

CORPORATE SERVICES BUSINESS UNIT

EXTRACT FROM THE UNCONFIRMED MINUTES OF THE FULL COUNCIL MEETING HELD VIA MICROSOFT TEAMS APP ON MONDAY, 29 JUNE 2020 AT 09H00.

TABLED DRAFT 2020/21 BUDGET AND MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF)

Report dated 25 June 2020 incorporating recommendations of the Executive Committee.

(Tabled at meeting)

It was

RESOLVED

- (a) That the Annual Budget of the Municipality for the financial year 2020/21, multi-year and single-year capital appropriations as set out in Tables A2 – A5 of the budget report be APPROVED, as follows:
 - (i) Budgeted Financial Performance (Revenue and Expenditure by Standard Classification) as contained in Table A2.
 - (ii) Budgeted Financial Performance (Revenue and Expenditure by Municipal Vote) as contained in Table A3.
 - (iii) Budgeted Financial Performance (Revenue by Source and Expenditure by Type) as contained in Table A4; and
 - (iv) Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table A5.

- (b) That the financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and 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 2020/21 be

approved as follows:

	2019/20 Cents in the R	2020/21 Cents in the R	% Increase
(i) Vacant Land - No rebate granted	0.0229	0.0239	4,5%
(ii) Unauthorised Use (inclusive of surcharges)	0.0393	0.0411	4,5%
(iii) Residential Property	0.0126	0.0132	4,5%
(iv) Commercial Property (Previous Category: Other Property)	0.0222	0.0232	4,5%
(v) Industrial Property (Previous Category: Other Property)	0.0222	0.0232	4,5%
(vi) Specialised Property (Previous Category: Other Property)	0.0222	0.0232	4,5%
(vii) Agricultural Property	0.0031	0.0032	4,5%
(viii) Public Service Infrastructure	0.0031	0.0032	4,5%
(ix) Rural Communal Property	0.0172	0.0179	4,5%
(x) Sectional Title Garages – Separately Registered	0.0126	0.0132	4,5%
(xi) Mining	0.0222	0.0232	4,5%
(xii) Public Benefit Organisations Additional Rebate	0.0031 100%	0.0032 100%	4,5%
(xiii) Public Service Property	0.0222	0.0232	4,5%

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 2020	31 August 2020
August 2020	30 September 2020
September 2020	31 October 2020
October 2020	30 November 2020
November 2020	31 December 2020
December 2020	31 January 2021
January 2021	29 February 2021
February 2021	31 March 2021
March 2021	30 April 2021
April 2021	31 May 2021
May 2021	30 June 2021
June 2021	31 July 2021

(d) That with effect from 1 July 2020, the proposed tariffs of charges as contained in the tariffs of charges, be approved as follows as follows:

- i. The tariffs for electricity
- ii. The tariffs for the supply of water
- iii. The tariffs for sanitation services
- iv. The tariffs for solid waste services

- v. The tariffs for property rates
- vi. The tariffs for other revenue

- (e) That all the following budget related policies as per the Annexure (Annual Budget and Medium Term Revenue and Expenditure Framework 2020/21-2022/23) submitted in terms of Section 7 of Municipal Budget and Reporting Regulations, be APPROVED:-
 - i. Budget policy
 - ii. Virement policy
 - iii. Cash Management and Investment policy
 - iv. Funding and Reserves policy
 - v. Credit Control and Debt Collection policy
 - vi. Tariff policy
 - vii. Indigent policy
 - viii. Supply Chain Management policy
 - ix. Assets Management policy
 - x. Grants policy
 - xi. Insurance policy
 - xii. Borrowing policy
 - xiii. Rates policy
 - xiv. Unauthorised, irregular or 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 2020 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 2020/21 to 2022/23 to National and Provincial Treasuries and all other relevant stakeholders.
- (h) That, in light of gazette number 43181 dated 30 March 2020 dealing with exemption from Act and Regulations, Council be exempted from notification of tariff implementation in terms of chapter of MSA, the effective implementation of tariffs to be from 01 July 2020.
- (i) That authority be granted to the Municipal Manager to publish the approved Annual Budget and Medium Term Revenue and Expenditure Framework 2020/21 to 2022/23 in terms of Chapter 4 of the Municipal Systems Act of 2000 (as amended).
- (j) That authority is granted to the Municipal Manager to publish the budget related policies on the Internet and in all municipal buildings.
- (k) That the draft Service Delivery Budget Implementation Plan (SDBIP) be noted

subject approval by Mayor before the end of June 2020 upon finalization of performance agreements for S56 staff.

- (l) That the Capital Requirement Priorities to address the Electricity Infrastructure Issues contributing to regular outages for the refurbishment and upgrade of projects identified amounting to R2,63 billion be noted.
- (m) That the progress made on the implementation of the projects identified in the Electricity Primary Network Development Plan to date be noted.
- (n) That the balance of R50m loan funding already secured by council for the installation of meters be approved and incorporated in the 2020/21 budget in order to partly address the incomplete major projects already started; alternatively,
- (o) That the additional equitable share funding of R83m be utilized for electrification upgrade, roads upgrade and waste management plant.

CERTIFIED A TRUE COPY

Nokwanda Mbanjwa

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For GENERAL MANAGER: CORPORATE SERVICES

30 June 2020

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