

SPECIAL COUNCIL MINUTES: 31 MAY 2024 – BUDGET MEETING

MINUTES

OF THE SPECIAL MEETING OF THE COUNCIL OF THE CITY OF CAPE TOWN HELD ON FRIDAY, 31 MAY 2024 AT 10:00 VIA THE CITY'S DIGITAL PLATFORM (SKYPE).

MEMBERS PRESENT:

Cllr S Abbass (DI)	Cllr P W De Vos (DA)	Ald X T Limberg (DA)
Cllr M F Achmat (AJ)	Cllr X D Diniso (ANC)	Ald E Linde (DA)
Cllr A Adams (DA)	Cllr S S Duka (ANC)	Cllr F P Lombard (DA)
Cllr R Adams (DA)	Cllr P East (DA)	Cllr N Lombi (ANC)
Cllr Y Adams (CMC)	Cllr A Z M I Elyas (DA)	Cllr A C Louw (GOOD)
Cllr A S Addinall (PA)	Cllr C J Esau (DA)	Cllr M Mabungani (ACDP)
Cllr M Adonis (DA)	Ald G Fourie (DA)	Cllr E M Madikane (ANC)
Cllr N R Adonis (DA)	Cllr P Francke (DA)	Cllr B M Majingo (ANC)
Cllr F K Ah-Sing (DA)	Cllr C V Franklin (DA)	Cllr M S Makuwa (ANC)
Cllr W Akim (DA)	Cllr M Gadani (ANC)	Cllr G D Malgas (CCC)
Ald E Andrews (DA)	Cllr R Ganger (GOOD)	Cllr S Mamkeli (GOOD)
Cllr E Anstey (DA)	Cllr G E Gordon (DA)	Cllr M Manuel (DA)
Cllr D Badela (ANC)	Cllr T Gqada (DA)	Cllr B B Maqungwana (UDM)
Cllr U M Barends (DA)	Cllr A J Griesel (DA)	Cllr G P Marais (FF Plus)
Ald A J G Basson (DA)	Cllr N E Grose (DA)	Cllr K Maré (DA)
Cllr A M Benadie (DA)	Cllr K W Gxasheka (ANC)	Cllr P I Marman (GOOD)
Cllr L Benge (GOOD)	Cllr B Hansen (DA)	Cllr M J Marr (DA)
Cllr K Bodin (CAPEXIT)	Cllr W Harris (DA)	Cllr L Martin (ANC)
Cllr S S Booyesen (DA)	Cllr P G Helfrich (DA)	Cllr J Martlow (DA)
Cllr E Botha-Rossouw (FF Plus)	Cllr P Hendricks (PA)	Cllr D Z Masiu (DA)
Ald C A Brynard (CAPEXIT)	Cllr P C Heynes (ANC)	Cllr N Matutu (ANC)
Cllr R Bresler (DA)	Cllr F Higham (DA)	Cllr P Maxiti (DA)
Cllr R C Cameron (DA)	Executive Mayor G G Hill-Lewis (DA)	Cllr S Mbandezi (DA)
Cllr R W Cannon (DA)	Cllr T Jackson (DA)	Cllr L N Mbiza (ANC)
Cllr K R Carls (DA)	Cllr B M Jacobs (DA)	Cllr N W McFarlane (DA)
Cllr M A Cassiem (DA)	Cllr M R Jacobs (ARA)	Cllr A P McKenzie (DA)
Cllr C Cerfontein (DA)	Cllr P S Jacobson (FF Plus)	Cllr I P McMahon (DA)
Ald P H Chapple (DA)	Ald W D Jaftha (DA)	Cllr C Mes (DA)
Cllr M N Chitha (ANC)	Cllr A Jansen (DA)	Cllr J S Mills (DA)
Cllr D Christians (DA)	Cllr E Jansen (DA)	Cllr T M Mjuza (ANC)
Cllr M Christians (ACDP)	Cllr C Janse van Rensburg (DA)	Cllr M A Mkutswana (ANC)
Cllr K A Christie (DA)	Ald C Jordaan (DA)	Cllr T Mokhathi (DA)
Cllr B Clarke (DA)	Cllr N Jowell (DA)	Cllr Y Mohamed (DA)
Cllr G J Classen (ARA)	Ald C R Justus (DA)	Ald S Moodley (DA)
Cllr D G Cottee (ANC)	Ald M L Kempthorne (DA)	Cllr A Moses (DA)
Cllr J Cupido (GOOD)	Cllr M R Kleinschmidt (DA)	Cllr T Mpengezi (ANC)
Cllr A Davids (CCC)	Cllr C Kobeni (DA)	Cllr L M Mqina (ANC)
Cllr C O Davids (GOOD)	Cllr E Langenhoven (DA)	Cllr N Mvinjelwa (DA)
Cllr R Davids (DA)	Cllr A Lansdowne (DA)	Cllr P S Mzolisa (DA)
Cllr A C De Beer (UIM)	Cllr U F Lasiti (DA)	Cllr S Ndamane (PAC)
Cllr D C De Vos (ACDP)	Cllr S Liell-Cock (DA)	Ald I D Neilson (DA)
	Cllr A G Lightburn (DA)	Cllr D Nelson (DA)

