



Reference number: PTR 16/1/4/4

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Enquiries: Mr Isaac Tsie

The Acting Municipal Manager
Cederberg Municipality
Private Bag X2
CLANWILLIAM
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For attention: Mr C Sheldon

OUTCOME FOR ROLL-OVER OF UNSPENT PROVINCIAL CONDITIONAL GRANTS FOR THE 2022/23 FINANCIAL YEAR

Your letter dated 31 August 2023 refers.

The Western Cape Provincial Treasury has in principle granted approval, in terms of Section 10(2) of the Western Cape Appropriation Act, 2022 (Act No. 2 of 2022) and Western Cape Adjustments Appropriation Act, 2022 (Act No.3 of 2022), to roll-over the unspent amounts of R190 000 for Title Deeds Restoration Grant, R115 911.59 for Community Development Workers (CDW) Operational Support Grant, R3 000 000 for Municipal Water Resilience Grant and R591 967.44 for Western Cape Municipal Interventions Grant.

All roll-over amounts approved **must** be fully spent by 30 June 2024 as no further roll-over will be allowed should there be unspent funds remaining at 30 June 2024.

The Municipality **must** provide the final unspent amounts for the above-mentioned conditional grants when the 2022/23 Annual Financial Statements have been audited. The approvals granted to the Municipality will be reviewed again once the audited 2022/23 Annual Financial Statements have been received and may be withdrawn if anomalies are identified.

The Municipality indicated in the application that the following amounts will be refunded to the respective transferring departments:

- R1 068.26 for Thusong Services Centre Grant from Department of Local Government;
- R5 069.92 for Western Cape Financial Management Capability Grant from Provincial Treasury; and
- R189 284.20 for Municipal Library Support Grant from Department of Cultural Affairs and Sport.

The Municipality is requested to return the unspent funds to the transferring departments using the relevant banking details as communicated in Treasury Circular Mun No. 7 of 2023.

The due date for the repayment of the above unspent funds is **30 November 2023** and proof of payment must be sent to Mfma.Mfma@westerncape.gov.za for attention of Ms ZM Hans.

Provincial Treasury advises the Municipality to adjust grant income projections for these grants according to Section 28 of the Municipal Finance Management Act (Act No. 56 of 2003) by passing a municipal adjustment budget. Please note the requirements of regulation 23(1) of the Municipal Budget and Reporting Regulations (Government Gazette No. 32141 dated 17 April 2009) which provides for timeframes by which a municipal council should pass an adjustment budget.

The Provincial Treasury together with the relevant provincial departments will continue to monitor the spending of provincial conditional grants allocated to the Municipality. The Municipality must ensure that all the funds that have been approved to be rolled over are reflected in Table SC7(2) of the C-Schedule and are fully spent during the 2023/24 financial year.

Kind regards,

MR S KENYON
CHIEF DIRECTOR: LOCAL GOVERNMENT PUBLIC FINANCE

Cc: The Head of Department: Provincial Treasury
The Head of Department: Department of Cultural Affairs and Sport
The Head of Department: Department of Infrastructure
The Head of Department: Department of Local Government
The Acting Chief Financial Officer: Cederberg Municipality