

**John Taolo Gaetsewe**  
**DISTRICT MUNICIPALITY**

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**Ms P Q Mogatle**

**F07.23/02/2017**

**Speaker**

**ADJUSTMENT BUDGET MTREF 2016/17 – 2018/2019**

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**PURPOSE**

To submit the adjustment budget MTREF 2016/17- 2018/20189 to Council for approval.

**BACKGROUND INFORMATION**

Section 28 Municipal Finance Management Act states that the municipality may adjust its approved budget by way of an adjustments budget.

The following are conditions under which an approved budget may be adjusted –

- (a) Adjustment of the revenue and expenditure estimates downwards if there is material under-collection of revenue during the current year;
- (b) Appropriation of additional revenues that have become available over and above those anticipated in the annual budget, but only to revise or accelerate spending programmes already budgeted for;
- (c) Authorisation of unforeseeable and unavoidable expenditure recommended by the mayor of the municipality, as may be prescribed;
- (d) Authorisation of the utilisation of projected savings in one vote towards spending under another vote;



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(e) Authorisation of spending of funds that were unspent at the end of the past financial year where the under-spending could not reasonably have been foreseen at the time to include projected roll-overs when the annual budget for the current year was approved by the council;

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(f) Correction of any errors in the annual budget; and

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(g) Provision for any other expenditure within a prescribed framework.

### **STRATEGIC INTENT**

Good governance and compliance with applicable legislation.

### **IMPLICATIONS**

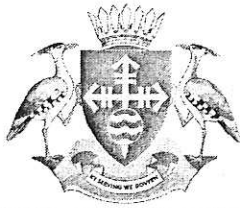
#### **Legal**

Section 28 of Municipal Finance Management Act requires that a municipality may revise an approved annual budget through an adjustments budget.

### **ANNEXURE: ADJUSTMENT BUDGET 2016/17 – 2018/2019**

### **RECOMMENDED BY BTO TO FINANCE & CORPORATE COMMITTEE**

1. That Council approves the Adjustment Budget 2016/17- 2018/19.
2. That it be noted that there are no changes effected on municipal taxes and tariffs.



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3. That the approved Adjustment Budget be send to both National and Provincial Treasuries.

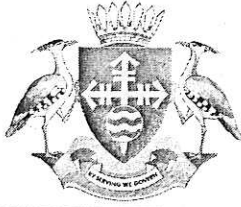
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4. That the amended SDBIP be approved.

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### **RECOMMENDED BY THE FINANCE & CORPORATE COMMITTEE TO THE MAYORAL COMMITTEE**

1. That Council approves the Adjustment Budget 2016/17- 2018/19.
2. That it be noted that there are no changes effected on municipal taxes and tariffs.
3. That the approved Adjustment Budget be send to both National and Provincial Treasuries.
4. That the amended SDBIP be approved.



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### **RECOMMENDED BY THE MAYORAL COMMITTEE TO COUNCIL**

1. That Council approves the Adjustment Budget 2016/17- 2018/19.
2. That it be noted that there are no changes effected on municipal taxes and tariffs.
3. That the approved Adjustment Budget be send to both National and Provincial Treasuries.
4. That the amended SDBIP be approved.

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**Speaker.**

### **RESOLVED BY COUNCIL**

1. Council approved the Adjustment Budget 2016/17- 2018/19.
2. Council noted that there are no changes effected on municipal taxes and tariffs.
3. Council resolved that the approved Adjustment Budget be send to both National and Provincial Treasuries.
4. Council approved the amended SDBIP.

**Note1:** The Adjustment budget item was dealt with after the Audit Committee presentation.

**Note 2:** The EFF and DA opposed to the presentation of the Adjustment Budget requesting for an opportunity to peruse the document.