

NOTULE : SPESIALE RAADSVERGADERING GEHOU OP DONDERDAG, 31 MEI 2018

7. FINANCE: APPROVAL OF THE 2018/2019 OPERATING AND CAPITAL BUDGET, FEES, CHARGES, TARIFFS AND BUDGET RELATED POLICIES : (SCM) : 6.1.1.1 (2018/19) : (DIRECTORATE BUDGET AND TREASURY)

7/05.1/2018 (SCM) RESOLUTION

1. That Council approve the 2018/2019 Operational budget expenditure of R748,051,179.26 and the 2018/2019 Operational revenue of R711,777,666.74 before capital transfers.
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 2018/2019 budget is funded as per the financial modelling provided by National Treasury.
3. That Council approve the following increases in property rates, fees, charges and tariffs with effect from 1 July 2018 –
 - 3.1 Property rates with approximately 6.0%;
 - 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, based on consumption, due to the implementation of new block water tariffs;
 - 3.4 Sewerage tariffs increase with various percentages, based on the size of the property, due to the implementation of new block tariffs and different percentages for other bulk users;
 - 3.5 Refuse removal fees with approximately 6.00%;
 - 3.6 Electricity tariffs with approximately 6.84%. The Inclining Block Tariffs (IBT) will not be implemented from 01 July 2018. Further implementation details will be provided at a later stage by the Director Electro - Mechanical Services. The proposed tariff increase must still be approved by NERSA.
 - 3.7 All other fees, charges or tariffs with approximately 0% to 10% as set out in the Tariff List.
4. That Council approve the 2018/2019 proposed final capital budget expenditure of R104,150,202 to be financed through –
 - 4.1 Own Operating revenue surpluses (R58,460,860) and
 - 4.2 Secured grants from national and provincial government and other organs of state (R45,689,342).
5. That Council approve the following:
 - 5.1 The Tariff Policy
 - 5.2 The Tariff Structures
 - 5.3 The Customer Care, Credit Control and Debt Collection
 - 5.4 The Indigent Management Policy
 - 5.5 The Property Rates Policy

6. That the following budget related policies of Council, that were amended, also be approved –
 - 6.1 Supply Chain Management Policy of Dawid Kruiper Municipality;
 - 6.2 Virement Policy.
 - 6.3 Cash Management and Investment Policy

7. That rebates for retired and disabled persons on property rates (Property Rates Policy) and indigent support on basic services (Indigent Management Policy) for the 2018/2019 financial year be based on the following total monthly income thresholds –
 - 7.1 R 0 to R3,400 per month - 100%;
 - 7.2 R3,401 to R4,400 per month - 80%;
 - 7.3 R4,401 to R5,400 per month - 50%; and
 - 7.4 R5,401 to R6,400 per month - 20%.

8. 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.