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Umar Banda (X8100)
COUNCIL: 30 March 2017



2. GROUP FINANCIAL SERVICES DEPARTMENT
(BUDGET OFFICE)
PRE-COMMUNITY CONSULTATION BUDGET – DRAFT 2017/18 MEDIUM-TERM
REVENUE AND EXPENDITURE FRAMEWORK FOR THE CITY OF TSHWANE
(From the Mayoral Committee: 20 March 2017)

1. PURPOSE

The purpose of the report is to table the Draft 2017/18 Medium-term Revenue and Expenditure Framework (MTREF) before Council in terms of Section 16(2) of the Local Government: Municipal Finance Management Act, 2003 (Act 56 of 2003) for community consultation.

2. STRATEGIC OBJECTIVE ADDRESSED

"To ensure financial sustainability."

3. BACKGROUND

Section 16(1) of the Municipal Finance Management Act (MFMA) stipulates that the council of a municipality must for each financial year approve an annual budget for the municipality before the start of that financial year. Section 16(2) stipulates that in order to comply with subsection (1), the mayor of the municipality must table the annual budget at a council meeting at least 90 days before the start of the budget year.

Section 22 of the MFMA states that immediately after an annual budget is tabled in a Municipal Council the Accounting officer must make public the annual budget and documents in terms of Section 17; invite the local community to submit representations in connection with the budget; and submit the annual budget to the National Treasury and the relevant provincial treasury in printed and electronic formats.

Section 23(2) of the MFMA stipulates further that "after considering all budget submissions, the Council must give the Executive Mayor an opportunity –

- (a) To respond to the submissions; and
- (b) If necessary, to revise the budget and table amendments for consideration by the council".

The Draft Operating and Capital Budget is tabled to facilitate community participation and encourage discussion with all stakeholders, rather than approval and will be refined to take into account the outcome of the public consultation process.

During consideration of this item by Council on 30 March 2017, and after Councillors RJ Kekana, RT Mashego, KB Disolwane, NM Mhlongo and MMC M Fourie addressed Council on this matter, it was resolved as set out below:

ANNEXURES:

- A. Detail capital projects (City of Tshwane format)
- B. Budget document.
- C. Property Rates tariff.
- D. Electricity tariff.
- E. Water tariff.
- F. Sanitation tariff.
- G. Refuse removal tariff.
- H. Determination notice for various tariffs.
H1 – H21 Proposed tariffs for the 2017/18 financial year.
- I. Tariff Policy
- J. Property Rates Policy and By-laws
- K. Budget Policy

RESOLVED:

1. That the 2017/18 Draft Medium-term Revenue and Expenditure Framework, tabled in accordance with the Municipal Finance Management Act, 2003 (Act 56 of 2003) be considered for the community consultation process.
2. That the proposed tariffs for the 2017/18 financial year as outlined in Annexures C to H be considered for the community consultation process.
3. That the City Manager:
 - 3.1 in accordance with chapter 4 of the Systems Act:
 - (a) make public the annual consolidated operating budget and other documents referred to in section 17(3) of the MFMA;
 - (b) invite the local community to submit representations in connection with the annual consolidated operating budget;
 - 3.2 submit the annual budget:
 - (a) in both printed and electronic formats to the National and Provincial Treasury; and
 - (b) in either format to any prescribed national or provincial organs of state and to such other municipalities as may be affected by the budget.

