBAN PARK FOR 2011/2012 FINANCIAL YEAR**

**RESOLVED** that:

- (a) the tariff structure for Cape Town Stadium and Green Point Urban Park attached as Annexures "A1 and A2, B, C, D, E attached to the report on the agenda, be noted.
- (b) a lower set of tariffs for pensioners, children under 12 years and disabled persons be included.

**FOR INFORMATION : L DE REUCK, M MARSDEN**

**C 06/02/11 CC CITY HEALTH DIRECTORATE: PROPOSED TARIFFS AND FEES FOR THE 2011/2012 FINANCIAL YEAR.**

**RESOLVED** that the tariffs and fees for the City Health Directorate for the 2011/2012 financial year as per Annexure A to the report on the agenda, subject to the tariff relating to the "Air Pollution Control By-Law" under section 7 being amended to read "*in terms of the City of Cape Town Air Quality Management By-Law, Section 20(3)*", and that where it reads "*Fee applicable to*" should read *zero fees or exempted.*", be noted.

**FOR INFORMATION : I BROMFIELD**

***At this stage, the time being 13H10, the meeting adjourned for lunch and resumed at 14H00. Upon resumption of the meeting, Councillors were again requested to register and the count in the Chamber was 184.***

**C 07/02/11 2010/2011 AND 2011/2012 GRANTS-IN-AID ALLOCATIONS RECOMMENDED BY SUBCOUNCILS AND SUBMITTED TO THE INTEGRATED GRANTS ADMINISTRATIVE COMMITTEE (IGAC) FOR CONSIDERATION**

**RESOLVED** that:

- (a) the proposed Grants-in-Aid for 2010/2011 recommended by the various Subcouncils, signed off as legally compliant by the Legal Services Department and supported by IGAC as set out

in Annexure "A" to the report on the agenda, be approved

- (b) the proposed Grants-in-Aid for 2011/2012 (to be paid out from 1 July 2011) recommended by the various Subcouncils, signed off as legally compliant by the Legal Services Department and supported by IGAC as set out in Annexure "B" to the report on the agenda, be approved.

**ACTION : M J SHAW, M RICHARDSON, K MILLER, SUBCOUNCIL MANAGERS**

C 08/02/11

**REPORT IN TERMS OF SUPPLY CHAIN MANAGEMENT REGULATIONS SECTION 36 AND THE SUPPLY CHAIN MANAGEMENT POLICY SECTION 292 FOR SEPTEMBER, OCTOBER, NOVEMBER & DECEMBER 2010: FOR INFORMATION PURPOSES**

**RESOLVED** that the matters as authorised by the City Manager in terms of the Supply Chain Management Regulations Section 36 and Supply Chain Management Policy Section 292 for the period September, October, November and December 2010 attached as Annexures "A", "B", "C" and "D" to the report on the agenda, be noted and be included as a note to Council's Annual Financial Statements.

**ACTION : A VORSTER, A EBRAHIM**

C 09/02/11

**DRAFT POLICY FOR THE CANCELLATION OF DEEDS OF SALE**

Cllr D Cottee mentioned that residents complained that they were unable to improve their properties, and therefore requested that the process in respect of finalizing the title-deeds, be expedited.

**RESOLVED** that the *Procedure for the Cancellation of Deeds of Sale* of beneficiaries of site and serviced properties in the former Black Local Authority areas who are no longer traceable and the consequent sale to the current or approved occupier families, be approved, subject to clauses 2.8.1(ii) and 2.8.2 being amended to read as follows:

Clause 2.8.1(ii): An advertisement, requesting that original beneficiaries contact the housing officials, must be placed, to run once a week, for two consecutive weeks, in a local/community newspaper circulating in the area in which the property is situated *and be placed in all housing offices;*

Clause 2.8.2: In instances where the original beneficiary comes forward within a period of 30 days after the notices has expired, *the Manager: Existing Housing* must then undertake a full investigation to determine whether the property should still be registered into his/her name or be registered in the name of the current occupier, after considering all relevant and available information.

