

**MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF) - BUDGET FOR THE 2020/21 TO 2022/23 FINANCIAL YEARS**

**Resolved (26 June 2020)**

1. That the Executive Mayor recommends that the Council, by resolution taken by the majority of its full number and in terms of Section 30(2) of the Local Government: Municipal Structures Act No. 117 of 1998 (as amended), read in conjunction with Section 24 of the Local Government: Municipal Finance Management Act, Act 56 of 2003, approves the Annual Budget for the 2020/21 financial year and the indicative allocations for the projected outer years 2021/22 and 2022; and the multi-year and single year capital appropriations, as set out in the following tables, including the associated recommendations.
  - a) Consolidated Budget Summary [Table A1]
  - b) Budgeted Financial Performance (revenue and expenditure by standard classification); [Table A2]
  - c) Budgeted Financial Performance (revenue and expenditure by municipal vote); [Table A3]
  - d) Budgeted Financial Performance (revenue by source and expenditure by type); [Table A4]
  - e) Multi-year and single year capital appropriations by municipal vote and standard classification and associated funding by source. [Table A5]
  
2. That the budgeted financial position, budgeted cash flows, cash-backed reserves/accumulated surplus, asset management and basic service delivery targets be noted as set-out in the following tables:
  - a. Budgeted Financial Position; [Table A6]
  - b. Budgeted Cash Flows; [Table A7]
  - c. Cash backed reserves and accumulated surplus reconciliation; [Table A8]
  - d. Asset management; [Table A9]
  - e. Basic service delivery measurement. [Table A10]
  
3. That the tariffs be increased as follows, with effect from 1 July 2020:
 

Property rates	5.25%
Water	8.1%
Sanitation	7%
Refuse	7%
Electricity (average increase in electricity income)	6.25%
Environmental Management Fee	0%

a) Indicative tariffs for 2021/22 and 2022/23 will be increased as follows:

	<u>2021/22</u>	<u>2022/23</u>
Property rates	5.25%	5.25%
Water	7.1%	7.1%
Sanitation	6.5%	6.5%
Refuse	6.5%	6.5%
Electricity (average increase in electricity income)	6.25%	6.25%
Environmental Management Fee	0%	0%

4. That the MIG Budget for 2020/2021 be aligned to the Council resolution 20/05/MM3 of 29 May 2020.
5. That the Sewer Pump Station budget allocation of R2,4m be reduced by R1,1m and be added to container toilets to assist with the bucket eradication.