

COUNCIL RESOLUTION: 25 MARCH 2025

SMC 04/03/2024	
REPORT ON THE DRAFT 2025/26 TO 2027/28 MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK: 2025/26 FINANCIAL YEAR	
EC 15/03/2025 (AGENDA SPECIAL EC 25 MARCH 2025)	
RESOLVED	
1	THAT council approves the draft capital, revenue and expenditure by vote for the 2025/26 financial year.
2	THAT Council takes note that version 6.9 of the mSCOA classification framework was used to prepare the budget.
3	THAT Council takes note of MFMA Budget Circular 129 (attached as <u>pages 558 to 590</u>)
4	THAT the draft annual budget for the financial years 2025/26 to 2027/28 as set out in the following tables and schedules be approved: (i) Budget summary reflected as table A1 (attached as <u>page 402</u>) (ii) Budgeted Financial Performance (revenue and expenditure by standard classification reflected as table A2 (attached as <u>pages 404 to 407</u>) (iii) Budgeted Financial Performance (revenue and expenditure by municipal vote) reflected as table A3 (attached as <u>pages 408 to 413</u>) (iv) Budgeted Financial Performance reflected as table A4 (attached as <u>page 414</u>) (v) Budgeted Capital Expenditure by vote, standard classification and Funding reflected as table A5 (attached as <u>pages 416 to 422</u>) (vi) Budgeted Financial Position reflected as table A6 (attached as <u>page 423</u>) (vii) Budgeted Cash Flows reflected as table A7 (attached as <u>page 424</u>) (viii) Cash backed reserves/ accumulated surpluses reconciliation reflected as table A8 (attached as <u>page 425</u>) (ix) Asset Management reflected as table A9 (attached as <u>page 426 to 428</u>) (x) Basic Service Delivery Measurement reflected as table A10 (attached as <u>page 429</u>) (xi) Supporting information, charts and explanations of trends and anomalies for each table reflected as table SA1 – SA 38 (attached as <u>pages 430 to 536</u>)
5	THAT the draft 2025/26 to 2027/28 capital budget attached as (<u>pages 537 to 538</u>) be approved
6	THAT in terms of section 14 of the Local Government: Municipal Property Rates Act, 2004 (Act 6 of 2004) (MPRA) the assessment rates reflected in Annexure A (attached as <u>pages 539 to 542</u>) be approved for the budget year 2025/26.
7	THAT in terms of section 75A of the Local Government: Municipal Systems Act, 2000 (Act 32 of 2000) the tariffs and charges reflected in Annexure B to G attached as <u>pages 543 to 553</u> be approved for the budget year 2025/26.

8	<p>THAT Council takes note that NERSA has not published its annual municipal tariff guideline document that stipulates the percentage increase municipalities may levy to its electricity consumers, which means that the electricity tariff of 12.7% included will be amended later.</p>																													
9	<p>THAT the proposed water tariff increase of 4.7% be noted subject to final directive by Lepelle-Northern Water.</p>																													
10	<p>THAT Council take note of the proposed changes to the budget related policies attached <u>as pages 591 to 1059.</u></p>																													
11	<p>THAT the following indigent welfare package for 2025/26 be noted:</p> <table border="1" data-bbox="240 465 1437 884"> <thead> <tr> <th data-bbox="240 465 954 544"></th> <th data-bbox="954 465 1206 544">24/25 (Vat excluded)</th> <th data-bbox="1206 465 1437 544">25/26 (Vat excluded)</th> </tr> </thead> <tbody> <tr> <td data-bbox="240 544 954 584">Rates – R100 000</td> <td data-bbox="954 544 1206 584"></td> <td data-bbox="1206 544 1437 584"></td> </tr> <tr> <td data-bbox="240 584 954 618">Valuation</td> <td data-bbox="954 584 1206 618">R66.61</td> <td data-bbox="1206 584 1437 618">R69.94</td> </tr> <tr> <td data-bbox="240 618 954 656">Refuse (up to 500 m²)</td> <td data-bbox="954 618 1206 656">R125.88</td> <td data-bbox="1206 618 1437 656">R132.17</td> </tr> <tr> <td data-bbox="240 656 954 696">Sewerage (up to 500 m²)</td> <td data-bbox="954 656 1206 696">R44.46</td> <td data-bbox="1206 656 1437 696">R46.68</td> </tr> <tr> <td data-bbox="240 696 954 734">Electricity – 50kwh</td> <td data-bbox="954 696 1206 734">R89.77</td> <td data-bbox="1206 696 1437 734">R98.75</td> </tr> <tr> <td data-bbox="240 734 954 775">Water – 6kl</td> <td data-bbox="954 734 1206 775">R174.68</td> <td data-bbox="1206 734 1437 775">R190.40</td> </tr> <tr> <td data-bbox="240 775 954 813">Total indigent package per month</td> <td data-bbox="954 775 1206 813">R501.40</td> <td data-bbox="1206 775 1437 813">R537.94</td> </tr> <tr> <td data-bbox="240 813 954 884"></td> <td data-bbox="954 813 1206 884"></td> <td data-bbox="1206 813 1437 884"></td> </tr> </tbody> </table>				24/25 (Vat excluded)	25/26 (Vat excluded)	Rates – R100 000			Valuation	R66.61	R69.94	Refuse (up to 500 m ²)	R125.88	R132.17	Sewerage (up to 500 m ²)	R44.46	R46.68	Electricity – 50kwh	R89.77	R98.75	Water – 6kl	R174.68	R190.40	Total indigent package per month	R501.40	R537.94			
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