

SMC 27/05/2025**REPORT ON THE FINAL 2025/26 TO 2027/28 MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK: 2025/26 FINANCIAL YEAR****EC 09/05/2025 (AGENDA EC 20 MAY 2025)****RESOLVED**

1.	THAT Council takes note of MFMA Budget circular No.129 and No. 130 attached as (pages 1006 to 1062)																									
2	THAT the Council of MLM takes note that version 6.9 of the mSCOA classification framework was used to prepare the final budget.																									
3	THAT the final capital, revenue and expenditure by vote for the 2025/26 financial year.																									
4	THAT the final annual budget for the financial years 2025/26 to 2027/28 as set out in the following tables and schedules be approved: <ul style="list-style-type: none"> (i) Budget summary reflected as table A1 (attached as page 1251) (ii) Budgeted Financial Performance (revenue and expenditure by standard classification reflected as table A2 (attached as pages 252 to 255) (iii) Budgeted Financial Performance (revenue and expenditure by municipal vote) reflected as table A3 (attached as pages 256 to 261) (iv) Budgeted Financial Performance reflected as table A4 (attached as page 262) (v) Budgeted Capital Expenditure by vote, standard classification and Funding reflected as table A5 (attached as pages 263 to 268) (vi) Budgeted Financial Position reflected as table A6 (attached as page 269) (vii) Budgeted Cash Flows reflected as table A7 (attached as page 270) (viii) Cash backed reserves/ accumulated surpluses reconciliation reflected as table A8 (attached as page 271) (ix) Asset Management reflected as table A9 (attached as pages 272 to 274) (x) Basic Service Delivery Measurement reflected as table A10 (attached as page 275) (xi) Supporting information, charts and explanations of trends and anomalies for each table reflected as table SA1 – SA 38 (attached as pages 276 to 366) 																									
5	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 pages 367 to 370) be approved for the budget year 2025/26.																									
6	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 pages 371 to 395) be approved for the budget year 2025/26.																									
7	THAT Council takes note that a 12.7% increase is maintained from the previous approval. The increase was as published by NERSA..																									
8	THAT the tariff increase of 10.2% be approved as per the final directive by Lepelle-Northern Water.																									
9	THAT Council take note of the proposed changes to the budget related policies (attached as pages 396 to 863)																									
10	THAT the following indigent welfare package for 2025/26 be noted: <table border="1" data-bbox="263 1617 1465 1982"> <thead> <tr> <th></th><th>24/25 (Vat excluded)</th><th>25/26 (Vat excluded)</th></tr> </thead> <tbody> <tr> <td>Rates – R100 000</td><td></td><td></td></tr> <tr> <td>Valuation</td><td>R66.61</td><td>69.48</td></tr> <tr> <td>Refuse (up to 500 m²)</td><td>R125.88</td><td>132.17</td></tr> <tr> <td>Sewerage (up to 500 m²)</td><td>R44.46</td><td>46.37</td></tr> <tr> <td>Electricity – 50kwh</td><td>R89.77</td><td>97.49</td></tr> <tr> <td>Water – 6kl</td><td>R174.68</td><td>192.49</td></tr> <tr> <td>Total indigent package per month</td><td>R501.40</td><td>538.00</td></tr> </tbody> </table>			24/25 (Vat excluded)	25/26 (Vat excluded)	Rates – R100 000			Valuation	R66.61	69.48	Refuse (up to 500 m ²)	R125.88	132.17	Sewerage (up to 500 m ²)	R44.46	46.37	Electricity – 50kwh	R89.77	97.49	Water – 6kl	R174.68	192.49	Total indigent package per month	R501.40	538.00
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11	THAT council approve an introduction of Water Basic Charge as follows:			
	Tariff Name	Proposed Basic Charge		
		Number of consumers	Basic Charge	Total
	INDIGENT WATER CONSUMPTION DOMESTIC	896		-
	INDIGENT WATER CONSUMPTION DOMESTIC MAHWELERENG	874	-	-
	WATER CONS SCHOOLS; CHURCHES; HOSTELS; ETC	87	100	8 700
	WATER CONSUMPTION BUSINESSES	571	280	159 880
	WATER CONSUMPTION DOMESTIC	5 495	100	549 500
	WATER CONSUMPTION DOMESTIC MAHWELERENG	5 228	100	522 800
	WATER CONSUMPTION DOMESTIC REBONE	1 128	100	112 800
	WATER CONSUMPTION FLATS	37	100	3 700
	WATER CONSUPTION DEPARTEMENTAL	72	-	-
	WATER CUNSUMPTION INDUSTRIES	228	280	63 840
	Total	14 616	1 060	1 421 220
	Monthly Revenue			1 421 220
	Annual Revenue			17 054 640
12	THAT council note the Electrical Cost of Supply Study <u>(attached as pages 867 to 875)</u>			
13	THAT council note the updated mSCOA roadmap for 2025/2026 financial year <u>(attached as pages 879)</u>			
14	THAT council note the 2025/26 procurement plan <u>(attached as pages 880 to 882).</u>			