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Cllr B Ngcombolo (ANC)	Cllr L Simangweni (ANC)	Ald J Vos (DA)
Cllr D Ngubelanga (AIC)	Ald J P Smith (DA)	Cllr J J Witbooi (DA)
Ald M Nieuwoudt (DA)	Cllr L Somdaka (ANC)	Cllr J Woodman (DA)
Cllr M Nikelo (DA)	Cllr N P Sono (PA)	Cllr S Zumana (ANC)
Cllr S Nodliwa (ANC)	Cllr Z W Sophazi (ANC)	
Cllr M L Nqavashe (DA)	Ald X R Sotashe (ANC)	
Cllr A Ntsodo (DA)	Cllr K Southgate (DA)	
Cllr T Nyamakazi (ANC)	Cllr S L Stacey (DA)	
Cllr G D Paige (ACDP)	Cllr J N Stevens (ANC)	
Cllr B L Payiya (ANC)	Cllr N R E Sukers (ACDP)	
Cllr G C Peck (DA)	Cllr Z Sulelo (DA)	
Cllr X Peter (ANC)	Cllr P S Swart (DA)	
Cllr M Petersen (DA)	Cllr R Tagodien (PA)	
Cllr L Phakade (ANC)	Cllr S Taliep (DA)	
Cllr S Philander (DA)	Cllr P P Tause (ANC)	
Cllr T I Pimpi (ANC)	Cllr M Temlett (DA)	
Cllr A Plaatjies (DA)	Cllr H P Terblanche (DA)	
Cllr C Pophaim (DA)	Cllr A Tetani (ANC)	
Cllr A J Potts (DA)	Cllr S C Thompson (ANC)	
Ald S Pringle (DA)	Ald T Thompson (DA)	
Cllr C B Punt (DA)	Cllr G Timm (DA)	
Ald F Purchase (DA)	Ald G Twigg (DA)	
Cllr Z L Qoba (ANC)	Ald T Uys (DA)	
Cllr R M Quintas (DA)	Cllr B van der Merwe (DA)	
Cllr M H Raise (DA)	Ald J F H van der Merwe (DA)	
Cllr F Raymond (DA}	Ald A van der Rheede (DA)	
Cllr S Rigby (DA)	Cllr P E van der Ross (DA)	
Ald S Rossouw (DA)	Cllr S van Nelson (GOOD)	
Cllr S Salie (AJ)	Cllr A van Zyl (DA)	
Cllr F A Sauls (DA)	Cllr R Viljoen (DA)	
Cllr E Sawant (DA)	Cllr D Visagie (DA)	
Cllr M M Sibunzi (DA)	Cllr C L Visser (DA)	
Cllr C C Siebritz (DA)	Cllr J Visser (DA)	

The following Councillor submitted an apology for leaving early:

None

The following Councillors submitted an apology for late arrival:

None

APOLOGIES

Cllr Z A Badroodien (DA)
Cllr P N Booi (EFF)
Cllr N A Botya (EFF)
Cllr M Dambuza (EFF)
Cllr A Gabuza (ANC)
Cllr L A Gungxe (ANC)

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Cllr G Haskin (ACDP)
Cllr K Kama (ANC)
Cllr M Kleinsmith (DA)
Cllr N F Kopman (ANC)
Cllr A Kwebulana ((EFF)
Cllr N Makasi (ANC)
Cllr L Mazwi (EFF)
Cllr B Mei (EFF)
Cllr L Ntshuntshe (EFF)
Cllr C J Steenberg (PA)
Cllr N Stuurman (EFF)
Cllr N V Tyandela (EFF)
Cllr B van Reenen (DA)
Cllr F C Walker (DA)
Cllr B Yeko (EFF)

ABSENT WITHOUT APOLOGY

The following Councillors were absent without an apology:

Cllr R Arendse (DA)
Cllr S Frenchman (CCC)
Cllr A Hendricks (AJ)
Cllr D G Jacobs (CCC)
Cllr V Matanzima (DA)
Cllr N A Ntshweza (ANC)
Cllr N Satarien (CCC)
Cllr F J Solomons (CCC)
Cllr L P Sonyoka (ANC)