**ACTION : T MITCHELL, H SMIT, P STOFIE**

C 10/02/11

**SOLID WASTE MANAGEMENT: AREA CLEANING GRANTS IN AID: A) REMOVAL OF ANIMAL CARCASSES AND B) PROVISION OF AREA CLEANING SERVICES IN ENVIRONMENTALLY SENSITIVE AREAS**

**RESOLVED that:**

- (a) the following non-profitable organizations be awarded a Grant-in-Aid for the remainder of the 2010/11 financial year:

<b>REMOVAL OF ANIMAL CARCASSES – UKUSUSWA KWEMILU YEZILWANYANA- VERWYDERING VAN DIERKARKASSE</b>	
<b>ORGANISATION/UMBUTHO ORGANISASIE</b>	<b>AMOUNT /ISIXA-MALI/BEDRAG</b>
The Animal Welfare Society of South Africa	R75 000
People's Dispensary for Sick Animals (SA)	R95 000
Animal Anti Cruelty League(Epping)	R20 000
Animal Anti Cruelty League (Bellville)	R20 000
Cape of Good Hope SPCA	R125 000
Mdzananda Animal Clinic	R10 000
Cart Horse Protection Association	R10 000
Hottentots Holland Animal Welfare Society	R10 000
Animal Rescue Organisation	R10 000

<b>PROVISION OF AREA CLEANING SERVICES IN ENVIRONMENTALLY SENSITIVE AREAS UBONELELO NGEENKONZO ZOCOCEKO KWIMIMANDLA EBUTHAKATHAKA KOKUSINGQONGILEYO VERSKAFFING VAN GEBIEDSKOONMAAKDIENSTE IN OMGEWINGSSENSITIEWE GEBIEDE</b>	
<b>ORGANISATION / UMBUTHO / ORGANISASIE</b>	<b>AMOUNT / ISIXA-MALI / BEDRAG</b>
The Friends of the Liesbeek	R10 000

- (b) all the above funds be verimented from Cost Centre 20030205: Operations Coordination: GL 411560: Cleansing: Litter.

**ACTION : P HORN, L DHLAMINI**

**C 11/02/11      QUARTERLY REPORT ON THE DELEGATIONS EXERCISED BY SUBCOUNCILS : 1 OCTOBER 2010 – 31 DECEMBER 2010**

**RESOLVED** that the contents of the report regarding the delegations exercised by Subcouncils during the period 1 October 2010 to 31 December 2010, be noted.

**FOR INFORMATION : K MILLER, SUBCOUNCIL MANAGERS**

**C 12/02/11      TENDER NO. 136P/2010/11: PURCHASE OF TWO PORTIONS OF REMAINDER ERF 4292, WESFLEUR, ATLANTIS**

**RESOLVED** that for the reasons set out in the report the tender submitted by The Property Incubator (Pty) Ltd for Tender No. 136P/2010/11: Purchase of two portions of Vacant Remainder Erf 4292, Wesfleur, Atlantis situated on Arion and Rygersdal Drive Atlantis shown lettered A to H (Portion 1) and K to Q (Portion 2) on Plan LIS 703 marked Annexure A to the report on the agenda, in extent approximately 3961m<sup>2</sup> and 6822m<sup>2</sup> respectively, zoned Commercial, in the amounts of R1 322 974 (excl. VAT) and R3 780 800 (excl. VAT), respectively, be accepted.

