

CORPORATE SERVICES BUSINESS UNIT

EXTRACT FROM THE UNCONFIRMED MINUTES OF THE FULL COUNCIL MEETING HELD IN THE COUNCIL CHAMBER, CITY HALL ON FRIDAY, 31 MAY 2019.

DRAFT BUDGET AND MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK FOR 2019/2020 TO 2020/2021

Report dated 27 May 2019 incorporating the recommendations of the Executive Committee.

- (i) Mayoral Budget speech for the financial period 2019/2020 delivered on the 31st May 2019.
- (ii) Annual Budget and Medium Term Revenue and Expenditure Framework 2019/2020 to 2021/2022.

(Tabled at meeting)

It was

RESOLVED

- (a) That the Annual Consolidated Budget of the Municipality for the financial year 2019/20, multi-year and single-year capital appropriations as set out in Tables A2 – A5 of the budget report be APPROVED, as follows:
 - (i) Consolidated Budgeted Financial Performance (Revenue and Expenditure by Standard Classification) as contained in Table A2.
 - (ii) Consolidated Budgeted Financial Performance (Revenue and Expenditure by Municipal Vote) as contained in Table A3.
 - (iii) Consolidated Budgeted Financial Performance (Revenue by Source and Expenditure by Type) as contained in Table A4; and
 - (iv) Consolidated Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table A5.
- (b) Consolidated financial position, Consolidated cash flow budget, Consolidated cash-backed reserve/accumulated surplus, Consolidated asset management and Consolidated basic service delivery targets as set out in Tables A6 – A10 of the budget report be APPROVED, as follows:
 - (i) Budgeted Financial Position as contained in Table A6.
 - (ii) Budgeted Cash Flows as contained in Table A7.
 - (iii) Cash Backed Reserves and Accumulated Surplus Reconciliation as contained in Table A8.
 - (iv) Asset Management as contained in Table A9; and
 - (v) Basic Service Delivery Measurement as contained in Table A10
 - (vi) Basic Service Delivery Measurement as contained in Table A10.
- (c) That the proposed property rates and taxes imposed for the budget year 2019/20 be approved as follows:

	2018/19	2019/20	Inc.
	Cents in the R	Cents in the R	
(a) Vacant Land - No rebate granted	0.0243	0.0229	-6.0%
(b) Unauthorised Use (inclusive of surcharges)	0.0418	0.0393	-6.0%
(c) Residential Property	0.0134	0.0126	-6.0%
(d) Commercial Property	0.0236	0.0222	-6.0%
(Previous Category: Other Property)			

(e) Industrial Property (Previous Category: Other Property)	0.0236	0.0222	-6.0%
(f) Specialised Property (Previous Category: Other Property)	0.0236	0.0222	-6.0%
(g) Agricultural Property	0.0033	0.0031	-6.0%
(h) Public Service Infrastructure	0.0033	0.0031	-6.0%
(i) Rural Communal Property	0.0182	0.0172	-6.0%
(j) Home Business Property (now treated as Commercial Property)	0.0182		0.0000
(k) Sectional Title Garages – Separately Registered	0.0134	0.0126	-6.0%
(l) Mining	0.0236	0.0222	-6.0%
(m) Public Benefit Organisations	0.0033	0.0031	-6.0%
Additional Rebate	100%		100%
(n) Public Service Property	0.0222		NEW
(o) Multipurpose Property			

Applicable tariff will be charged in respect of the combination of categories above.

In terms of Section 26 and 27 of the Local Government: Municipal Property Rates Act 6 of 2004, the final date by which each monthly instalment is payable, has been fixed as follows:

<u>Instalment</u>	<u>Final Date</u>
July 2019	31 August 2019
August 2019	30 September 2019
September 2019	31 October 2019
October 2019	30 November 2019
November 2019	31 December 2019
December 2019	31 January 2019
January 2020	29 February 2020
February 2020	31 March 2020
March 2020	30 April 2020
April 2020	31 May 2020
May 2020	30 June 2020
June 2020	31 July 2020

- (d) That with effect from 1 July 2019, the proposed tariffs as contained in the tariffs of charges be approved as follows:
- (i) The tariffs for electricity 13.07%
 - (ii) The tariffs for the supply of water 9.6%
 - (iii) The tariffs for sanitation services 6%
 - (iv) The tariffs for solid waste services 6%
 - (v) Sundry revenue tariffs 6%
- (e) That all the following budget related policies as per the Annexure (Annual Budget and Medium Term Revenue and Expenditure Framework 2019/20-2021/22 Book) submitted in terms of Section 7 of Municipal Budget and Reporting Regulations, be APPROVED:-
- i. Virement policy
 - ii. Cash Management and Investment policy
 - iii. Funding and Reserves policy
 - iv. Credit Control and Debt Collection policy
 - v. Tariff policy
 - vi. Indigent policy
 - vii. Supply Chain Management policy
 - viii. Supply Chain Management Policy Part 2: Infrastructure
 - ix. Assets Management policy
 - x. Grants policy
 - xi. Insurance policy
 - xii. Borrowing policy
 - xiii. Rates policy
 - xiv. Fruitless and wasteful expenditure policy

- xv. Infrastructure Procurement and delivery management procedure manual
 - xvi. Contract management policy
 - xvii. Petty Cash policy
 - xviii. Inventory Management policy
 - xix. Appointment of consultants policy
 - xx. Commitments policy
 - xxi. Borrowing policy
 - xxii. Asset management guideline
 - xxiii. General Insurance policy
- (f) That with effect from 1 July 2019 the proposed tariffs for other sundry services as contained in the tariffs of charges be approved.
- (g) That authority be granted to the Municipal Manager to submit the Approved Annual budget and Medium Term Revenue and Expenditure Framework 2019/20 to 2021/22 to the National and Provincial Treasury and all other relevant stakeholders.
- (h) That authority be granted to the Municipal Manager to publish the Approved Annual budget and Medium term Revenue and Expenditure Framework 2017/18 to 2019/20 in terms of Chapter 4 of the Municipal Systems Act of 2000 (as amended).
- (i) That authority be granted to the Municipal Manager to publish the budget related policies on the Internet and in all municipal buildings.
- (j) That an appeal be submitted to SALGA regarding the proposed increased Water Tariff of 20.94% by Umgeni Water.

CERTIFIED A TRUE COPY

Bongiwe Duze

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For GENERAL MANAGER: CORPORATE SERVICES

12 June 2019

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