

**AGENDA of the
Portfolio Committee : Infrastructure & Planning
20 June 2017
(Also the agenda for the Mayoral Committee Meeting : 28 June 2017)**

2.

HERMANUS: RECTIFICATION OF THE RENTAL PERIOD IN THE MAYORAL COMMITTEE RESOLUTION DATED 31 MAY 2017 FOR THE LEASE OF A PORTION OF ERF 243 HERMANUS TO SPRINGSWEG NIGEL EIENDOMME (PTY) LTD T/A HEIDELBERG, NIGEL AND HERMANUS NISSAN

7/2/3/2

**M Erasmus
31 May 2017**

(028) 316 - 3724

Hermanus Administration

1. Executive Summary

To obtain approval for the rectification of the lease period indicated in condition 1 of the Mayoral Committee resolution dated 31 May 2017 for the lease of a portion of Erf 243 Hermanus to Springsweg Nigel Eiendomme (Pty) Ltd t/a Heidelberg, Nigel and Hermanus Nissan.

2. Service Delivery and Budget Implementation Plan - IGNITE

Infrastructure & Planning
Property Administration

3. Compliance with Strategic Priorities

Provision of democratic, accountable and ethical governance
Creation and maintenance of a safe and healthy environment
Promotion of tourism, economic and social development

4. Delegated Authority

Executive Mayor

5. Legal Requirements

- Administration of Immovable Property Policy of the Overstrand Municipality, as amended

6. Background/Discussion/Evaluation/Conclusion

Background

The Mayor resolved as follows on 31 May 2017:

- "1. that the lease of Municipal Property, being a portion of Erf 243 Hermanus (±105m² in extent) to Springsweg Nigel Eiendomme (Pty) Ltd t/a Heidelberg, Nigel and Hermanus Nissan for the purpose of displaying and parking of*

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*vehicles for sale at the rental amount of R471.79 (FOUR HUNDRED AND SEVENTY ONE AND SEVENTY NINE CENTS) (VAT excluded) per month for a period of 3 (THREE) years from 1 June 2016 to 30 June 2019 in terms of the Administration of Immovable Property Policy of the Overstrand Municipality, **be approved.***

2. *that the rental amount mentioned in 1 above escalate every year on the 1st of July by a percentage fixed in accordance with the prevailing consumer price index (all items) with the first escalation being on 1 July 2017.”*

Discussion / Evaluation

After the Mayor approved the lease of the property it was noted that condition 1 refers to an incorrect lease period as the correction to the lease period was read incorrectly during the meeting. The lease period is for a period of 3 (THREE) years from 1 June 2016 but the correct expiry date is 31 May 2019.

Conclusion

It is recommended that condition 1 to the Mayoral Committee resolution dated 31 May 2017 be rectified to reflect the correct dates for the lease period as 1 June 2016 to 31 May 2019. The recommendation should thus read as follows:

*“that the lease of Municipal Property, being a portion of Erf 243 Hermanus (±105m² in extent) to Springsweg Nigel Eiendomme (Pty) Ltd t/a Heidelberg, Nigel and Hermanus Nissan for the purpose of displaying and parking of vehicles for sale at the rental amount of R471.79 (FOUR HUNDRED AND SEVENTY ONE AND SEVENTY NINE CENTS) (VAT excluded) per month for a period of 3 (THREE) years from 1 June 2016 to 31 May 2019 in terms of the Administration of Immovable Property Policy of the Overstrand Municipality, **be approved;**”*

7. Financial Implications

None

8. Staff Implications

None

9. Comments from other Departments, Divisions and Administrations

None

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10. Annexures

Annexure A: Locality Plan

RECOMMENDATION TO THE EXECUTIVE MAYOR:

that condition 1 of the Mayor's resolution dated 31 May 2017 be rectified to reflect the correct dates for the lease period as 1 June 2016 to 31 May 2019.

RESPONSIBLE OFFICIAL :	M ERASMUS
TARGET DATE FOR IMPLEMENTATION :	31 JULY 2017
TARGET DATE TO INFORM APPLICANT :	N/A

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HEIDELBERG, NIGEL AND HERMANUS NISSAN**

**7/2/3/2
M Erasmus (028) 316 - 3724 Hermanus Administration
31 May 2017**

**THIS MATTER SERVED BEFORE THE JOINT PORTFOLIO COMMITTEE ON
20 JUNE 2017, WHICH COMMITTEE SUPPORTED THE RECOMMENDATION**

RESPONSIBLE OFFICIAL : M ERASMUS

TARGET DATE FOR IMPLEMENTATION : 31 JULY 2017

TARGET DATE TO INFORM APPLICANT : N/A