**ACTION : S CHAMBERS, R GELDERBLOEM, I BINDEMAN, W FIKIZOLO**

**C 13/02/11      PROPOSED DISPOSAL OF OR GRANTING OF RIGHTS TO USE, CONTROL OR MANAGE BY PUBLIC COMPETITION CITY-OWNED VACANT LAND BEING ERF 5161 MONTAGUE GARDENS AT CENTURY CITY CAPE TOWN**

**RESOLVED** that for the reasons set out in the report

- (a) in terms of the provisions of the Municipal Finance Management Act (MFMA 56 of 2003) and Municipal Asset Transfer Regulations (R.878 promulgated on 22/08/2008), Erf 5161 Montague Gardens at Century Boulevard, Century City, in extent approximately 25 000m<sup>2</sup>, shown lettered ABCDEF on Locality Plan dated 2010-03-09, (Annexure "A") to the report on the agenda, be regarded as not being required for provision of the minimum level of basic municipal services.
- (b) Vacant Erf 5161 Montague Gardens at Century Boulevard, Century City, in extent approximately 25 000 m<sup>2</sup>, shown lettered ABCDEF on Locality Plan dated 2010-03-09, (Annexure "A") to the report on the agenda, zoned General Business 2, be disposed of or that rights be granted to use, control or manage the Erf by public competition subject to the

conditions to be imposed by the Director: Property Management in exercise of her delegated authority.

- (c) Any gain or loss incurred by a municipality in respect of the transfer of an asset be included in the adjustment budget of the municipality (Sec 28 and 87 of MFMA), if not budgeted for in the approved annual budget.

**ACTION : S CHAMBERS, R GELDERBLOEM**

**C 14/02/11**

**PROPOSED DISPOSAL OF A PORTION OF CITY LAND: ERF 7309, HOUT BAY OFF HOUT BAY MAIN ROAD: DEPARTMENT OF TRANSPORT AND PUBLIC WORKS**

**RESOLVED** that for the reasons set out in the report:

- (a) the portion of City Land being portion of Erf 7309, Hout Bay shown bordered grey on Sketch No WT 394, attached as "Annexure A" to the report on the agenda, be alienated to the Department of Transport and Public Works, or its successors-in-title, at a sale price of R690 000, excluding VAT, subject to terms and conditions to be imposed by the Director: Property Management in exercise of her delegated duties. These to include that the purchase price shall escalate by 5% annually after final approval is granted by the City until the price is settled in full and all costs shall be borne by the applicant.
- (b) Prior Occupation is granted to the Applicant subject to the following conditions:
  - i. That the Applicant accepts in writing all the conditions relating to the sale including the purchase price, prior to occupation of the site.
  - ii. That the Applicant indemnifies Council against any claims that may arise out of the prior occupation of the property.
  - iii. That the Applicant take full responsibility for all costs relating to their occupation of the subject land, including the cleaning of the site, installation of infrastructure and consumption of municipal services
  - iv. Any further conditions to be imposed by the Director: Property Management in exercise of her delegated duties.

- (c) An occupational rental of R4 600.00 per month excluding VAT, escalating at 9% per annum, will be charged from date of occupation to date of transfer.

**ACTION : M SIMS, R GELDERBLOEM**

**C 15/02/11      PROPERTY MANAGEMENT LEASE RENEWAL PROJECT:  
CANCELLATION OF EXPIRED LEASES OF CITY LAND, VARIOUS  
SITES – REVIEW AND RESCIND REPORT**

**RESOLVED** that for the reasons set out in the report

- (a) the resolution taken by Council on 25 May 2010 being:

“that in respect of the leases contained in Annexure A, being “Leases in respect of which no response has been forthcoming from the lessee”, be referred back and detail of the subject leases be forwarded to the Subcouncil Chairpersons who will engage the lessees to engage with the City’s Property Management Department in respect of their leasehold rights“, be reviewed and rescinded,

- (b) the subject leases be cancelled as a result of non-responses on the part of the lessees.

**ACTION : D C GEYSMAN, R GELDERBLOEM**

**C 16/02/11      APPROVAL TO PREPARE AND SUBMIT A BID TO THE  
INTERNATIONAL WORLD GAMES ASSOCIATION TO HOST THE 2017  
EDITION OF THE WORLD GAMES IN CAPE TOWN**

**RESOLVED** that:

- (a) the Director Sport, Recreation and Amenities, in liaison with the relevant line departments proceed with the process in order to prepare a bid to host the World Games in Cape Town in 2017
- (b) that monthly reports on the bid preparation process be submitted to Mayco by the Task Team under the leadership of the Sport, Recreation and Amenities Department, in order for Mayco to monitor both the progress and implications of the bid.

