



# ENOCH MGIJIMA

LOCAL MUNICIPALITY

DIRECTORATE: CORPORATE SERVICES.

Physical Address: 70 Cathcart Road, Town Hall, Komani 5320

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OUR REFERENCE                      3/1 (N. Xesha)  
YOUR REFERENCE

EXTRACT OF MINUTES OF THE SPECIAL COUNCIL MEETING OF THE ENOCH MGIJIMA MUNICIPAL COUNCIL HELD ON FRIDAY, 29 MARCH 2019 AT 10:00 IN KOMANI TOWN HALL.

## DRAFT MEDIUM TERM REVENUE EXPENDITURE FRAMEWORK BUDGET FOR 2019/20 FINANCIAL RESOLVED

*"1. Council resolves that in terms of section 24 of the Municipal Finance Management Act, 56 of 2003, the draft annual budget of the municipality for the financial year 2019/20 and the indicative allocations for the two projected outer years 2020/21 and 2021/22 and the multi – year and single year capital appropriations are approved as set-out in the following tables:*

- 1.1. *Budgeted Financial Performance (revenue and expenditure by standard classification) **Table A2.***
- 1.2. *Budgeted Financial Performance (revenue and expenditure by municipal vote) **Table A3.***
- 1.3. *Budgeted Financial Performance (revenue and expenditure by source **Table A4.***
- 1.4. *Multi – year and single year Capital appropriations by municipal vote and standard classification and associated funding by source fund **Table A5.***
2. *That the financial position, cash flow, cash – backed reserve/accumulated surplus, asset management and basic service delivery targets are adopted as set - out in the following tables:*
  - 2.1 *Budgeted Financial Position **Table A6***
  - 2.2 *Budgeted Cash Flows **Table A7.***
  - 2.3 *Cash Backed Reserves/accumulated surplus Reconciliation **Table A8.***
  - 2.4 *Asset Management **Table A9.***
  - 2.5 *Basic Service Delivery Measurement **Table A10.***
- 3 *That in terms of section 24(2) (c)(i) and (ii) of the Municipal Finance Management Act, 56 of 2003 and sections 74 and 75A of the Local Government Municipal Systems Act , Act 32 of 2000 as amended, the tariffs for the supply of electricity, waste management services and property rates as set out in **appendix A** that were used to prepare the estimates of revenue by source, are approved with effect from 1 July 2019.*
- 4 *That in terms of section 5 of the Municipal Property Rates Act, 6 of 2004, the rates policy and its bylaw as amended in 2019 and set out in **Appendix B** is approved.*
- 5 *Electricity tariffs be imposed at 9.41% approved by Nersa for bulk purchases with effect 1 July 2019.*
- 6 *Council resolves that all other tariffs and charges reflected in **appendix A** are approved for the budget year.*

- 7 Council resolves that the Electricity tariffs for non-indigent consumers be approved with 9.41% with effect 1 July 2019.
- 8 Council resolves that the monthly electricity tariffs for registered indigents for the financial year be approved as follows:
- |                |                   |
|----------------|-------------------|
| First 50 Kw    | Free              |
| More than 51Kw | Increase of 9.41% |
- 9 Council resolves that the measurable performance objectives for revenue from each source reflected in **table 10** are approved for the budget year.
- 10 Council resolves that the measurable performance objectives for each vote reflected in **section 17** are approved for the budget year 2019/20.
- 11 That in terms of section 24(2) (c)(iv) of the Municipal Finance Management Act, 56 of 2003, the amended Integrated Development Plan as submitted are approved as part of the medium term budget.
- 12 That the **7.0%** provided for salary increases for employees is maintained.
- 13 That indigent income levels are set at the following:
- |                    |        |
|--------------------|--------|
| Destitute indigent | R 1750 |
| Indigent           | R 2540 |
- 14 That in terms of section 24(2) (c) (v) of the municipal Finance Management Act, 56 of 2003, the budget – related policies and by - laws including any amendments as set out in appendix B to the Budget document are approved for the budget year 2019/20.
- 15 That the Draft Budget. for 2019/20 Financial Year, be noted.
- 16 That the public consultations be commenced with on the Draft Budget for 2019/20202 financial year.
- 17 That the public notice be made in the local newspaper and municipal website regarding the Draft Budget for 2019/20 financial year.”

CERTIFIED TRUE COPY OF THE EXTRACT OF MINUTES OF THE SPECIAL COUNCIL MEETING OF THE ENOCH MGIJIMA MUNICIPAL COUNCIL HELD ON FRIDAY, 29 MARCH 2019 AT 10:00 IN KOMANI TOWN.

SPEAKER: B. Van Heerden DATE: 02/04/2019