

## A 20 ADJUSTMENT BUDGET 2016/2017 FINANCIAL YEAR

(E/C 2018 02 26, C 2018 02 27)

(5/1/3/2)

**SECTION 4 – ADJUSTMENT BUDGET RELATED RESOLUTIONS**

- a) That no adjustment with regard to Operational Expenditure be approved.
- b) That the payment of Legal fees and Insurance claims which may result in unauthorized expenditure be investigated by MPAC.
- c) That the following adjustments with regard to Capital projects be approved.

MIG PROJECTS FOR 2017/2018 FINANCIAL YEAR:

ALLOCATION: R95, 942,000

| Project Name  | Original<br>MIG Budget | Adjustment<br>Amount | Adjusted MIG<br>Budget |
|---|------------------------|----------------------|------------------------|
| 1. Mawa Block 12 Low Level Bridge                                       | R3, 100,234            | - R3, 100,234        | R0                     |
| 2. Moruji to Maswi: Upgrading of Road from Gravel to Tar : Phase 4 of 5 | R34,839,965            | R0                   | R34,839,965            |
| 3. Nkowankowa Codesa Street to Hani Street                              | R11,000,000            | - R11,000,000        | R0                     |
| 4. Lenyenye Street Paving   | R6,300,000             | - R6,300,000         | R0                     |
| 5. Upgrading of Burgersdorp Sports Ground: Phase 2 of 2                 | R8,920,324             | - R8,920,324         | R0                     |
| 6. Upgrading of Juliesburg Sports Ground: Phase 1 of 2                  | R4,534,279             | - R4,534,279         | R0                     |
| 7. Tickyline to Makhwibidung Storm Water Management                     | R3,500,000             | - R3,500,000         | R0                     |
| 8. Mopye High School Access Road: Phase 1 of 2                          | R6,300,210             | - R6,300,210         | R0                     |
| 9. Mulati Access Road Paving  | R6,507,026             | - R6,507,026         | R0                     |
| 10. Nelson Ramodike High School Access Road                             | R6,142,862             | - R6,142,862         | R0                     |
| 11. PMU Management  | R4,797,100             | R0                   | R4,797,100             |
| 12. Rita to Mariveni: Upgrading of Road from Gravel to Tar              | R0                     | R 3,173,183          | R 3,173,183            |
| 13. Tickyline to Mafarana: Upgrading of Road from Gravel to Tar         | R0                     | R27,307,026          | R27,307,026            |
| 14. Upgrading of Burgersdorp Sports Ground                              | R0                     | R 12,920,324         | R 12,920,324           |
| 15. Upgrading of Juliesburg Sports Ground                               | R0                     | R6,534,279           | R6,534,279             |

|   |                    |             |                    |
|---|--------------------|-------------|--------------------|
| 16. Relela Cluster Community Hall         | R0                 | R3,188,640  | R3,188,640         |
| 17. Khubu to Lwandlamuni Low Level Bridge | R0                 | R 3,181,483 | R 3,181,483        |
| <b>TOTAL</b>                              | <b>R95,942,000</b> | <b>R0</b>   | <b>R95,942,000</b> |

#### ELECTRICAL ENGINEERING PROJECTS:

| PROJECT NAME  | ORIGINAL BUDGET | ADJUSTMENT AMOUNT | ADJUSTED BUDGET |
|---|-----------------|-------------------|-----------------|
| New Electrical Connections<br>Consumer Contributions  | R15,000,000     | -R300,000         | R14,700,000     |
| Renewal Repairs and<br>Maintenance on pre-paid meters | R0              | R300,00           | R300,000        |

- d) That the following overspendings/unauthorized expenditure on the Capital Budget be investigated by MPAC:
- Upgrading of road D3766 Rita to Mariveni from gravel to tar (standing time) R15 709 234.
  - Marumofase low level bridge R2 200 000
- e) That no adjustment with regard to DORA Grant allocations be effected.
- f) That the following roll over projects, financed from Conditional Grants, approved by National Treasury, be included in the Adjustment Budget.