**ACTION : G BAM, L MTWAZI**

**C 17/02/11      GRANT IN AID PAYMENT TO CAPE EPIC (March 2011)**

**RESOLVED** that:

- (a) the disbursement of Grant-in-Aid funding to Cape Epic for a Mountain Bike event, be approved
- (b) the amount of R500 000, to be viremented from cost centre 19060006, Tourism Development Management, GL 457200, MFMA Section 67 to GL457100, MFMA Section 67 transfer payments, be approved
- (c) the funds in (b) above be disbursed in terms of Section 67(a) of the Municipal Finance Management Act and the City of Cape Town's Grant-in-Aid Policy
- (d) the Tourism Department, in consultation with the Legal Services Department conclude a Memorandum of Agreement with Cape Epic.

**ACTION : T VIVIAN, M MOHAMED**

**C 18/02/11**

**QUARTERLY FINANCIAL REPORT: DECEMBER 2010**

**RESOLVED** that the Quarterly Financial Report for the quarter ended 31 December 2010, be noted.

**FOR INFORMATION : J STEYL, M RICHARDSON**

**C 19/02/11**

**REVIEW OF THE SUPPLY CHAIN MANAGEMENT POLICY**

Cllr N Gabriel expressed concern on the increase in the contract period or contract sum by the Bid Adjudication Committee, the issue of sole suppliers, as well as the section dealing with single source selection pertaining to the appointment of consultants. She requested that these areas be addressed in respect of the procurement process.

**RESOLVED** that:

- (a) the revised *Supply Chain Management (SCM) Policy* attached as Annexure 3 to the report on the agenda, be adopted.
- (b) the "*Combating Abuse of Supply Chain Management System Policy*" (which was approved by Council on 30 March 2009, vide item C12/03/09) attached as Annexure 4 to the report on the agenda, be incorporated into and form part of the revised SCM policy in (a) above.

**ACTION : L SHNAPS, M RICHARDSON, P STOFIE**

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**C 20/02/11 APPROVAL OF THE RISK APPETITE LEVEL FOR INTEGRATED RISK MANAGEMENT**

**RESOLVED** that:

- (a) the contents of the report on the "*Approval of the Risk Appetite Level for Integrated Risk Management*" be noted and the City Manager's decision for the Integrated Risk Management Appetite Level, be supported and approved
- (b) a risk appetite of 40 be approved
- (c) the risk appetite be revisited annually in line with leading practice
- (d) realistic treatment actions be implemented by risk owners to maximize the limited resources available to treat risks
- (e) a pro-active risk culture be embedded to minimize the potential consequences of a risk materializing.

**ACTION : L GELDENHUYS, M RICHARDSON**

**C 21/02/11 DRAFT MINUTES OF A SPECIAL AUDIT COMMITTEE MEETING HELD ON 19 JANUARY 2011**

**RESOLVED** that the draft minutes of the special Audit Committee meeting held on 19 January 2011, be noted.

**FOR INFORMATION : R VOSLOO, Z ABRAMS**

**C 22/02/11 WITHDRAWALS FROM MUNICIPAL BANK ACCOUNTS FOR THE QUARTER ENDING DECEMBER 2010**

**RESOLVED** that the report on the withdrawals made from the City's bank accounts for the quarter ending December 2010, be noted.

