

# **MINUTES**

of the

**1<sup>st</sup> ORDINARY COUNCIL MEETING  
FOR THE YEAR 2014**

of

**MATJHABENG MUNICIPALITY**

held on

**FRIDAY, 31 JANUARY 2014**

at

**13:00**

**COUNCIL CHAMBERS, CIVIC CENTRE,  
WELKOM**

**COUNCILLORS ATTENDANCE: 1<sup>ST</sup> ORDINARY COUNCIL MEETING  
MINUTES: 31 JANUARY 2014**

**ANC**

<b>PROPORTIONAL</b>			
1.	Ngangelizwe S (Executive Mayor) (Apology)	12.	Radebe MC
2.	Chaka CP	13.	Radebe ML
3.	Kotzee D ( <b>Absent</b> )	14.	Rubulana L
4.	Mafa DM	15.	Sephiri MJ
5.	Mafongosi ZV ( <b>Absent</b> )	16.	Speelman NW ( <b>Written Apology</b> )
6.	Mbana MA	17.	Stofile B ( <b>Speaker</b> )
7.	Menyatso KJ	18.	Tlhone ML ( <b>Written Apology</b> )
8.	Semela MJ ( <b>Absent</b> )	19.	Tsubane ME
9.	Motshabi MP	20.	Twanana M
10.	Ntsebeng MH	21.	Vanga NM
11.	Petleki KI	22.	Van Rooyen KV
<b>WARD</b>			
23.	Dali VN ( <b>Absent</b> )	38.	Morris VR
24.	Khalipha TD	39.	Mosala MS
25.	Mabote TL	40.	Mothege MA ( <b>Absent</b> )
26.	Madumise MM ( <b>Absent</b> )	41.	Mphikeleli MA
27.	Makgowe PV	42.	Ntlele KI
28.	Masienyane MD	43.	Phetise ME
29.	Mbambo AX	44.	Qwesha GL ( <b>Absent</b> )
30.	Mfebe MSE	45.	Riet MI
31.	Mokausi LC	46.	Sifatya Z
32.	Mokhomo HA	47.	Taliwe FE
33.	Molelekoa PA	48.	Thateng MJ ( <b>Absent</b> )
34.	Molelekoa PMI	49.	Thelingoane TJ
35.	Molete TN	50.	Tlake KR
36.	Molupe RT	51.	Tsatsa SJ
37.	Monjovo NE	52.	Tsubella KS

**DA**

<b>PROPORTIONAL</b>			
53.	Banyane ME	58.	Marais JS
54.	Badenhorst MJ	59.	Mholo PP ( <b>Apology</b> )
55.	Botha PF	60.	Mlangeni MG
56.	Fanie D	61.	Mokotedi TG
57.	Fourie JJC	62.	Styger A ( <b>Absent</b> )
<b>WARD</b>			
63.	De Villiers MT	66.	Smit DC
64.	Beneke R	67.	Van Rooyen MS
65.	Naude HJ	68.	Van Schalkwyk HCT

## II

### COPE

PROPORTIONAL			
69.	Matlebe MM ( <b>Apology</b> )	71.	Malefane DE
70.	May FG ( <b>Written Apology</b> )		

### FF+

PROPORTIONAL	
72.	Taljaard SDM

### OFFICIALS

Mr G Ramathebane	:	Municipal Manager
Mr S Makubu	:	Executive Director Strategic Support Services ( <b>Apology</b> )
Mr MF Lepheana	:	Executive Director Corporate Support Services
Me M Mogopodi	:	Executive Director Social Services and Law Enforcement
Mr X Msweli	:	Executive Director LED and Planning
Mr JKF Jankowitz	:	Snr Admin Officer (Corporate Services)