PRESENT

Executive Management Team

Mr L Mbandazayo - City Manager
Mr K Jacoby - Chief Financial officer
Ms Z Mandlana - ED: Community Services and Health
Ms R Gelderbloem - ED: Economic Growth
Ms D Campbell - ED: Urban Mobility
Mr L Manus - ED: Water and Sanitation

Executive Committee Services

Mrs R Razack - Manager : Executive Committee Services
Mrs R Alberts
Mr M Carolus
Ms J Cooper
Ms C France
Mr E Fray
Mr G Josephs

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Mrs A Kline
Ms M Levendall
Ms L McGregor
Mr N Meissenheimer
Mrs L von Molendorff

Legal Services

Ms R Sayed

<u>LIST OF ACRONYMS FOR INFORMATION</u>	<u>SEATS</u>
ACDP - African Christian Democratic Party	6
AIC - African Independent Congress	1
AJ - Al Jama-ah	3
ANC - African National Congress	43
ARA - Africa Restoration Alliance	2
CCC - National Coloured Congress	7
CAPEXIT - Cape Independence Party	2
CMC - Cape Muslim Congress	1
DA - Democratic Alliance	131
DI - Democratic Independence	1
EFF - Economic Freedom Fighters	10
FF Plus - Freedom Front Plus	3
GOOD - GOOD	8
PA - Patriotic Alliance	5
PAC - Pan Africanist Congress of Azania	1
UDM - United Democratic Movement	1
UIM - United Independent Movement	1
Total	226 [5 Vacancies]

SECTION 1 OPENING OF MEETING

The Speaker, Ald F Purchase welcomed all Councillors, officials, guests, public and the media connected to the virtual platform, whereupon a moment of silence was observed.

Councillors were called upon to electronically register their attendance on the link posted in the instant messaging (IM) box for the Skype meeting.

SPC 02/05/24 APOLOGIES / LEAVE OF ABSENCE

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The Chief Whip of Council, Cllr D Visagie announced the applications for leave of absence as listed below.

RESOLVED that the following applications for leave of absence as announced by the Chief Whip, **BE NOTED**:

Cllr Z A Badroodien (DA)
Cllr P N Booi (EFF)
Cllr N A Botya (EFF)
Cllr M Dambuza (EFF)
Cllr A Gabuza (ANC)
Cllr L A Gungxe (ANC)
Cllr G Haskin (ACDP)
Cllr K Kama (ANC)
Cllr M Kleinsmith (DA)
Cllr N F Kopman (ANC)
Cllr A Kwebulana ((EFF)
Cllr N Makasi (ANC)
Cllr L Mazwi (EFF)
Cllr B Mei (EFF)
Cllr L Ntshuntshe (EFF)
Cllr C J Steenberg (PA)
Cllr N Stuurman (EFF)
Cllr N V Tyandela (EFF)
Cllr B van Reenen (DA)
Cllr F C Walker (DA)
Cllr B Yeko (EFF)

ACTION: L KELLEEM

SECTION 2 MAYORAL ADDRESS

The Speaker called on the Executive Mayor, Ald G Hill-Lewis to address Council as follows:

"Madam Speaker, Fellow Councillors, My colleagues in Team Cape Town Members of the public. Goeiemôre, molweni, as-salam alykum, shalom, good morning

There is an old saying – the origins of which are disputed – which goes "May you live in interesting times". Some theories say, it is meant as a curse, while others take it as a face value wish of goodwill for a fulfilling and exhilarating life. What is for certain for us here in South Africa, and our beloved Cape Town, is that we are writing history all the time. We have just held our 13th successful election in democratic times – if you count our local elections along with national ones. That is a remarkable achievement for our continent, and many other parts of the world where democracy continues to emerge. We can take great pride in our ability to hold free and fair elections in South Africa, and certainly, we have a history of working across political divides for

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a better nation, which is a unique quality globally that we must be sure to treasure.

While the outcome of the 2024 elections is still in the balance, some of the themes of the results are clear. I congratulate everyone in this Council on the campaign that they fought over these months. It is natural that in a campaign, tempers flare and temperatures sometimes rise. I hope that we will now focus again on that which unites us – and especially our common love for Cape Town, the Western Cape, and South Africa – and our commitment to growing the economy to lift people out of poverty and into work. That will always remain our purpose here, because it is the only way South Africa can work for all of its people in the future. Of course the most important major theme of this election is the end of the era of one party dominance of our national elections, and this era is over forever. Never again will one party dominate a national election in South Africa, and this is indisputably positive for South Africa's democracy.