**FOR INFORMATION : H ROBBINS, M RICHARDSON**

**C 23/02/11 QUARTERLY REPORT ON PHILIPPI FRESH PRODUCE MARKET (JUL - SEPT 2010) AND REQUEST TO EXTEND LEASE AGREEMENT**

**RESOLVED** that the extension of the current Lease Agreement between the City of Cape Town and the Philippi Market Operating Company (Pty) Ltd for a six-month period with effect from 1 September 2011 to 31 March 2012, be approved

**ACTION : S VISSER, M MOHAMED**

**C 24/02/11 PROPOSED DISPOSAL OF REMAINDER ERF 13134 BOTHASIG TO COMMUNICARE FOR PURPOSES OF SOCIAL HOUSING DEVELOPMENT**

Ald C Justus recused himself from the discussion of this item.

Cllr P Hill proposed that this item be withdrawn, due to new information, which could influence the decision.

The proposal was duly supported.

**RESOLVED** that the report on the proposed disposal of remainder Erf 13134, Bothasig to Communicare for purposes of social housing development, be referred back.

**ACTION : G NEVIN, H SMIT**

Ald C Justus returned to the Chamber.

**C 25/02/11 COMMUNITY SERVICES: DRAFT 2011/2012 DIRECTORATE EXECUTIVE SUMMARY OF THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP)**

**RESOLVED** that the draft 2011/2012 Directorate Executive Summary of the Service Delivery and Budget Implementation Plan (SDBIP) for the Community Services Directorate, be noted.

**FOR INFORMATION : M TRIPOD, L MTWAZI**

**C 26/02/11 DRAFT 2011/2012 DIRECTORATE EXECUTIVE SUMMARY OF THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP)**

**RESOLVED** that the draft 2011/2012 Directorate Executive Summary of the Service Delivery and Budget Implementation Plan (SDBIP) for the Finance Directorate, be noted.

**FOR INFORMATION : M HARGRAVE, M RICHARDSON**

**C 27/02/11 HOUSING: DRAFT 2011/2012 DIRECTORATE EXECUTIVE SUMMARY OF THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP)**

**RESOLVED** that the draft 2011/2012 Directorate Executive summary of the Service Delivery and Budget Implementation Plan (SDBIP) for the Housing Directorate, be noted.

**FOR INFORMATION : A KERMIS, H SMIT**

- C 28/02/11**      **DRAFT 2011/2012 DIRECTORATE EXECUTIVE SUMMARY OF THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP)**
- RESOLVED** that the draft 2011/2012 Directorate Executive Summary of the Service Delivery and Budget Implementation Plan (SDBIP) for the Strategy and Planning Directorate, be noted.
- FOR INFORMATION : C BASSON, I BROMFIELD**
- C 29/02/11**      **DRAFT 2011/2012 DIRECTORATE EXECUTIVE SUMMARY OF THE SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP)**
- RESOLVED** that the contents of the draft 2011/2012 Directorate Executive Summary of the Service Delivery and Budget Implementation Plan (SDBIP) for the Utility Services Directorate, be noted.
- FOR INFORMATION : D PAULSE, L DHLAMINI**
- C 30/02/11**      **2010/2011 SECOND QUARTER'S PROGRESS REPORT ON CORPORATE PERFORMANCE AND PERFORMANCE OF THE CITY'S ENTITIES**
- RESOLVED** that the progress report on the City's performance and the performance of its entities during the second quarter of the 2010/2011 financial year, covering the period 01 July 2010 to 31 December 2010 (performance year to date), be noted.
- FOR INFORMATION : W CLAASSENS, M RICHARDSON**
- C 31/02/11**      **DRAFT 2011/2012 ONE YEAR CORPORATE SCORECARD REFLECTING QUARTERLY TARGETS**
- RESOLVED** that the draft 2011/2012 One-Year Corporate Scorecard for submission to National and Provincial Treasury in terms of the MFMA, be noted.
- FOR INFORMATION : M VAN DER MERWE, A EBRAHIM**
- C 32/02/11**      **ESTABLISHMENT OF THE IMMOVABLE PROPERTY ADJUDICATION COMMITTEE UNDER THE AUSPICES OF SUPPLY CHAIN MANAGEMENT**
- RESOLVED** that:
- (a) the establishment of an Immovable Property Adjudication Committee, be approved