(a)	<b>Opening</b> The Speaker welcomed everybody present at the 1 <sup>st</sup> Ordinary Council Meeting and declared the meeting opened.
(b)	<b>Applications for leave of absence</b> See Councillor's attendance list on pages I and II of these minutes.
(c)	<b>Official announcements of the Speaker</b> None
(d)	<b>Reports received from the Speaker</b> None
(e)	<b>Motions of sympathy and congratulations by the Speaker</b> None
(f)	<b>Motions of sympathy and congratulations by other Councillors</b> Cllr L Rubulana congratulated the Free State Matric Class of 2013 as they were number 1 in the Country.
(g)	<b>Deputation's and interviews</b> Auditor General (A4/2014)
(h)	<b>Disclosure of interest</b> None
(i)	<b>Minutes of the previous meeting:</b> Council resolved: (31 January 2014) <ol style="list-style-type: none"><li>1. That the minutes of the 7<sup>th</sup> Ordinary meeting held on 3 December 2013 be approved.</li><li>2. That the minutes of the 1<sup>st</sup> Extra Ordinary Council Meeting held on 9 December 2013 be approved in conjunction with the following amendments:  <b>Attendance Register:</b> That it be indicated that Cllr CP Chaka was on maternity leave and not absent.</li></ol>
(j)	<b>Questions of which notice were given</b> None

## IV

(k)	<b>Report of the Executive Committee/Executive Mayor/Committee Reports</b> A1/2014 - A9/2014 and C1/2014
(l)	<b>Motions</b> None
(m)	<b>Closing</b> The Speaker ended the meeting at <b>16:00</b>

.....  
**CLLR B STOFIE (SPEAKER)**

.....  
**DATE**

## INDEX

<b>ITEM</b>	<b>ITEM DESCRIPTION</b>	<b>PAGE</b>
A1/2014	PROGRESS REPORT ON COUNCIL RESOLUTIONS (ED: CSS)(2/2/2)	1
A2/2014	MID-YEAR BUDGET AND PERFORMANCE REPORT- 1 JULY 2013 - 31 DECEMBER 2013 (EDSSS) (12/1/1)	1
A3/2014	MUNICIPAL ADJUSTMENT BUDGET (ACFO)(6/1/1/1 2013/2014)	1
A4/2014	DRAFT ANNUAL REPORT 2012/2013: MATJHABENG MUNICIPALITY (MM)(12/1/1)	2

A5/2014	REPORT ON THE STRATEGY AROUND ENERGY EFFICIENCY DEMAND SIDE MANAGEMENT (MM) (19/3/2/1)	3
A6/2014	REPORT OF THE MATJHABENG ECONOMIC GROWTH SUMMIT (LED) (5/6/2/12)	4
A7/2014	REPORT ON ERF 166/3 AND THE REMAINDER OF PORTION ERF 165 WELKOM (MM) (8/3/2/10)	4
A8/2014	RENTAL OF OFFICE SPACE (MM) (8/3/2/10)	5
A9/2014	REQUEST COUNCIL TO APPROVE FOR AN APPLICATION FOR A LOAN FROM THE DEVELOPMENT BANK OF SOUTHERN AFRICA OR OTHER SOURCES OF FUNDING TO FUND INFRASTRUCTURE BACKLOG (6/4/1)	5
C1/2014	PROPOSED RESTRUCTURING AND RING-FENCING OF ELECTRICITY DISTRIBUTION (MM) (19/3/2/1)	6

# 1

**A1/2014**

## **PROGRESS REPORT ON COUNCIL RESOLUTIONS (ED: CSS)(2/2/2)**

### **PURPOSE**

To submit a progress report to Council on Council Resolutions for noting.

### **DISCUSSION**

The Acting Executive Mayor, Cllr A Mbana, presented the item to Council.

### **COUNCIL RESOLVED (31 JANUARY 2014)**

1. That the progress on Council Resolution Audit **BE NOTED**.
2. That a progress report on all the unfinalised resolutions of Council from 1 July 2012 to 30 June 2013 **BE SUBMITTED** at the next Council meeting.