Our democracy has matured and aged decades this week, and frankly, no matter what follows, the long term prospects for the prosperity of our country have improved dramatically this week. The end of this era has also meant the ushering in of the era of coalition government in South Africa. We know there will be. I also want to take a moment to say 'thank you' from the bottom of my heart to all Capetonians who voted to return the Democratic Alliance to government in this province with the same majority. We are grateful for your faithful support, and will always work to honour that faith in us through a government that demonstrates integrity, and by working each day to improve the lives of our poorest residents. This is indeed the only province and only city that works, and voters have shown recognition of that fact in their voting decision this week. When people look back at these times for our city, it is my hope that they will see the efforts made to place Cape Town at the very centre of positive change, at the heart of our national economy, and at the cusp of a better future for families who have real hopes. Hopes for a better life for the next generation, for an economy that works better now, with no load-shedding, much safer communities, and importantly, dignity, for all Capetonians, no matter where you live.

Today, as part of the Building for Jobs Budget, we adopt a record planned infrastructure spend of R39,5bn over three years. This is more than all three Gauteng metros combined, and forms part of a R120bn 10-year pipeline of planned projects that will catapult Cape Town into the future city we all hope it can be, for ourselves, and our children. I want to thank every Capetonian who took the time to participate in the extensive comment period on this budget, and who advocated for the projects most needed in your communities. We have heard your inputs, and with this biggest ever infrastructure budget tabled by a South African city, we are confident that we can bring the change you hope for your community over time, and importantly, with your help.

Of the R12bn we plan to invest in 2024/25, 75% will directly benefit lower income households. We are investing in better sanitation – such as SA's

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largest bulk sewer upgrade on the Cape Flats, major wastewater treatment expansions, and a quadrupled rate of sewer pipe replacement to 100km a year across our city. Our final budget includes a massive R620m more for sewer and water pipe replacements, which at a new total of R1,78bn, will go a long way to more dignified local conditions in communities. This is made possible by restructuring our delivery pipeline of major infrastructure projects for best results, as well as actual savings on our major Potsdam Upgrade, which is coming in cheaper due to improved procurement conditions for the cutting edge treatment technology being installed. We are also investing in more water security from new sources, and less load-shedding as we upgrade our electricity grid, buy power on the open market, and say goodbye to Eskom reliance over time.

We are investing in much more policing resources for crime hotspots. The budget we table today also includes a new R160m allocation to establish a joint policing centre that will cement our plans to help SAPS fight crime with more policing powers for criminal investigations, and seamless smart crime-fighting joint operations backed by tech. We are further investing in the mammoth multi-billion rand investment to expand the MyCiTi bus service link to communities across the south-east of our city, from Khayelitsha and Mitchells Plain to Hanover Park, Phillipi, Heideveld, and more. If we can achieve this, we can also achieve a better rail service that is safe, affordable, reliable, and run by the City in a devolved system.

And besides this, Speaker, we are investing in better parks, better sports facilities, libraries, Safe Spaces for the homeless, and communities that work, from roads to streetlights, better refuse collection, and major upgrades to informal settlements worth R3,7bn over three years. Let's take a moment to acknowledge that the Building for Jobs Budget tabled today represents South Africa's largest ever infrastructure investment by a metropolitan municipality to the direct benefit of especially lower income households, and our city as a whole. The R9bn pro-poor infrastructure spend in 2024/25 is bigger than the entire infrastructure budget of any other city. It is the factual end of the debate on which city is doing the most for the poor. These investments will yield an estimated 130 000 construction-related jobs alone over three years, to build on the momentum of the well over 300 000 jobs added to our local economy since the start of this local government term. With SA's lowest unemployment rate, Cape Town is already the city where a person is most likely to find a job, and we plan to do much more to grow our economy in the years to come to the benefit especially of lower income households.

We believe, hope, and trust that this budget will make a difference – because so many worthwhile infrastructure projects have never been planned and executed before at this scale in our country. What makes this budget quite exceptional, is that we are able to achieve this historic infrastructure investment in Cape Town's future, while also showing absolute respect to our ratepayers, and tabling an unrivalled social package to protect lower income households. All the tabled budgets of the various cities confirm that Cape Town has the lowest property rates for residential, commercial, and industrial properties. Cape Town's property rates are lower than the next metro, Joburg,

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by 32% for commercial, 36% for industrial, and 28% for residential properties, based on the statutory cent-in-the-rand formula. So if you are thinking of starting a business, or moving your business from elsewhere in the country, know that Cape Town is the place with the best deal for you.

