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**EXTRACT FROM THE MINUTES OF THE THIRD SPECIAL COUNCIL  
MEETING OF PHUMELELA LOCAL MUNICIPALITY HELD ON THE 14<sup>TH</sup> MAY  
2020 AT 11H00 IN THE COUNCIL'S CHAMBER, VREDE  
ITEM 44/2015  
RE: TABLED DRAFT BUDGET FOR 2020/21 TO 2022/23 FINANCIAL YEAR  
RESOLVED**

- That Council note the content of the report on this item
  - That council to consider the Tabled Budget and capital budget of the municipality for the 2020/2021 MTRRF and the two projected outer years 2021/2022 and 2022/2023 as set out in the following tables:
    - Table A1 – Budget Summary
    - Table A2 – Budgeted Financial Performance (revenue and expenditure by standard classification)
    - Table A3 – Budgeted Financial Performance (revenue and expenditure by municipal vote)
    - Table A4 – Budgeted Financial Performance (revenue and expenditure) expenditure)
    - Table A5 – Budgeted Capital Expenditure by vote, standard classification and funding
    - Table A6 – Budgeted Financial Position
    - Table A7 – Budgeted Cash flows
    - Table A8 – Cash backed reserves/accumulated surplus reconciliation
    - Table A9 – Asset Management
    - Table A10 – Basic Service delivery measurement
  - That Council approves and adopt the budget related policies as reviewed by administration
- The reviewed policies are as follows:
- Property Rates Policy
  - Infrastructure Procurement and Delivery Management Policy (new)
  - Tariff Policy
  - Indigent Policy (Amended)
  - Credit Control (Amended) and Debt Collection Policy
  - Supply Chain Management Policy
  - Bank and Investment Policy
  - Budget and Virements Policy
  - Debt Impairment Policy
  - SLUMA Tariffs
  - Accounting policies


- Travel and Subsistence Policy

New policies are as follows:

- Infrastructure Procurement and Delivery Management Policy
- That council approves and adopt the new tariffs for the different services and rates and taxes to be implemented as from the 1 July 2020 as outlined on Annexure A (The increases are as follows:
  - Property Rates 4.5 % (2020/21), 4.6% (2021/22), 4.6% (2022/23)
  - Water 4.5 % (2020/21), 4.6% (2021/22), 4.6% (2022/23)
  - Sanitation 4.5 % (2020/21), 4.6% (2021/22), 4.6% (2022/23)
  - Refuse 4.5 % (2020/21), 4.6% (2021/22), 4.6% (2022/23)
  - Electricity 8.1 % (2020/21), 5.2% (2021/22), 8.9% (2022/23)

- ❖ Council to note that the electricity tariff is based on the current CPI due to NERSA not realising the latest benchmark for electricity tariff;

- That council take notice that the measurable performance objectives must still be determined for the budget year 2020/2021

Signed by  CLLR T.J. Motau  
Mayor

Date 14/05/2020