EXTRACT OF ORDINARY COUNCIL MEETING HELD ON 31 MARCH 2025

25/03/FED8 DRAFT MEDIUM-TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF)-BUDGET FOR 2025/26 TO 2027/28 FINANCIAL YEARS

Resolved (31 March 2025)

1. 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 16 of the Local Government: Municipal Finance Management Act, Act 56 of 2003:

1.1.1 Approves the 2025/26 – 2027/28 Draft Annual Budget, as set out in the
"**Annexure A"** on the following tables:
a) Consolidated Budget Summary [Table A1] [Page 23
b) Budgeted Financial Performance (revenue and expenditure by standard classification); [Table A2] [Page 25]

c) Budgeted Financial Performance (revenue and expenditure by municipal vote); [Table A3] [Page 27]

d) Budgeted Financial Performance (revenue by source and expenditure by type); [Table A4] [Page 28]

e) Multi-year and single year capital appropriations by municipal vote and standard classification and associated funding by source. [Table A5] [Page 30]

1.1.2. 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] [Page 32]
b) Budgeted Cash Flows; [Table A7] [Page 34]
c) Cash backed reserves and accumulated surplus reconciliation; [Table A8] [Page 35]
d) Asset management ; [Table A9] [Page 36]
e) Basic service delivery measurement. [Table A10] [Page 39]

1.1.3. That the tariffs be increased as follows, with effect from 1 July 2025:

Property rates	6%
Water	6.9%
Sanitation	6.9%
Refuse	6.5%
Electricity (average increase in electricity income)	12.74%
Environmental Management Fee	6.5%

a) Indicative tariffs for 2026/27 and 2027/28 will be increased as follows:

	2026/27	**2027/28**
Property rates	6%	6%
Water	6.9%	6.9%
Sanitation	6.9%	6.9%
Refuse	6.5%	6.5%
Electricity (average increase in electricity income)	5.36%	6.19%
Environmental Management Fee	6.5%	6.5%

1.1.4. That the Council approves "Annexure B" which regulates the format of the budget documentation as set out in Schedule A (version 6.9) of the Municipal Budget and Reporting Regulations. This includes the main Tables A1 - A10 as well as the supporting tables SA1 – SA38.

1.1.5. That the Council notes the 2025/26 Draft Capital Expenditure, "Annexure C".

1.1.6. That the Council approves the Draft tariffs, as reflected in "Annexure D", for public participation.

1.1.7. That the Council approves the Draft Budget-Related Policies, as reflected in"Annexure E", for public participation.

1.1.8. That the 2025/26 Draft Procurement Plan be approved "Annexure F".

1.1.9. That the mSCOA road map be approved. "Annexure G".

1.2. That the Draft Annual Budget be submitted to the National Treasury in both printed and electronic format and the relevant Provincial Treasury.