We are proud to also offer a fair deal to households. For 2024/25, Cape Town's social package compares favourably to other cities on all the main pro-poor criteria, including:

- The highest Free Water allocation, at 15KL monthly*
- The widest qualifying criteria for a 100% rates rebate, at R450 000 property value, or R7 500 monthly income*
- The Widest qualifying criteria for lifeline electricity, at R500 000 property value, <R7 500 monthly income*
- And for pensioners: the widest rebate and lifeline electricity criteria, at R22 000 monthly income, regardless of property value*

Cape Town also has the highest proportion of residents benefitting from free basic water and electricity, according to StatsSA's non-financial census data for municipalities released in March 2024. The City is 10 percentage points ahead of the next metro for free electricity, and 25 percentage points ahead for free water and sanitation. When one considers all that Cape Town is achieving in passing this budget – a record infrastructure investment, an unrivalled pro-poor agenda, and impetus for a job-creating economy – let us all remember one very important thing. Absolutely none of this would be possible without good governance, and the culture of pride in service delivery, especially for the poorest, that is now embedded in our professional civil service, after many years of political stability in Cape Town. At the beginning of this term of office, we committed to do more – to end load-shedding, to make Cape Town safer, release more land for housing, improve public transport, do the basics better, clean up our city and waterways, and make Cape Town the easiest place to do business in Africa.

With this Building For Jobs Budget, our investments target Cape Town's fastest-growing, and poorest areas, with infrastructure projects that will, over time, unstitch the unjust legacy of our country's past. Our challenges are all around us, our eyes are not closed to them. Instead, we prepare to meet these challenges head-on together with residents. We can jail the extortionists threatening frontline services in our poorest communities. We can convict the metal thieves profiting off our critical infrastructure at the expense of lights in our streets and homes. We can move all of our city's electricity supply areas under the City and away from Eskom's poor service delivery. To report extortion or metal theft, call our 24-hour toll-free hotline on 0800 110077 and get rewards for your anonymous tip-offs leading to arrest or prosecution.

And sign our petition at change.org to back the City's takeover of Eskom supply areas for better service delivery, load-shedding protection, and more affordable electricity sources for all. We are laser-focused on delivering on the pledges we've made, and honouring the faith shown in us by Capetonians.

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This budget is the blueprint to fulfil our promises, and to be a beacon of hope, as we show South Africa that we can be the nation we all dream of, that our constitution envisions, and that our talented and potential-laden people deserve. In this way, we are building a City of Hope for All in line with our long-term vision. Honourable Speaker, this budget is hereby tabled. I thank you.”

At this stage, the Speaker, Ald F Purchase (DA) announced that Items 3, 4, 5, 6, 8 and 11 were agreed on by the respective political parties at the Whips’ meeting.

177 Councillors were present in the meeting when this announcement was made.

The following totals of Councillors from the respective Political Parties were present at the meeting when the decisions were taken by Council on the various items on the agenda:

ACDP	-	African Christian Democratic Party	5
AIC	-	African Independent Congress	1
AJ	-	Al Jama-ah	2
ANC	-	African National Congress	35
ARA	-	Africa Restoration Alliance	2
CMC	-	Cape Muslim Congress	1
CCC	-	National Coloured Congress	3
CAPEXIT	-	Cape Independent Party	2
CMC	-	Cape Muslim Congress	1
DA	-	Democratic Alliance	128
DI	-	Democratic Independence	1
EFF	-	Economic Freedom Fighters	0
FF Plus	-	Freedom Front Plus	3
GOOD	-	GOOD	6
PA	-	Patriotic Alliance	2
PAC	-	Pan Africanist Congress of Azania	1
UDM	-	United Democratic Movement	1
UIM	-	United Independent Movement	1

SPC 03/05/24 PROPOSED AMENDMENTS TO THE 2022-2027 INTEGRATED DEVELOPMENT PLAN (IDP) - RELATED TO THE COUNCIL APPROVED MARCH 2024 ADJUSTMENT BUDGET

RESOLVED that:

- (a) the public comments on the proposed amendments to the 2022-2027 IDP, related to the Council-approved March 2024 Adjustment Budget, as contained in Annexure B to the report on the agenda, be noted
- (b) the proposed amendments to the 2022-2027 IDP that emanate from the March 2024 Adjustment Budget as contained in Annexure A to the report on the agenda, be approved.

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ACTION: L JANSSENS, H COLE, G MORGAN

SPC 04/05/24 DRAFT WASTE SECTOR PLAN / INTEGRATED WASTE MANAGEMENT PLAN (IWMP)

RESOLVED that:

- (a) the proposed amendments to the Urban Waste Management Sector Plan, be noted
- (b) the reviewed Urban Waste Management Sector Plan be included as an Annexure to the reviewed Integrated Development Plan, be approved
- (c) the process for the review of the Urban Waste Management Sector Plan and the development of departmental plans, as set out in the report on the agenda, be supported.

