

Hereby it is certified that the following is a true extract of the Minutes of the Council Meeting held on Thursday, 11 June 2020, via Conference Call:

8. FINANCE: APPROVAL OF THE 2020/2021 OPERATING AND CAPITAL BUDGET, FEES, CHARGES, TARIFFS AND BUDGET RELATED POLICIES : (SRV) : 5.1.1.1 (2020/2021) : (DIRECTORATE BUDGET AND TREASURY OFFICE)

9/06.2/2020 (SCM) RESOLUTION

1. That Council approve the 2020/2021 Operational budget expenditure of R819,861,473.00 and the 2020/2021 Operational revenue of R804,866,224 before capital transfers. Capital transfers are budgeted at R61,621,851
2. That Council take note that the budgeted surplus (after non-cash items for provisions was taken into account) will be used to finance capital expenditure to be funded through own revenue. The 2020/2021 budget is funded as per the financial modeling provided by National Treasury.
3. That Council approve the following increases in property rates, fees, charges and tariffs with effect from 1 July 2020 –
 - 3.1 Property rates with approximately 5.00% even after the implementation of a new valuation roll;
 - 3.2 That the ratio to calculate the property rates tariffs for business properties remains 1:1.5. (A ratio of up to 1:2 is acceptable)
 - 3.3 Water tariffs increase with various percentages of 4.8%-5.0% or 0%, based on consumption.
 - 3.4 Sewerage tariffs increase with 4.8%-5.00%;
 - 3.5 Refuse removal fees with approximately 4.8%-5.00%;
 - 3.6 Electricity tariffs with approximately 6.22%. The Inclining Block Tariffs (IBT) will not be implemented from 01 July 2020. Further implementation details will be provided at a later stage by the Director Electro-Mechanical Services. The proposed tariff increase was approved by NERSA.
 - 3.7 All other fees, charges or tariffs with approximately 0% to 5% as set out in the Tariff List.
4. That Council approve the 2020/2021 proposed final capital budget expenditure of R113,936,629 to be financed through –
 - 4.1 Own Operating revenue surpluses (R 47,271,300)
 - 4.2 External loans (R5,000,000) and
 - 4.2 Secured grants from national and provincial government and other organs of state (R61,665,329).
5. That Council approves the following:
 - 5.1 The Tariff Policy
 - 5.2 The Tariff Structures

- 5.3 The Supply Chain Management Policy
 - 5.4 Cash Management and Investment Policy
- 6 That the following budget related policies of Council, that were amended, also be approved –
- 6.1 Virement Policy.
 - 6.2 The Customer Care, Credit Control and Debt Collection
 - 6.3 The Indigent Management Policy
 - 6.4 The Property Rates Policy
7. That Council approved the Procurement Plan for the 2020-2021 Financial year
8. That rebates for retired and disabled persons on property rates (Property Rates Policy) and indigent support on basic services (Indigent Management Policy) for the 2020/2021 financial year be based on the following total monthly income thresholds –
- 8.1 R 0 to R3,720 per month - 100%;
 - 8.2 R3,721 to R4,720 per month - 80%;
 - 8.3 R4,721 to R5,720 per month - 50%; and
 - 8.4 R5,721 to R6,720 per month - 20%.
9. That the Municipal Manager compiles the final Service Delivery and Budget Implementation Plan with measurable performance objectives for revenue from each source and for each vote in the budget, to be submitted to the Mayor within 28 days after Council has approved the final budget.

Note: The DA requested that their vote against the Resolution be noted.

M DODDS
SPEAKER