

# Summary for PSC (#3 - 070131) of budget changes (budget year 2006) proposed by UEM partners

## Intro

Budgets for 2006 were endorsed by the PSC on 26 April 2006 for Component 1 – National and Provincial Partners - and on 28 June 2006 for Component 3 - Municipal partners. Changes have proved necessary in some cases and a guideline is provided for the procedure of this.

Two partners (eThekweni + WC province) have written the PSC with requests for change in these budgets. Internally (in partner administrations) all of these requests are mandated as changes to partners own business plans. Other partners have announced similar requests.

The requests from eTh + WC are summarized below along with suggestions for solutions. It is proposed that the PSC endorses the solutions, below.

## 2006-11-22 Western Cape

Western Cape Province applies for a **budget change + roll-over of 2006 funds**: The original budget and BP allocated 500.000 R for the production of three manuals for spatial planning. The proposal is to spend the same allocation on two manuals, one of the original three and one new. The motivations are new info about the costs coming from the procurement process + change of priorities. The two new manuals support the programmes objectives. Included in the new production plans is a rollover of funds, some 285,839.50. The complete production can be accomplished and all 500.000 be spent by the end of May 2007.

**The PSC Secretariat recommends this change**, as objectives and the overall perspectives of the Programme document are fully met, and the proposed activities look feasible. With regard to rollover the procedure is that money not spent by the end of the budget year (31. March) must be returned to the NT. It is proposed however, that the PSC decides (by now) to allocate the first 285,839.50 of the WC budget for 2007 on the completion of the two manual as described. Thus, that WC can count on these funds and embark on the project. The total amount for the WC UEM budget for 2007 will then be decided on the PSC # 4 (in March).

## 2007-01-03 eThekweni

eThekweni applies for a budget change: 500.000 to be moved from one comprehensive project, “Develop and implement a sustainable and integrated spatioal planning system” to 4 Specific spatial plans. The motivation is to ensure that the budget allocation is spent within this financial year, while still meeting the specific objectives of the programme.

See letter of 2007-01-03 from eThekwini.

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**Annexes**

- 1 Guideline for procedure of budget change
- 2 Letter from WC-Province, 2006-11-22
- 3 Letter from eThekwini Municipality, 2006-12-20