ACTION: R LESOETSA, P MAYISELA

SPC 05/05/24 APPROVAL: REVIEW AND PROPOSED AMENDMENTS TO THE 2022-2027 INTEGRATED DEVELOPMENT PLAN (IDP) - 2024/25 AMENDMENTS

RESOLVED that:

- (a) the public comments on the IDP review and the proposed amendments to the 2022 - 2027 IDP (2024/25 amendments), including changes to the Corporate Scorecard and municipal entities (Cape Town International Convention Centre and Cape Town Stadium), as well as the Circular 88 Scorecards, as contained in Annexure D to the report on the agenda, be noted
- (b) Council upheld the objection received as the proposal will increase transparency and allow any member of the public to have knowledge of these scorecard changes at all times; and note the comments received pertaining to the scorecards and amend the IDP accordingly.
- (c) the outcome of the IDP review (Annexure A to the report on the agenda), be approved
- (d) the proposed amendments to the 2022 - 2027 IDP (2024/25 amendments), which includes the changes to the Corporate Scorecard and municipal entities (Cape Town International Convention Centre and Cape Town Stadium), as well as the

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Circular 88 Scorecards, as contained in Annexures B1, B2 and E to the report on the agenda, be approved.

ACTION: L JANSSENS, H COLE, G MORGAN

SPC 06/05/24 APPLICATION FOR THE DETERMINATION OF A CITY IMPROVEMENT DISTRICT (CID) KNOWN AS EASTLAKE ISLAND CITY IMPROVEMENT DISTRICT (EICID)

RESOLVED that:

- (a) the City of Cape Town determined the area as reflected in the body of the report on the agenda as a City Improvement District (CID), known as the Eastlake Island CID (EICID) in terms of section 4 of the City Improvement District By-law, 2023.
- (b) the City of Cape Town approved the application submitted by Peter Weir, proxy for the registered owner of 39a Burgee Bend, Marina Da Gama to establish the Eastlake Island CID in terms of section 5(1) of the CID By-law.
- (c) the City of Cape Town imposed the levying of an additional rate on properties in the Eastlake Island CID in terms of section 22(1)(b) of the Local Government: Municipal Property Rates Act (MPRA), Act 6 of 2004.
- (d) a Finance Agreement be concluded between the City of Cape Town and the Eastlake Island CID management body in terms of section 23(7) of the CID By-law.

ACTION: J JOUBERT, R McGAFFIN

SPC 07/05/24 APPLICATION FOR THE DETERMINATION OF A CITY IMPROVEMENT DISTRICT (CID) KNOWN AS NEWLANDS COMMUNITY IMPROVEMENT DISTRICT (NEWLANDS CID)

RESOLVED that:

- (a) the City of Cape Town determined the area as reflected in the body of the report on the agenda report as a City Improvement District (CID), known as the Newlands CID (Newlands CID) in terms of section 4 of the City Improvement District By-law, 2023.
- (b) the City of Cape Town approved the application submitted by RM Turnbull, registered owner of 8 Ohlsson Way, Newlands to establish the Newlands CID in terms of section 5(1) of the CID By-law.

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- (c) the City of Cape Town imposed the levying of an additional rate on properties in the Newlands CID in terms of section 22(1)(b) of the Local Government: Municipal Property Rates Act (MPRA), Act 6 of 2004.
- (d) a Finance Agreement be concluded between the City of Cape Town and the Newlands CID management body in terms of section 23(7) of the CID By-law.

ACTION: J JOUBERT, R McGAFFIN

SPC 08/05/24 INPUT ON THE TABLED 2024/25 BUDGET: PORTFOLIO COMMITTEE REFERENCES AND SUNDRY PROPOSALS

RESOLVED that the proposals for amendment, which relate to the City's tabled budget for 2024/25 to 2026/27 received via Portfolio Committees (refer to Annexure A to the report on the agenda), departmental technical adjustments, Subcouncils (Ward Allocations) and other fora, as incorporated in the proposed budget, be noted.

ACTION: C STROUD, K JACOBY

SPC 09/05/24 PUBLIC COMMENTS ON THE CITY OF CAPE TOWN DRAFT BUDGET (2024/25)

RESOLVED that:

- (a) the public participation process conducted in respect of the tabled budget for 2024/25, be noted.
- (b) the comments be referred to the relevant Directorates for consideration in terms of their available resources or realignment of their implementation plans;
- (c) Appropriate responses be given to all respondents on the budget, where possible;
- (d) Council continues to encourage the incorporation of Subcouncil submissions and community needs when drafting the City's budget and Ward Allocations.

