

EXTRACT FROM THE MINUTES OF THE FOURTH COUNCIL MEETING OF PHUMELELA LOCAL MUNICIPALITY THAT WAS HELD ON THE 29TH MARCH 2019 AT 13H00 IN COUNCIL CHAMBER, VREDE.

ITEM 64/03/2019

RE: DRAFT BUDGET 2019 - 2022 FINANCIAL YEAR.

RESOLVED

- That Council note the content of the report on this item
- That council adopts and approves the annual operating and capital budget of the municipality for the 2019/2020 MTRF and the two projected outer years 2020/2021 and 2021/2022 as set out in the following tables:


- Table A1 – Budget Summary
 - Table A2 – Budgeted Financial Performance (revenue and expenditure by standard classification)
 - Table A3 – Budgeted Financial Performance (revenue and expenditure by municipal vote)
 - Table A4 – Budgeted Financial Performance (revenue and expenditure)
 - Table A5 – Budgeted Capital Expenditure by vote, standard classification and funding
 - Table A6 – Budgeted Financial Position
 - Table A7 – Budgeted Cash flows
 - Table A8 – Cash backed reserves/accumulated surplus reconciliation
 - Table A9 – Asset Management
 - Table A10 – Basic Service delivery measurement
- That Council approves and adopts the budget related policies as reviewed by administration

The reviewed policies are as follows:

- Property Rates Policy
- Infrastructure Procurement and Delivery Management Policy (new)
- Tariff Policy
- Indigent Policy (Amended)
- Credit Control (Amended) and Debt Collection Policy
- Supply Chain Management Policy
- Bank and Investment Policy
- Budget and Virements Policy
- Debt Impairment Policy
- SLUMA Tariffs
- Accounting policies
- Travel and Subsistence Policy



- New policies are as follows:
- Infrastructure Procurement and Delivery Management Policy
 - That council approves and adopts the new tariffs for the different services and rates and taxes to be implemented as from the 1 July 2019 as outlined on Annexure A (The increases are as follows:
 - Property Rates 5.6 % (2019/20), 5.4% (2020/21), 5.4% (2021/22)
 - Water 5.6 % (2019/20), 5.4 % (2020/21), 5.4 % (2021/22)
 - Sanitation 5.6 % (2019/20), 5.4 % (2020/21), 5.4 % (2021/2022)
 - Refuse 5.6 % (2019/20), 5.4 % (2021/22), 5.4 % (2021/22)
 - Electricity 5.6 % (2019/20), 5.4 % (2020/21), 5.4 % (2021/22)
 - ❖ Council to note that the electricity tariff is based on the current CPI due to NERSA not realizing the latest benchmark for electricity tariff,
 - That council take notice that the measurable performance objectives must still be determined for the budget year 2019/2020.

Signed By:  Mayor
Cllr T.J. Motung

Date: 29/03/2019