



Our Reference / Enquiries:
5/1/1 – 2018/2019 & 5/1/R Mr Nigel Delo

EXTRACT FROM THE MINUTES OF A ORDINARY COUNCIL MEETING HELD ON THURSDAY, 28th MARCH 2019, AT 10H10, IN THE COUNCIL CHAMBERS TOWN HALL, SOMERSET EAST

2019/2020 MTREF DRAFT BUDGET AND IDP

Councillors Nkonyeni and Xakaxa respectively proposed that the 2019/2020 MTREF DRAFT BUDGET and IDP be noted.

RESOLVED

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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 version 6.3, for public participation processes:*

5.1. *The draft annual budget of the municipality for the financial year 2019/2020 and the multi-year and single-year capital appropriations as set out in the following tables:*

- 5.1.1. *Budgeted Financial Performance (revenue and expenditure by standard classification) as contained in BCRM Table A2;*
- 5.1.2. *Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in BCRM Table A3;*
- 5.1.3. *Budgeted Financial Performance (revenue by source and expenditure by type) as contained in BCRM Table A4; and*
- 5.1.4. *Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source 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 2019/2020 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 funds as approved in the final budget; and*

5.3.2. that no request for quotations, requisitions and/or order must be obtained / processed prior the approval of the availability of funds for any future capital expenditure.

5.4. That Council take note of all the Supporting documentation included in this draft 2019/2020 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% average but the new valuation roll will allow for different percentage increases as per different increases on the valuations**
The tariff to be determined will be finalised during April 2019 by Council (Cent-in-a-Rand)
- **WATER; REFUSE, SEWER/SANITATION and SUNDRY:- 6%**
- **ELECTRICITY: - 9.41% depending on NERSA's approval**
The electricity pre-paid basic charges as approved by NERSA in June 2018 and noted by Council in June 2018.

5.6 That Council take note that a provisional increase in salaries of 6.5% is included in the budget, but it be noted that it is not the final approved increase as the CPI may differ.

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 2019.

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 2019.

5.9 That Council take note of the contents and approve the municipality's draft 2019/20120 Service Level Standards as prescribed by National Treasury.

5.10 That Council take note of the contents of the draft reviewed 2019/2020 Integrated Development Plan (IDP), for public participation.

5.11 That Council take note of the 2019/2020 – 2021/2022 Financial Plan that is part of the IDP document under Chapter 7, for public participation.

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 2019/2020 IDP, the Final 2019/2020 SDBIP and Final 2019/2020 MTREF Budget documents by 31 May 2019.

5.13 That Council noted that the abovementioned MTREF Budget and the IDP 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):

Mayor's Report	- signed by the Mayor
Executive Summary	- signed by the Director: Finance (CFO)
Extract of Council Resolution	- signed by the Mayor and Municipal Manager
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 that will also accompany the Draft 2019/2020 IDP, MTREF Budget, and Service Level Standard documents when submitted to Treasury.

THE UNDERSIGNED HEREBY CERTIFY THAT THE ABOVE EXTRACT IS A TRUE REFLECTION OF THE COUNCIL RESOLUTION TAKEN ON 28 MARCH 2019:



**B.A. MANXOWENI
MAYOR/SPEAKER**

DATE



**N.B. DELO
ACTING MUNICIPAL MANAGER**

5.4.2019

DATE