ACTION: I ROBSON, P NGONGGONGQO, E SASS

SPC 10/05/24 BUDGET 2024/25 TO 2026/27

The Executive Mayor, Ald G Hill-Lewis tabled the City's 2024/25 annual budget for adoption.

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Cllrs D Cottee (ANC) and B Majingo (ANC) also commented on the budget.

Ald J P Smith (DA), Ald G Twigg (DA), Cllr R Quintas (DA), Ald J Vos (DA), Ald T Uys (DA), Ald E Andrews (DA) and Cllr S Mbandezi (DA) were also afforded the opportunity to address Council on the budget.

Cllr S Liell-Cock, seconded by Cllr P Francke, proposed the following amendment to Annexure 6 regarding the tariffs, fees and charges in respect of the conservancy / septic tanks, as follows:

“that the abovementioned tariffs, where there is no reticulation system available, the proposed tariff for the removal of waste water from conservancy / septic tanks for the 2024/25 be reduced by 50%”

The Legal Advisor present at the meeting, Ms R Sayed, indicated that the above amendment is legally compliant, subject to the revenue being adjusted and the tariff schedule being updated accordingly.

The amendment to Annexure 6 in respect of the tariff for conservancy septic tanks for the 2024/25 financial year, was duly supported.

RESOLVED that:

- (a) the City's annual budget for the financial year 2024/25 and projected allocations for the two outer years 2025/26 and 2026/27, and related policies as set out in the following tables and annexures attached to the report on the agenda, be adopted
 - (i) Operating revenue and expenditure by standard classification reflected in Table 23.
 - (ii) Operating revenue and expenditure by vote reflected in Table 24.
 - (iii) Operating revenue by source and expenditure by type reflected in Table 26.
 - (iv) Multi-year capital appropriations by vote reflected in Annexure 1.
 - (v) Capital expenditure by standard classification reflected in Table 27.
 - (vi) Capital funding by source reflected in Table 27.
 - (vii) Budgeted cash flow statement as reflected in Table 29.
 - (viii) Salaries and benefits of political office bearers, councillors and senior officials as reflected in Table 52 and Table 53.
 - (ix) Performance indicators and benchmarks for 2024/25 as set out in Table 36.

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- (x) Consolidated budget tables for the City and municipal entities (CTICC and CTS) as reflected in Table 99 to Table 108.
- (xi) Property (Tax) Rates as set out in Annexure 2.
- (xii) City Improvement Districts (CIDs) Additional Rates as set out in Annexure 3.
- (xiii) Revised Consumptive Tariffs, Rates and Basic Charges for Electricity Generation and Distribution, Water and Sanitation, and Urban Waste Management Services as set out in Annexure 4.
- (xiv) Rates Policy as set out in Annexure 5.
- (xv) Tariffs, Fees and Charges Book as set out in Annexure 6 and a 50% reduction of the tariff for the removal of waste water from conservancy / septic tanks for 2024/25 as amended in preamble
- (xvi) Tariff Policies as set out in Annexure 7.
- (xvii) Credit Control and Debt Collection Policy as set out in Annexure 8 (with effect from 01 June 2024).
- (xviii) Grants-in-Aid Policy as set out in Annexure 9.
- (xix) Accounts Payable Policy as set out in Annexure 10.
- (xx) Virement Policy as set out in Annexure 11.
- (xxi) Budget Management and Oversight Policy as set out in Annexure 12.
- (xxii) Policy Governing Adjustments Budgets as set out in Annexure 13.
- (xxiii) Policy Governing Planning and Approval of Capital Projects as set out in Annexure 14.
- (xxiv) Appeals Policy as set out in Annexure 15.
- (xxv) Ward and Subcouncil Allocations Policy as set out in Annexure 16.
- (xxvi) Integrated Development Plan Financial Plan as set out in Annexure 17.
- (xxvii) Transfers and grants to external organisations as set out in Annexure 18.
- (xxviii) Schedule of Service Delivery Standards as set out in Annexure 19.
- (xxix) Iconic and other events to be hosted by the City in 2024/25 as set out in Annexure 20.
- (xxx) Individual projects with a total project cost in excess of R50 million (to give effect to Section 19(1)(b) of the MFMA and Regulation 13(1)(b) of the MBRR) as reflected in Table 86 and as set out in Annexure 21.
- (xxxi) Projected cost covering all financial years until capital projects are operational as well as future operational costs and revenue on projects / programmes, to give effect to sections 19(2) and 19(3) of all projects and programmes as listed in Annexure 21 and Annexure 1.

