

# REPORT OF THE EXECUTIVE MAYOR FOR SUBMISSION TO COUNCIL MEETING

MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK BUDGET 2018/2019, 2019/2020 AND 2020/2021

# 1. EXECUTIVE SUMMARY

The purpose of the report is to seek Council approval on the Medium-Term Revenue and Expenditure Framework Budget 2018/2019, 2019/2020 and 2020/2021 financial year.

### 2. BUSINESS PLAN

None

# 3. COMPLIANCE WITH STRATEGIC OBJECTIVE

Good governance and Municipal financial viability

#### 4. POLICY

**TMDM Budget Policy** 

### ANNEXURE

National Treasury Circular TMDM Reviewed budget policies

## 6. DELEGATED AUTHORITY

Council

## 7. LEGAL REQUIREMENTS

- Local Government: Municipal Finance Management Act No. 56 of 2003
- Local Government: Municipal System Amendment Act No.32 of 2000
- Division of Revenue Act of 2018

### 8. BACKGROUND

In terms of Section 16 of the Municipal Finance Management Act No.56 of 2003-S16 (1) the council of a municipality must for each financial year approve an annual budget for the municipality before the start of the financial year.S16 (2) in order for a municipality to comply with subsection (1), the Executive Mayor of the municipality must table the annual budget at a council meeting at least 90 days before the start of the budget year.

The MTREF Budget 2017/2018 was compiled and aligned to the Integrated Development Plan and the following National Treasury circulars were taken into account:

- Municipal Budget Circular for the 2018/19 MTREF-MFMA Circular No.89
- Municipal Budget Circular for the 2018/19 MTREF-MFMA Circular No.91
- Municipal Budget Circular: Cost containment measure MFMA Circular .82
- Division of Revenue Bill (Gazette 40610)
- MFMA previous guidelines and circular, and
- Municipal Budget and Reporting Regulation

# 9. FINANCIAL IMPLICATIONS

- Total Operating Revenue of R 126,301,878
- Total Operating Expenditure of R 119,938,709 and
- Total Capital Expenditure of R 300 000

# 10. STAFF IMPLICATIONS

None

# 11. RISK IMPLICATIONS

None

## 12. RECOMMENDATION

It is recommended that Council of Thabo Mofutsanyana District Municipality acting in terms of section 24 of the Municipal Finance Management Act ,(Act 56 of 2003) approve the Medium-Term Revenue and Expenditure Framework Budget for the budget period 2018/19,2019/20 and 2020/21

Cllr. M Vilakazi

**Executive Mayor: Thabo Mofutsanyana District Municipality**