



BUFFALO CITY
METROPOLITAN MUNICIPALITY

MINUTES

BUFFALO CITY
METROPOLITAN COUNCIL

25 JUNE 2014



BUFFALO CITY
METROPOLITAN MUNICIPALITY

**MINUTES of the FIFTH (5TH) meeting
of the BUFFALO CITY
METROPOLITAN COUNCIL held on
WEDNESDAY, 25 JUNE 2014 at
11.00 A.M. in the AUDITORIUM,
City Hall, East London.**

PRESENT:

The Speaker, Councillor L.E. Simon-Ndzele (Chairperson)
The Executive Mayor, Councillor Z.V. Ncitha (Retired at 11.05 a.m.)
The Deputy Executive Mayor, Councillor T. Tinta
Chief Whip of Council, Councillor S.T. Matwele

Alderman Badenhorst, J.H.

Councillors: Bakawuli, Z. (attended at 12.40 p.m.)

Barnard, W.M.

Bentley, S.E.

Bingwa, T.

Bopi, M.

Brauns, E.I.

Caga, S.W. (retired at 1.25 p.m.)

Diko, V.A.

Dondashe, M.A.

Esbend, J.S.M.

Fritz, T.F.

Gajula, Z.

Green, J.D.

Jabavu, S.

Jida, B.T.

Kashe, A.

Mackley, M.

Madikane, S.P.

Madonono, N.G.

Magaqa, S.

Mahodi, M.N.

Makapela-Pakade, N.I.

Maninjwa, D.B.

Mankahlana, T.S.

Maphuka, S.

Mapisa, A.

Marata, M.N.

Marwanqa, G.N.

Matana, Z.P.

Mateke, M.J.

May, R.N.

Mbinqo, V.D.

Mdyolo, J.

Mekane, N.

Mentoor, L.J.

Mgezi, N.D.

BUFFALO CITY METROPOLITAN COUNCIL : 25/06/2014

BCMC
228/14 IMPLEMENTATION OF THE STANDARD
CHART OF ACCOUNTS (SCOA)

RESOLVED:

That the Council NOTES the implementation of the Municipal Regulations on the Standard Chart of Accounts (SCOA), in terms of Government Gazette No. 37577, as detailed in Report No. 9 of the City Manager, to the Council meeting held on 25 June 2014.

BCMC
229/14 REPORT ON SWEARING IN OF
COUNCILLOR MARION MACKLEY

RESOLVED:

That Report No. 10 of the Speaker, under the above heading, to the Council meeting held on 25 June 2014, be NOTED.

BCMC
230/14 2013/2014 - 4TH ADJUSTMENT BUDGET

Alderman Badenhorst, on behalf of the Executive Mayor, informed the Council that the purpose of this fourth Adjustment Budget was to spend funds which were conditional and linked to time, before the end of the financial year. He stated that if such funds were not used by 30 June 2014, they would revert back to National Treasury.

Continuing, Alderman Badenhorst advised that the Adjustment Budget would enable the movement of funds from a project in an area where there was no movement, to one in an area where the spending was going well.

He explained that such movement did not disadvantage the project from which the funds were being transferred, as those funds would be allocated to that project in the new financial year which would commence on 1 July 2014.

Alderman Badenhorst stated that this was a compliance matter and he requested the agreement of the Council thereto. He pointed out that all the processes had been followed by having it considered at all the relevant Committees of the Council.

BUFFALO CITY METROPOLITAN COUNCIL : 25/06/2014

(MINUTE NO. BCMC 230/14 CONTD.)

Councillor Sam, on behalf of the African National Congress, confirmed that the Urban Settlement Development Grant permitted the movement of funds from one project to another and that, by doing so, the Council was saving the Municipality from the embarrassment of not spending the grants.

He added that the Council was conscious that the projects which were ongoing would not stop. He commended the work of the Finance Portfolio Committee and officials from the Directorate of Finance. He said that the budget was merely being adjusted to enable the Council to do better this year than it had in previous years.

Councillor Matana said she concurred with the previous speakers, but expressed concern regarding the movement of funds from projects in one Ward to those in another Ward. She urged that the funds be used for projects in the same Ward.

The Chief Whip of the Council, Councillor Matwele, clarified what Councillor Matana was requesting.

The City Manager clarified that the projects were dealt with as a unit and the funds, e.g. for a sewerage project, could not be used for a roads project, or vice versa, as the Council had to manage and account for whatever was in the IDP. He suggested that officials and Portfolio Heads revert to attending cluster meetings and determining the needs in each area.

RESOLVED:

1. That it be NOTED that the Council had considered the 2013/2014 4th Adjustment Budget Report of the Executive Mayor, to the Council meeting held on 25 June 2014.
2. That the adjustments in the sum of R6 113 296,00 to the 2013/2014 Operating Budget, be APPROVED by the Council.
3. That the adjustments in the sum of R2 251 355,00 to the 2013/2014 Capital Budget, be APPROVED by the Council.
4. That the 2013/2014 Adjustment Budget in the sum of R5 473 701 818,00 as reflected in the table hereof, be APPROVED by the Council:-

BUFFALO CITY METROPOLITAN COUNCIL : 25/06/2014

(MINUTE NO. BCMC 230/14 CONTD.)

	20/13/2014	2013/2014	2013/2014	2013/2014	2013/2014	2013/2014
	APPROVED	1ST ADJ	2ND ADJ	3RD ADJ	4TH	REVISIED
	BUDGET YR1	BUDGET	BUDGET	BUDGET	BUDGET ADJUST- MENTS	BUDGET
Total Operating Expenditure	4 514 281 372	4 549 791 090	4 538 227 911	4 463 211 837	6 113 296	4 469 325 133
Total Capital Expenditure	751 242 307	856 360 934	975 103 479	1 006 628 040	(2 251 355)	1 004 376 685
Total Budget	5 265 523 679	5 406 152 024	5 513 331 390	5 469 839 877	3 861 941	5 473 701 818

5. That the adjusted service delivery targets aligned to the adjusted budget, be APPROVED by the Council.

[NOTE: The Deputy Executive Mayor re-entered the meeting at this stage, the time being 2.16 p.m.]

BCMC
231/14

**LEGALITY AND FUTURE OF BUFFALO CITY
METROPOLITAN MUNICIPALITY'S SHAREHOLDING
IN THE EAST LONDON INDUSTRIAL DEVELOPMENT
ZONE**

RESOLVED:

1. That Report No. 14 of the City Manager, under the above heading, to the Council meeting held on 25 June 2014, be NOTED.
2. That it further be NOTED by the Council that there is no legal impediment to Buffalo City Metropolitan Municipality in participating and holding shares, in the East London Industrial Development Zone.
3. That it also be NOTED that the present relationship between Buffalo City Metropolitan Municipality and the East London Industrial Zone will continue without any changes.