

MFMA INFORMATION STATEMENT

LONG TERM SERVICE LEVEL AGREEMENT W.R.T. THE USE OF THE KARWYDERSKRAAL REGIONAL LANDFILL SITE, SITUATED ON A PORTION OF PORTION 79 OF THE FARM AFDAKSRIEVER NO. 575

1. OBJECTIVE

Overberg District Municipality has made public its long term Service Level Agreement with the Overstrand Municipality and Theewaterskloof Municipality with respect to the use of the Karwyderskraal Regional Landfill facility, situated on a portion of Portion 79 of the farm Afdakrivier No 575, subject to approval by the respective Municipal Councils in terms of Section 33 of the Local Government Municipal Finance Management Act, Act no 56 of 2003 (MFMA).

Because the actual period of the long term Service Level Agreement would be the remaining lifespan of the landfill which will be more than three (3) years, the Municipalities have to comply with Section 33 of the MFMA.

The objective of this Information Statement is to inform the community and other interested parties of the long term Service Level Agreement.

2. INVITATION

The respective local communities and other interested parties are invited to submit comments or representations in respect of the long term Service Level Agreement to the respective Municipalities.

3. PROCEDURE FOR SUBMISSION OF COMMENTS

Members of the respective local communities and other interested parties are invited to submit comments or representations in respect of the long term Service Level Agreement to:

Overberg District Municipality before 12:00 on Tuesday, 25 September 2018 in a sealed envelope clearly endorsed “**Long term Service Level Agreement w.r.t. the use of the Karwyderskraal Regional Landfill site, situated on a portion of a Portion 79 of the farm Afdakrivier no 575**” and addressed to: Municipal Manager, Overberg District Municipality, 26 Long Street, Bredasdorp, 7280 and to be deposited in the Tender Box.

Written enquiries for clarification can be directed to Mr. Francois Kotze at e-mail address: fkotze@odm.org.za

Any person who wishes to submit comments or representations in respect of the long term Service Level Agreement and who cannot write will be assisted by the Director: Community Services or a person designated by him at the 26 Long Street, Bredasdorp up to 12:00 on Tuesday, 25 September 2018.

4. PROJECT BACKGROUND

The Overberg District Municipality obtained an operating permit in terms of the Environment Conservation Act (Act 73 of 1989) and developed the Karwyderskraal Regional Landfill site to serve as a regional waste disposal facility for the general waste generated in the region. The site has a long term capacity up to approximately 2072 and the disposal area is developed cell by cell. Each cell is designed and constructed with a short to medium term capacity, e.g. Cell 4 that is currently under construction has a design

capacity of 523,000m³ which under current conditions, will reach capacity in approximately eight years, at which time the construction of Cell 5 must be completed. The long term Service Level Agreement requires of Overberg District Municipality to develop new Cells as and when required to ensure an uninterrupted landfill disposal capacity.

The Overstrand Municipality, Theewaterskloof Municipality and Third Parties will use the Karwyderskraal Regional Landfill site for the delivery of its general waste for disposal or appropriate diversion as determined by the waste type and pay the applicable charges as set out in the long term Service Level Agreement.

The duration of the long term Service Level Agreement will be from the effective date until the last day of the useful life of the Regional Landfill, which at this time and given the current waste volumes disposed there, is estimated to be approximately fifty five (55) years. The Service Level Agreement will commence on the effective date which is the day of commencement of operation of Cell 4 that is currently under construction. Commencement of the operation of Cell 4 is anticipated for the first quarter of 2019.

5. LONG TERM SERVICE LEVEL AGREEMENT

The long term Service Level Agreement which is the subject of this public and other stakeholder's participation process is similar in nature as the previous arrangements between these same parties since the commissioning of the Karwyderskraal Regional Landfill site in February 2002.

The only additions to this long term Service Level Agreement are the duration that makes provision for the remaining life of the regional facility and the payment of a rehabilitation charge per tonne of waste disposed to make provision for the future rehabilitation costs of the facility.

Disposal charges will be adjusted annually and shall be aligned to the actual capital and operational costs and the provision for rehabilitation and agreed in writing between the Parties.

6. NEXT STEPS

Members of the respective local communities and other interested persons are invited to submit to the respective Municipalities their comments or representations in respect of the long term Service Level Agreement as set out above.

The Municipalities will also solicit the views and recommendations of stakeholders, including the National and Provincial Treasuries and the national department responsible for Local Government.

The long term Service Level Agreements and all comments and views received will be presented to the respective Municipal Councils for final approval.