

CORPORATE SERVICES BUSINESS UNIT



EXTRACT FROM THE UNCONFIRMED CONFIDENTIAL MINUTES OF THE COUNCIL MEETING HELD IN COUNCIL CHAMBER ON MONDAY, 20 MAY 2024.

ORIGINAL 2024/2025 MEDIUM - TERM REVENUE EXPENDITURE FRAMEWORK (MTREF) (3.7.P)

Report dated 14 May 2024 incorporating recommendations of the Executive Committee.

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It was

RESOLVED

That the following resolutions approving the 2024/2025 - 2026/2027 Medium-Term Revenue and Expenditure Framework (MTREF) of the Msunduzi Municipality and its entity (Safe City) tabled in terms of Section 24 of the Municipal Finance Management Act (MFMA), are submitted to the Budget steering Committee and Executive Committee for consideration and adjustment where necessary. The process was preceded by National Treasury benchmarking exercise undertaken on 6 May 2024. That note be taken of the contents of the budget documentation circulated in accordance with the Municipal Finance Management Act No.56 of 2003.

- (a) That the original budget of the Municipality for the 2024/2025 financial year, multi-year and single-year capital appropriations as set out in Tables A2-A5 of the budget report be APPROVED as follows:
 - (i) Budget 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

(c) That the proposed property rates and taxes imposed for the budget year 2024/2025 be approved as follows:

	2022/2023	2023/2024	%
	Cents in R	Cents in R	Increase
<i>i. Vacant Land – No rebate</i>	0.0291	0.0291	0%
<i>ii. Unauthorized Use (Inclusive of surcharges)</i>	0.0500	0.0500	0%
<i>iii. Residential Property</i>	0.0161	0.0161	0%
<i>iv. Commercial Property</i>	0.0282	0.0282	0%
<i>v. Industrial Property</i>	0.0282	0.0282	0%
<i>vi. Specialized Property</i>	0.0282	0.0282	0%
<i>vii. Agricultural Property</i>	0.0039	0.0039	0%
<i>viii. Public Service Infrastructure</i>	0.0039	0.0039	0%
<i>ix. Sectional Title Garages – Separately Registered</i>	0.0161	0.0161	0%
<i>x. Mining</i>	0.0282	0.0282	0%
<i>xi. Public Benefit Organisations</i>	0.0039	0.0039	0%
<i>xii. Additional Rebate</i>	100%	100%	
<i>xiii. Public Service Property</i>	0.0282	0.0282	0%

(d) 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:

INSTALMENT	FINAL DATE
15 July 2024	15 August 2024
31 July 2024	31 August 2024
15 August 2024	15 September 2024
31 August 2024	30 September 2024
15 September 2024	15 October 2024
30 September 2024	31 October 2024
15 October 2024	15 November 2024
31 October 2024	30 November 2024
15 November 2024	15 December 2024
30 November 2024	31 December 2024
15 December 2024	15 January 2025
31 December 2024	31 January 2025
15 January 2025	15 February 2025
31 January 2025	28 February 2025
15 February 2025	15 March 2025

28 February 2025	31 March 2025
15 March 2025	15 April 2025
31 March 2025	30 April 2025
15 April 2025	15 May 2024
30 April 2025	31 May 2025
15 May 2024	15 June 2025
31 May 2025	30 June 2025
15 June 2025	15 July 2025
30 June 2025	31 July 2025
The above is based on the multiple billing cycle.	

That with effect from 1 July 2024, 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
- (f) That proposed amendments to budget related policies in terms of Section 17(3)(e) of Municipal Finance Management Act (MFMA) be approved, table of proposed amendments is attached as annexure (b) and
- (i) Funding and Reserves Policy
 - (ii) Supply Chain Management Policy (incorporating Preferential Procurement)
 - (iii) Borrowings Policy
 - (iv) Petty Cah Policy
 - (v) Credit Control and Debt Collection Policy
 - (vi) Rates Policy
 - (vii) Fleet Management Policy
 - (viii) Cash Management and Investment Policy
- (g) That following budget related policies remain unchanged are effectively applicable as from 1 July 2024 and effective for the coming budget year:
- (i) Virement Policy
 - (ii) Tariff Policy
 - (iii) Unauthorized, irregular or fruitless and wasteful expenditure Policy
 - (iv) Infrastructure Procurement and delivery management procedure manual
 - (v) Contract management Policy
 - (vi) Inventory Management Policy
 - (vii) Debts write-off Policy
 - (viii) Impairment Policy
 - (ix) Lease Policy

- (x) Grant Policy
 - (xi) Budget Policy
 - (xii) Accounts Dispute Resolution Policy
 - (xiii) Refunds Policy
 - (xiv) Customer Care Policy
 - (xv) Indigent Policy
 - (xvi) Assets Management Policy
 - (xvii) Insurance Policy
 - (xviii) Cost Containment Policy
 - (xix) Credit Control and Debt Collection Policy
- (h) That with effect from 1 July 2024 the proposed tariffs for other sundry services as contained in the tariffs of charges be approved.
- (i) Budget for Safe City (municipal entity) is part of 2024/2025 municipal consolidated Schedule, allocations thereof reflected on parent schedule is accordingly approved.
- (j) That authority be granted to the Municipal Manager (Acting) to submit the original budget data strings (ORGB) and Integrated Development Plan (IDP) data strings (PROR into the National Treasury portal.
- (k) That authority is granted to the Municipal Manager (Acting) to publish the Medium-Term Revenue and Expenditure Framework (MTREF) 2024/2025 to 2026/2027 in terms of Chapter 4 of the Municipal Systems Act of 2000 (as amended).
- (l) That authority is granted to the Municipal Manager to publish the budget related policies on Municipal website and in all Municipal buildings to comply with Chapter 4 Municipal Systems Act of 20000 (as amended).

CERTIFIED A TRUE COPY

Silindile Lee Khumalo

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For DEPUTY MUNICIPAL MANAGER: CORPORATE SERVICES

21 May 2024

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