

### 3. Council Resolutions – Extract

THE CONTENTS OF THE FOLLOWING EXTRACT FROM THE COUNCIL RESOLUTION TAKEN AT AN ORDINARY COUNCIL MEETING HELD ON 29 MARCH 2018 BE NOTED:

5.1 The Council of Blue Crane Route Municipality, acting in terms of section 16 of the Municipal Finance Management Act, (Act 56 of 2003) take note of the contents of the following budget tables as prepared according to the mSCOA regulation:

5.1. The draft annual budget of the municipality for the financial year 2018/2019 and the multi-year and single-year capital appropriations as set out in the following tables:

- 5.1.1. Budget Summary as contained in BCRM Table A1;
- 5.1.2. Budgeted Financial Performance (revenue and expenditure by functional classification) as contained in BCRM Table A2;
- 5.1.3. Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in BCRM Table A3;
- 5.1.4. Budgeted Financial Performance (revenue and expenditure) as contained in BCRM Table A4; and
- 5.1.5. Budgeted Capital Expenditure by vote functional classification and funding as contained in BCRM Table A5.

5.2. The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:

- 5.2.1. Budgeted Financial Position as contained in BCRM Table A6;
- 5.2.2. Budgeted Cash Flows as contained in BCRM Table A7;
- 5.2.3. Cash backed reserves and accumulated surplus reconciliation as contained in BCRM Table A8;
- 5.2.4. Asset management as contained in BCRM Table A9; and
- 5.2.5. Basic service delivery measurement as contained in BCRM Table A10.

5.3. That the Council take note of the contents of the 2018/2019 draft Capital Budget and the following conditions applicable thereto:

- 5.3.1. that all Capital expenditure will only be considered / approved and processed on the availability of cash flow during the relevant /requested period; and
- 5.3.2. that no request for quotations, requisitions and/or order must be obtained / processed prior the approval of the availability of cash flow for any future capital expenditure.

5.4. That Council take note of all the Supporting documentation included in this draft 2018/2019 MTREF budget reflecting SA1 to SA37, as described by National Treasury.

5.5. That Council take note of recommended tariff structure percentage increases, as follows:

- Rates – 10%; and
- Water; Refuse, Sewer/Sanitation and Sundry – 6%; and
- Electricity – 6.84% depending on NERSA's approval; and

5.6 That Council take note that a provisional increase in salaries of 6% is included in the budget, it be noted no final agreements is entered with the unions, currently SALBC negotiated for 5.9% as at 19 March 2018, pending the final approval

5.7. That Council take note that the budget related policies that are in place, the current status still the same and some still have to be reviewed and adopted before 31 May 2018:

5.8. That Council take note that the procedure manuals that are in place within the Budget & Treasury Office current status still the same and some still have to be reviewed and adopted before 31 May 2018:

5.9. That Council take note of the contents and approve the municipality's draft 2018/2019 Service Level Standards as prescribed by National Treasury.

5.10. That Council take note of the contents and resolves to approve the draft reviewed 2018/2019 Integrated Development Plan (IDP), for public participation.

5.11. That Council take note and approve the 2018/2019 – 2020/2021 Financial Plan that is part of the IDP document under Chapter 7.

5.12. That Council takes into account all comments, objectives and input that will be received after public and stakeholder consultations before the final adoption of the Final 2018/2019 IDP, the Final 2018/2019 SDBIP and Final 2018/2019 MTREF Budget documents by 31 May 2018.


5.13. That Council noted that the abovementioned MTREF Budget, the IDP and the SDBIP will be submitted to National and Provincial Treasury within the prescribed time frames and placed on the municipal website.

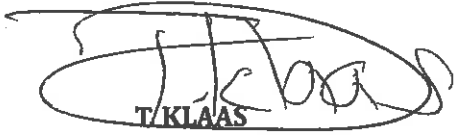
5.14. That Council noted that the following forms part of the abovementioned MTREF Budget document and must be signed by the Mayor, the Municipal Manager and the Director: Finance (CFO):

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|---------------------------------------|---|
| 5.14.1. Mayor's Report                | - signed by the Mayor                       |
| 5.14.2. Executive Summary             | - signed by the Director: Finance (CFO)     |
| 5.14.3. Extract of Council Resolution | - signed by the Mayor and Municipal Manager |
| 5.14.4. Quality Certificate           | - signed by the Municipal Manager           |

5.15. That Council takes note that the mSCOA Implementation Plan progress to date report, as well as the compliance checklist will also accompany the Draft 2018/2019 IDP, MTREF Budget, SDBIP and Service Level Standard documents when submitted to Treasury."

I, B.A. MANXOWENI, THE MAYOR AND T. KLAAS, THE MUNICIPAL MANAGER OF THE BLUE CRANE ROUTE MUNICIPALITY HEREBY DECLARE THAT THE ABOVE IS A TRUE COPY OF THE RESOLUTION TAKEN AT A COUNCIL MEETING HELD ON 29 MARCH 2018.

  
B.A. MANXOWENI  
MAYOR  
DATE: 03/04/2018

  
T. KLAAS  
MUNICIPAL MANAGER  
DATE: 03/04/2018