**A2/2014**

## **MID-YEAR BUDGET AND PERFORMANCE REPORT- 1 JULY 2013 - 31 DECEMBER 2013 (EDSSS) (12/1/1)**

### **PURPOSE**

To present to Council a report on the performance of the Municipality for the period 1 July 2013 to 31 December 2013 as required by legislation.

### **DISCUSSIONS**

The Acting Executive Mayor, Cllr A Mbana, presented the item to Council.

### **COUNCIL RESOLVED (31 JANUARY 2014)**

That Council **TAKES NOTE** of the report and deal with it in terms of Sections 72 and 54 of Municipal Finance Management Act.

**A3/2014**

## **MUNICIPAL ADJUSTMENT BUDGET (6/1/1/1 2013/2014) (ACFO)**

### **PURPOSE**

To submit to Council a Recommendation for an Adjustment Budget in terms of Section 28 of the Municipal Finance Management Act no.56 of 2003.



## DISCUSSIONS

The Acting Executive Mayor, Cllr A Mbana, presented the item to Council.

### **COUNCIL RESOLVED (31 JANUARY 2014)**

That Council **APPROVES** the undermentioned 2013/2014 Adjustment budget.

<b><u>Original Budget</u></b>	<b><u>Revised Budget</u></b>	
Upgrade of Thabong Community Centre	R 2 million	R 4 million
Barruch Thabong T8	R0	R 3 million
Thabong East Hall	R0	R 1 million
Cactus street sewer	R 1.2 million	R 1 million
Upgrading of Welkom Airport	R 2 million	R 2 million
Energy efficiency residential load management	R 2.8 million	R 0
CBD Facelift – Hennenman	R 2 million	R 0
CBD Facelift – Odendaalsrus	R 3 million	R 0
CBD Facelift – Allanridge	R2 million	R 0
Road – Dr Ngoma	R 0	R 1 million
Urania substation	R 6 million	R 1 million
Install/replace new water meters and restrictors	R 0	R 1.6 million
Municipal Buildings	R 0	R 1.7 million
Fleet and Equipment		R 3 million
Phomolong sewer network	R0	R 1.7 million
<b>TOTAL</b>	<b>R21 million</b>	<b>R 21 million</b>

### **A4/2014**

### **DRAFT ANNUAL REPORT 2012/2013: MATJHABENG MUNICIPALITY** **(MM)(12/1/1)**

## PURPOSE

The purpose of the report is to table the draft Annual Report of the financial year 2012/13 to Council for consideration.

## DISCUSSIONS

The Speaker welcomed the Auditor General at the meeting and afforded him to present the Auditors General report in terms of section 126(3) of the MFMA to Council.

The Speaker afforded questions to be raised and answers were submitted by Auditor General.

**COUNCIL RESOLVED (31 JANUARY 2014)**

1. That Council **TAKES NOTE** of the Auditor Generals Report.
2. That Council **TAKES NOTE** of the Draft Annual Report for the financial year 2012/13.
3. That the Annual Report for the 2012/13 financial year **BE FORWARDED** to the Municipal Public Accounts Committee (MPAC) for further processing and finalization.

**A5/2014**

**REPORT ON THE STRATEGY AROUND ENERGY EFFICIENCY DEMAND SIDE MANAGEMENT (19/3/2/1) (MM)**

**PURPOSE**

To inform Council on the strategy around EEDSM (Energy Efficiency Demand Side Management), and RE (Renewable Energy)

**DISCUSSION**

The Acting Executive Mayor, Cllr A Mbana, presented the item to Council.

**COUNCIL RESOLVED (31 JANUARY 2014)**

1. That Council **TAKES NOTE** of the content of this report.
2. That the Municipal Manager **BE GIVEN** the go ahead to roll out the program as per the DoE and Eskom guidelines.
3. That the Municipal Manager **BE GRANTED** permission to issue LOI's (Letter of Intent) to suitable Eskom accredited ESCo's.