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- (xxxii) Detailed capital budget (MBRR Table SA36) as set out in Annexure 22.
 - (xxxiii) Details to capital programmes (2024/25 to 2026/27), as set out in Annexure 23.
 - (xxxiv) Detailed operational projects (MBRR Table SA38) as set out in Annexure 24.
 - (xxxv) Operating- and capital ward allocation projects supported by subcouncils as set out in Annexure 25.
 - (xxxvi) External mechanisms (MBRR Table SA32) as set out in Annexure 26.
 - (xxxvii) Cape Town International Convention Centre (CTICC) (Municipal Entity) - Schedule D (annual budget and supporting tables) as set out in Annexure 27 .
 - (xxxviii) Cape Town International Convention Centre (CTICC) (Municipal Entity) - Business Plan as set out in Annexure 28 .
 - (xxxix) Cape Town International Convention Centre (CTICC) (Municipal Entity) – Tariffs as set out in Annexure 29
 - (xxxx) Cape Town Stadium (CTS) (Municipal Entity) - Schedule D (annual budget and supporting tables) as set out in Annexure 30.
 - (xxxxi) Cape Town Stadium (CTS) (Municipal Entity) - Business Plan as set out in Annexure 31.
 - (xxxxii) Cape Town Stadium (CTS) (Municipal Entity) - Tariff Policy and Tariffs as set out in Annexure 32.
 - (xxxxiii) Operating subcouncil allocation projects supported by subcouncils as set out in Annexure 33 .
 - (xxxxiv) 2022-2027 Integrated Development Plan (IDP) - Review and 2024/25 proposed amendments as set out in Annexure 34.
- (b) the intent of the administration to follow MFMA Section 33 processes on items marked with an 'X' as reflected in the Demand (Procurement) Plan as set out in Annexure 35 to the report on the agenda, be noted
- (c) National Treasury MFMA Circulars 126 and 128 (Municipal Budget Circulars for 2024/25 MTREF) as set out in Annexure 36 to the report on the agenda, be noted
- (d) Provincial Treasury Municipal Circular 6/2024 as set out in Annexure 37 to the report on the agenda, be noted
- (e) the 2025 Budget and Benchmark Engagement Summary Report issued by National Treasury as set out in Annexure 39 to the report on the agenda, be noted

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- (f) an amount of up to R22 million, to be funded within the Rates account, in support of the City's Charitable and Relief Allocations, be approved
- (g) Capital Replacement Reserve (CRR) : Ward Allocations for the 2024/25 financial year amounting to R55 244 985 funded from savings identified in the 2023/24 financial year, be approved
- (h) An amount of R160 million for 2025/26 be funded from accumulated surpluses and loan funding, if needed, to provisionally (bridge) fund contractually committed IRT Phase 2A projects generally funded from the NT PTNG :BFI grant, until such time that National Treasury amends gazetted allocations. The City will review its funding approach on an annual basis as part of the budget process
- (i) the commencement of a process, in compliance with Section 46 of the Municipal Finance Management Act (MFMA), to take up funding to support the capital programme included in the MTREF, depending on the City 's cash flow requirements, be approved. Should the cash flow position be sufficient to fund the capital programme either partially or fully, the funding will be adjusted accordingly.
- (j) the high-level summary of changes between the tabled and the proposed budget as reported in Annexure B, be adopted. It should be noted that these changes have already been incorporated into Annexure A of this report.

[GOOD was not in support of the budget.]

ACTION: C STROUD, K JACOBY

SPC 11/05/24

INTEGRATED DEVELOPMENT PLAN (IDP) AND BUDGET TIME-SCHEDULE FOR PERIOD: JULY 2024 - JUNE 2025

RESOLVED that the IDP and Budget Time-schedule for the period July 2024 to June 2025, as contained in Annexure A to the report on the agenda, be approved.

ACTION: L JANSSENS, H COLE, G MORGAN

At this stage, the Speaker mentioned that given that all Councillors were actively involved in the National Elections on 29 May 2024, and that some were still involved in post facto matters, it was **RECOMMENDED** that Council goes into recess as from the closure of this meeting today, until 08:00am on Wednesday 12 June 2024 for the last Ordinary Council meeting before Council's official Winter Recess commences.

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The Speaker further mentioned that where, for good reason, any meeting of a statutory committee was required to take place during this period, it may do so with the Speaker's approval. As a means to enable the exercising of recess powers, the Speaker required the Political Parties' agreement with the above proposal.

The proposal was duly supported.

UNANIMOUSLY RESOLVED that Council goes into recess as from the closure of the Special Budget Council meeting held on 31 May 2024 until 08:00am on Wednesday 12 June 2024 for the last Ordinary Council meeting before Council's official Winter Recess commences.

THE MEETING CONCLUDED AT 11H15.

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**ALD F PURCHASE
SPEAKER**

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DATE