- (b) authority be granted to the City Manager to appoint the members and chairperson of the Property Adjudication Committee
- (c) the proposed Administrative functioning of Immovable Property Adjudication Committee, as set out in section 6 (d) of the report on the agenda, be approved
- (d) the proposed Terms of Reference of the Immovable Property Adjudication Committee as set out in section 6 (c) of the report on the agenda, be approved
- (e) the delegations provided for in section 6 (c) of the report on the agenda on the proposed Immovable Property Adjudication Committee, be conferred.

**ACTION : R GELDERBLOEM, M MOHAMED**

**C 33/02/11**

**CLIMATE CHANGE COP 17 : OUTCOME OF BIDDING PROCESS AND FURTHER OPPORTUNITIES FOR THE CITY OF CAPE TOWN**

**RESOLVED that:**

- (a) the outcome of the bidding process for the Climate Change COP 17, be noted
- (b) ways be explored to favourably position the City with regard to COP 17 being held in Durban in December 2011, including supporting and lobbying for the hosting of the selected events linked directly to COP 17
- (c) the City champion the Climate Smart Cape Town campaign and partners ICLEI to host the Local Climate Solutions for Africa (LOCS) conference, scheduled to take place from 28 February 2011 to 3 March 2011 at the Cape Town International Convention Centre
- (d) the City be an active partner of the Cape Town Climate Coalition to be formally launched at LOCS
- (e) R4 million be made available to ensure the success of the high profile African leadership conference, Local Climate Solutions for Africa (LOCS). Funds, to be spent in the current financial year, have been sourced from City cost centres and it must be noted that approval by Council will be in terms of Section 67 of the MFMA and will be subject to a signed agreement with ICLEI and the submission of audited financial statements at the conclusion of the conference.

**ACTION : S GRANGER, S WARD, O ASMAL, I BROMFIELD**

**C 34/02/11**

**MyCiTi INTEGRATED RAPID TRANSIT SYSTEM: MILESTONE 0 INTERIM SERVICE AND UPDATING OF BUSINESS PLAN**

**RESOLVED** that:

- (a) the developments regarding Milestone 0 of Phase 1A of the MyCiTi Integrated Rapid Transit (IRT) system, as set out in the report on the agenda, be noted
- (b) a target date of April 2011 for implementation of an essential test phase of the Milestone 0 interim services and, subject to satisfactory outcomes with respect to reliability and safety, implementing the Milestone 0 interim service itself as soon as possible thereafter, be approved
- (c) the projected cost of MyCiTi operations for 2010/11 and 2011/12, including Milestone 0 services, as set in the following table, be approved:

<b>Year</b>	<b>Projected Cost (in R million)</b>	<b>Estimated Revenue</b>	<b>Projected Operating Deficit</b>
2010/11	R 55.6m	R 7.0m	R 48.5m
2011/12	R 146.8m	R 48.4m	R 98.4m
<b>Total</b>	<b>R 202.4m</b>	<b>R 55.5m</b>	<b>R 146.9m</b>

- (i) noting that the projected operating deficit for the 2011/12 financial year is higher than the midpoint projected in the Business Plan that was approved by Council in October 2010, but lower than the worst case scenario as set out in that report. Key reasons for this include the additional expenses arising from contracting a third company (see recommendation (d) below); the use of a paper ticket system with its associated higher costs and increased fare evasion; and the delay in the start of Milestone 1 because of modelled delay in the delivery of new feeder vehicles (actual delay dependent on supplier, and thus presently unknown);
- (ii) noting that the increase in costs in Milestone 0 is driven to a large degree by temporary factors; and note that, while costs are continually reviewed based on actual realised costs and other identified risks, the projected operating deficit for the full Phase 1A remains

approximately R116m;

