

MC154/2003

**IMPLEMENTATION OF THE POLICY ON THE MANAGEMENT AND MAINTENANCE OF SPORT AND RECREATION FACILITIES (CEMSSD) (10/2)**

**IT WAS RESOLVED BY THE MAYORAL COMMITTEE (2 JULY 2003)**

1. That the undermentioned report on the implementation of the Policy on the Management and Maintenance of Sport and Recreation facilities **BE APPROVED:**

**1.1 Northern Free State Stadium**

The committee acknowledge the Municipal Service Partnership to be concluded with Griffons Rugby Union in light of the following benefits to the Municipality.

The following savings are to be effected.

a) General expenses

- Salaries and wages (Labour)	R188 600.00
- Cleaning material	R 1 200.00
- Disinfecting and Insecticides	R 2 650.00
- Fertiliser	R 2 000.00
- Tools	R 1 600.00
- Protective clothing	<u>R 800.00</u>
<b>Total</b>	<b><u>R196 880.00</u></b>

b) Repair and maintenance

- Building and Installation	R 21 000.00
- Vehicles and implements	R 1 650.00
- Electricity (Approximate)	<u>R 24 000.00</u>
<b>Total</b>	<b><u>R 46 650.00</u></b>

**Total savings** **R243 530.00**

This amounts to a percentual saving of  $\pm 67\%$  of the maintenance vote (Capital Charges excluded).

## 2

The major savings on the budget are:

- Salaries and wages

\* The current staff to be redeployed at other venues where umpteen vacancies exist and as a result not have to be filled.

- Water and electricity

\* The payment for water and electricity is currently for the account of the Municipality. The payment of such services at purchase price by the Griffons means that it does not imply any loss to the Municipality without putting too much of a burden on the rugby union.

The above saving to the Municipality must be compared with the fact that in the current agreement the rugby union is only liable for the sum total of 5% of the gross gate takings for matches played at the stadium.

With regard to municipal services they are currently paying for the usage of the floodlights only, according to the following tariff.

Practice lights	- R13.00 per hour
Main lights	- R26.00 per hour

### 2. Rovers Club

The proposed rental agreement is to be supported with the exception of the proposed repayment of R250.00 per month to recover the outstanding debt to the municipality.

This clause is to be altered to read as follows:

''That an amount of R500.00 per month with an escalation of 10% per annum is to be paid for the outstanding debt to the municipality and to be revisited by the Department Financial Management every six (6) months and adjusted according to their financial position.''

### 3. Harvinia Club

The arrangements with Harvinia Club are to be approved but note must be taken that the agreement with the club clearly stipulates that the Main Club is responsible for the payment of Municipal Services at the normal tariff for the purposes of the Main Club facilities.

### 3

#### 4. Sport Clubs

The committee recommend that all sport clubs resorting under Rovers and Harvinia Club and all other similar clubs be handled according to the Policy on the Management and Maintenance of Sport and Recreation Facilities as stated in the report appearing on the annexures.

2. That the first point under 2.24.2 (The duties of the managing body are:) under the Terms and Conditions of Lease as per page 101 of the Annexures, **BE AMENDED** to read as follows:
  - Promote and develop sport with particular emphasis on previously disadvantaged people (Blacks, Coloureds and Indians) in proportion.