**A6/2014**

**REPORT OF THE MATJHABENG ECONOMIC GROWTH SUMMIT (LED) (5/6/2/12)**

**PURPOSE**

To inform Council about the Economic Growth Summit held on the 4<sup>th</sup> and 5<sup>th</sup> of December 2013 under the theme: Creating Economic Growth through the Green Economy.

**DISCUSSION**

The Acting Executive Mayor, Cllr A Mbana, presented the item to Council.

**COUNCIL RESOLVED (31 JANUARY 2014)**

That the report of the Economic Growth Summit **BE ADOPTED** by Council

**A7/2014**

**REPORT ON ERF 166/3 AND THE REMAINDER OF PORTION ERF 165 WELKOM (MM) (8/3/2/10)**

**PURPOSE**

To solicit the approval of Council to swop erf 165 remainder for erf 166/3 on an equal value.

**DISCUSSION**

The Acting Executive Mayor, Cllr A Mbana, presented the item to Council.

**COUNCIL RESOLVED (31 JANUARY 2014)**

1. That Council **APPROVES** the swop of erf 166/3 Welkom, belonging to Windkor 188 (Pty) Limited for the remainder of portion 6 of erf 165 Welkom belonging to the Matjhabeng Municipality.
2. That the developer **PAYS ALL COSTS** pertaining to the transfer of the properties into the names of Matjhabeng Municipality as well as that of Windkor 188 (Pty) Limited;
3. That should any costs **BE INCURRED** for sub-division and/or consolidation and/or survey, such costs will be for the account of the developer; and
4. That the developer **COMMENCE** with the development on the remainder of portion 6 of erf 165 within 12 months after date of transfer, failing which the land will revert back to the Municipality at the expense of the developer.
5. That the Municipal Manager **MUST CONCLUDES** the sale and transfer with the developer.

**A8/2014**

**RENTAL OF OFFICE SPACE (MM) (8/3/2/10)**

**PURPOSE**

To request Council to acquire additional rental office space.

**DISCUSSION**

The Acting Executive Mayor, Cllr A Mbana, presented the item to Council.

**COUNCIL RESOLVED (31 JANUARY 2014)**

That the item **BE REFERRED BACK**.

**A9/2014**

**REQUEST COUNCIL TO APPROVE FOR AN APPLICATION FOR A LOAN FROM THE DEVELOPMENT BANK OF SOUTHERN AFRICA OR OTHER SOURCES OF FUNDING TO FUND INFRASTRUCTURE BACKLOG**

**PURPOSE**

To submit to council for approval for the application of a loan from the Development Bank of Southern Africa and other sources of funding.

**DISCUSSION**

The Acting Executive Mayor, Cllr A Mbana, presented the item to Council.

**COUNCIL RESOLVED (31 JANUARY 2014)**

1. That Council **DELEGATES** the Municipal Manager to engage with the DBSA or other sources to secure the required funding.
2. That the terms and conditions of the funding model **BE SUBMITTED** to Council for approval prior to finalization of the agreements

**THE ITEM WAS DISCUSSED IN COMMITTEE**

**C1/2014**

**PROPOSED RESTRUCTURING AND RING-FENCING OF ELECTRICITY DISTRIBUTION (MM) (19/3/2/1)**

**PURPOSE**

To submit to Council the names of the Councillors to serve on the Multi Party Task Team and to recommend the assignment of a Programme Manager to facilitate the Restructuring and Ring-fencing of Electricity Distribution.

**DISCUSSION**

The Acting Executive Mayor, Cllr A Mbana, presented the item to Council.

**COUNCIL RESOLVED (31 JANUARY 2014)**

1. That the proposed Councillors to serve on the Multi Party Task Team **BE NOTED**.
2. That the Municipal Manager **BE MANDATED** to provide support to the Task Team to manage the process of establishing a Municipal Business Entity (MBE).