



Dr. Beyers Naudé
MUNICIPALITY | MUNICIPALITEIT | UMASIPALA

DR. BEYERS NAUDÉ LOCAL MUNICIPALITY

MINUTES

VIRTUAL SPECIAL COUNCIL MEETING

MONDAY, 29 MARCH 2021

@ 11H00

SCOUN-
021.2/21

**TABLING AND ADOPTION OF THE DRAFT BUDGET
2021/2022 TO 2023/2024 MTREF:**

The following supporting documents are attached as
ANNEXURES 3 & 3.1 :-

- 2021_22MFMA BUDGET CIRCULAR NO. 108-08/03/2021;
- DBNLM 2021_22 DRAFT BILL OF ALLOCATIONS; and
- PRESENTATION - **To be circulated.**

PURPOSE

The purpose of this report is to table to Council the proposed Draft Budget for the 2021/2022 financial year.

BACKGROUND/INTRODUCTION

The Council must annually table a draft budget before or on the 31st March of every financial year. This draft budget will be subject to public participation and consultation.

CONTENT

The Draft Budget 2021/2022 is herewith tabled to Council.

FINANCIAL IMPLICATIONS

As per draft budget 2021/2022

**MM
ACFO
DCS
DIS
DCOMS**

LEGAL FRAMEWORK

Municipal Finance Management Act, Act 56 of 2003
Municipal Budget and Reporting Regulations

CONCLUSION

The Draft Budget will be made public as required.

COUNCIL RESOLVED

1. The Draft Budget 2021/2022 of the Dr. Beyers Naudé Local Municipality for the financial year 2021/2022 and the indicative allocations for the projected outer years 2022/2023 and 2023/2024; and the multi-year and single year capital appropriations be approved for the purpose of complying with section 24 of the Municipal Finance Management Act (MFMA), Act No. 56 of 2003, as set-out in the following tables:
 - (a) Consolidated Budget Summary – Schedule A1,
 - (b) Budgeted Financial Performance (revenue and expenditure by standard classification) – Schedule A2,
 - (c) Budgeted Financial Performance (revenue and expenditure by municipal vote) – Schedule A3,
 - (d) Budgeted Financial Performance (revenue by source and expenditure by type) – Schedule A4,
 - (e) and Multi-year and single year capital appropriations by municipal vote and standard classification and associated funding by source – Schedule A5,
2. The budgeted financial position, budgeted cash flows, cash-backed reserves/accumulated surplus, asset management and basic service delivery targets be approved as set-out in the following tables: -
 - (a) Budgeted Financial Position – Schedule A6
 - (b) Budgeted Cash Flows – Schedule A7
 - (c) Cash backed reserves and accumulated surplus reconciliation – Schedule A8.
 - (d) Asset management – Schedule A9
 - (e) Basic service delivery measurement – Schedule A10
3. The service tariffs and property rates be increased as per the tariffs schedule with effect from 1 July 2021,

4. The indicative tariffs for 2021/2022 and 2022/2023 be increased as follows: -

	2021/2022	2022/2023	2023/2024
Property rates	3.9%	4.2%	4.4%
Water	3.9%	4.2%	4.4%
Sanitation	3.9%	4.2%	4.4%
Refuse	3.9%	4.2%	4.4%
Electricity	16%	8.9%	8.9%


5. That the detailed capital budget as per Annexure C be approved,

6. That the tariffs, fees and charges as reflected on the tariff list, in terms of Section 30 (2) and (4) of the Local Government: Municipal Structures Act, Act No: 117 of 1998 (as amended), read with Chapter 4 of the Local Government: Municipal Finance Management Act, Act 56 of 2003, be approved with effect 1 July 2020,

7. That interest on overdue accounts be charged at a percentage equal to prime rate plus 1% for the 2021/2022 financial year,

8. That the following reviewed budget related policies be approved: -

- (a) Credit control and debt collection
- (b) Tariff policy
- (c) Supply Chain Management Policy
- (d) Asset management policy
- (e) Cash management, banking & investment policy
- (f) Budget policy
- (g) Virement policy
- (h) Funding and reserve policy
- (i) Borrowing policy
- (j) Indigent support policy
- (k) Rates Policy
- (l) Contract Management Policy
- (m) Unauthorised, Fruitless & Wasteful and Irregular Expenditure policy
- (n) Rewards, gifts and favours policy
- (o) Inventory management policy
- (p) Transport and fleet management policy
- (q) Cost containment policy

	<p>(r) Long term financial planning policy</p> <p>9. That the following draft by-laws be approved and be published for public comments:</p> <ul style="list-style-type: none">(a) Tariff by-law(b) Credit control and debt collection by-law(c) Rates by-Laws	
	<p>I hereby certify that the document is a true reflection of the proceedings during a Virtual Special Council Meeting held on the 29th March 2021.</p> <p> DR E.M. RANKWANA MUNICIPAL MANAGER</p> <p>DATE: 06 APRIL 2021</p>	