- (iii) noting that, based on the same logic as contained within the Business Plan whereby the City contributes a proportion of the deficit, the City's contribution to the projected operating deficit from Rates in 2011/12 is proposed to be R45.3m and the contribution from national funding (a combination of the Public Transport Operating Grant (PTOG) and the Public Transport Infrastructure and Systems Grant (PTISG)) is proposed to be R53.1m.
- (d) the changes to the Business Plan as set out in Annexure A to the report on the agenda, including the planned conclusion of contracts with up to three vehicle operator (VO) companies regarding Phase 1A vehicle operations (subject to compliance with the Supply Chain Management policy), the provision to pay interim compensation prior to concluding the 12 year contract (if appropriate), as well as the amendment to the station naming policy as set out in Annexure B to the report on the agenda be approved, as well as the amended Business Plan as a basis for implementation of Phase 1A
- (e) approval be granted that the relevant planning, design and implementation of the necessary infrastructure, acquisition of such property, purchasing of such fleet and contracting of such operators and professional services, as required to provide the services as described in the Business Plan as amended by Annexure A to the report on the agenda continues, subject to approved budgets, compliance with legal requirements and following prescribed procurement processes
- (f) regarding implementation of the approved Compensation Policy, which forms part of the Business Plan, the power to decide on the compensation to be offered to minibus-taxi operators and the process to be followed regarding the offer and payment of such compensation be delegated to the City Manager, after consultation with the Executive Director: Transport, Roads and Major Projects and the Chief Financial Officer
- (g) should it not be possible, despite the best efforts of all the parties to conclude an agreement by April 2011 with all three of the relevant VO companies to enable the introduction of the proposed Milestone 0 interim starter services:
  - (i) authority be granted for negotiations with those of the

- 
- relevant VO companies that are willing to conclude an agreement on terms acceptable to the City;
- (ii) if these agreements are not concluded within a reasonable time, authority be granted that the start of such interim services to Table View and the Waterfront be postponed and proceed immediately to negotiate the 12 year VO contract;
  - (iii) authority be granted for the conclusion of an interim contract with only one of the VO companies to operate the existing Airport Shuttle and Stadium event services, to allow for sufficient time to negotiate the 12 year VO contracts;
- (h) it be noted that National Treasury has –
- (i) made available an additional R168 million for IRT implementation for the current financial year (2010/11);
  - (ii) proposed to increase the allocation to the City through the PTISG for the 2011/12 to 2013/14 financial years to R4 980 million. This proposal from National Treasury is
    - (a) R2 648 million more than was allocated in the 2010 Division of Revenue Act (DORA);
    - (b) a provisional allocation, which is subject to confirmation or amendment by way of the 2011 DORA, expected to be approved by Parliament in April 2011;
    - (c) subject to the condition that the grant be used for accelerated recovery, catalytic projects and basic network development for an Integrated Rapid Public Transport Network (IRPTN) in the City of Cape Town;
    - (d) thus allocated mainly for the purposes of IRT, but also for additional public transport projects, provided they are for public transport network infrastructure and systems that are essential to the proper functioning of the City's IRPTN.
  - (i) the MyCiTi Project team continues to keep Council informed of progress, significant developments and any aspect of the Business Plan that may require review, through regular progress reports.

**ACTION : D HUGO, A BASSIER, M MARSDEN**

**C 35/02/11 RESOLUTIONS TAKEN BY THE EXECUTIVE MAYOR IN TERMS OF DELEGATED POWERS AND DECISIONS TAKEN TOGETHER WITH THE MEMBERS OF THE MAYORAL COMMITTEE : JANUARY TO FEBRUARY 2011**

**RESOLVED** that the resolutions taken by the Executive Mayor in terms of delegated powers and decisions taken together with the members of the Mayoral Committee, for the period January to February 2011, be noted.

**FOR INFORMATION : R RAZACK, S ABEL**

**THE MEETING ENDED AT 15:20.**

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**ALD J D SMIT  
CHAIRPERSON**

.....  
**DATE**