#### ROLL-OVERS APPROVED BY NATIONAL TREASURY

| DEPARTMENT | PROJECT NAME  | BUDGETED AMOUNT 2016/2017 | EXPENDITURE 2016/2017 | AMOUNT TO BE ROLLED OVER 2016/2017 | VOTE NUMBER  | FUNDING |
|------------|---|---------------------------|-----------------------|------------------------------------|--------------|---------|
| PMU        | Upgrading of Runnymede cluster Sport facility               |                           |                       | 6 500 000                          | 195/600/5202 | MIG     |
|            | Tickyline to Mafarana: Upgrading of road from Gravel to Tar |                           |                       | 9 330 308                          | 195/600/5202 | MIG     |

**TOTAL**

**15 830 308**

- g) That no saving for the Roll-over projects approved by National Treasury be identified seeing that the budget of these projects has been rolled forward from the previous financial year and that sufficient cash was available at year-end to accommodate the roll-over projects.
- h) That the following adjustments with regard to roll-over project, from own funds, approved by Council on 31 August 2017 Item A 69 be effected.

**CAPITAL PROJECTS: ROLL-OVERS FROM THE 2016/2017 FINANCIAL YEAR**

| DEPARTMENT            | PROJECT NAME                                    | BUDGETED AMOUNT 2016/2017 | EXPENDITURE 2016/2017 | AMOUNT TO BE ROLLED OVER 2016/2017 | VOTE NUMBER  | FUNDING |
|-----------------------|---|---------------------------|-----------------------|------------------------------------|--------------|---------|
| ELECTRICAL            | Replace 10 x 11 kV and 6 x 33 kV Auto-Reclosers | 2 025 000                 | 0                     | 2 025 000                          | 162/608/5123 | OWN     |
| ENGINEERING           |   |                           |                       |                                    |              |         |
| ROADS<br>STORMWATER   | Khwekhwe Low Level Bridge                       | 1 300 000                 | 0                     | 1 300 000                          | 063/600/5002 | LOAN    |
|                       | Tzaneen Airfield                                | 2 500 000                 | 468 615               | 2 031 385                          | 063/600/5129 | LOAN    |
| BUILDING &<br>HOUSING | Construction of Ablution Facilities at Parks    | 900 000                   | 80 297                | 819 703                            | 105/600/5101 | OWN     |

TOTAL

R6 176 088

- i) That no saving for the Roll-over projects approved by Council be identified, seeing that sufficient cash was available at year-end to accommodate the roll-over projects of the previous financial year.
- j) That the Directors manage their respective votes/departments in the Municipality in terms of Section 77 of the MFMA to ensure that no overspending occurs at 30 June 2018, and that the additional requests that could not be accommodated in the Adjustment Budget be managed through virements.
- k) That special attention be given to Credit Control to ensure that the anticipated shortfall in Revenue is addressed.
- l) That the adjustment budget and supporting documentation be submitted to National Treasury and Provincial Treasury in both printed and electronic format within 10 working days after approval by Council in terms of Section 28 (7) of the Act.
- m) That the expenditure i.e. Repairs and Maintenance on boreholes and provision of water tankers on the water and sewer services in Mopani's area of jurisdiction be

taken up with Mopani District Municipality and that it be discussed and included in the Service Level Agreement between Mopani District Municipality and Greater Tzaneen Municipality.

- n) That no Adjustment be effected on the Water and Sewer budgets and that the adjustment request of R3 million be taken up with MDM by the Acting Director Engineering Services and the Acting Municipal Manager.
- o) That no Adjustment be approved for GTEDA and that possible overspending on line items be accommodated by virements.
- p) That the cash flow of the Municipality be managed to ensure that all liabilities of the Municipality are met at year-end.
- q) That adjustments be effected on the Municipalities B Schedules to ensure alignment with the mSCOA data strings.

*Signed by the Speaker  
Councillor DJ Mmetle.....*

