ITEM HEADING/ ITEM-OPSKRIF

C53/2015 CONSIDERATION AND APPROVAL OF THE FINAL BUDGET 2015/2016 AND INDICATIVE FOR THE PROJECTED TWO OUTER YEARS 2016/2017 AND 2017/2018

R53/2015 OORWEGING EN GOEDKEURING VAN DIE FINALE BEGROTING 2015/2016 EN AANDUIDEND VIR DIE GEPROJEKTEERDE TWEE BUITEJARE 2016/2017 EN 2017/2018

[English version of the report is the original / Engelse weergawe van die verslag is die oorspronklike]

PURPOSE OF REPORT

This report serves to submit the 2015/2016 and indicative two outer years annual budget, tariffs, policies as well as the IDP for approval.

DOEL VAN VERSLAG

Hierdie verslag dien as voorlegging van die jaarlikse begroting vir 2015/2016 en twee buitejare, tariewe, beleide asook die GOP vir die Raad vir oorweging.

BACKGROUND

In accordance with section 24 of the Municipal Finance Management Act, No 56 of 2003 the Municipal Council must at least 30 days before the start of the budget year consider approval of the annual budget.

AGTERGROND

Ooreenkomstig Artikel 24 van die Wet op Munisipale Finansiële Bestuur, Wet Nr. 56 van 2003, moet die Munisipale Raad minstens 30 dae voor die begin van die begrotingsjaar goedkeuring van die jaarlikse begroting oorweeg.

LEGAL RESPONSIBILITIES/ WETLIKE VERANTWOORDELIKHEDE

Section 16 of the Municipal Finance Management Act, 56 of 2003 and the Municipal Budget and Reporting Regulations./
Artikel 16 van die Wet op Munisipale Finansiële Bestuur, Wet 56 van 2003 en die Munisipale Begroting- en Verslagdoeningregulasies.

FINANCIAL RESPONSIBILITIES/ FINANSIëLE VERANTWOORDELIKHEDE

As contained in the detail report./ Soos in die volledige verslag vervat.

COMMUNICATION RESPONSIBILITIES/
KOMMUNIKASIEVERANTWOORDELIKHEDE

None./Geen.

RECOMMENDATION TO COUNCIL :

1. **That Council resolves that the Annual Operating Budget of the municipality for the financial year 2015/2016 and indicative for the two projected Outer Years 2016/2017 and 2017/2018 be approved as set out on Tables A1, A2, A3 and A4.(pages 8 - 13).**

2. **That Council resolves that the Annual Capital Budget of the municipality for the financial year 2015/2016 and indicative for the two projected Outer Years 2016/2017 and 2017/2018 be approved as set out on Tables A1, A5 and SA36.(pages 8, 15, and 77).**

3. **That Council resolves that the Monthly Cash Flow Forecasts with appropriate amendments be approved as the Cash Flow Budget of the Council for the 2015/2016 financial year as set out on Tables A1and A7. (Pages 8 and 19).**

4. **That Council resolves to adopt the Integrated Development Plan.**

5. **That Council resolves to adopt the "Spatial Development Framework" as part of the Integrated Development Plan, as regulated by the Municipal Systems Act (Act 32 of 2000), a directed in terms of Section 22 of the Bill on the Land Use Planning Act.**

6. **That Council resolves to adopt the "Disaster Management Plan" as part of the Integrated Development Plan, as regulated by the Municipal Systems Act (Act 32 of 2000).**

7. **That Council resolves that the Tariff Charges are approved for the Financial Year 2015/2016. (Annexure A).**

8. **That the Final Monthly Indigent Subsidy in respect of 6kl Water, 70KwH Electricity, Refuse, Sewer and Informal Settlement Plot Rental (where applicable) are approved and that the applicable free basic services subsidies be calculated on the approved tariffs for the applicable services and measurable units.**

9. **The first R100,000 on all residential properties are exempt from property rates for persons older than 60 years of age and earning less than R6400 per month. The exemption is also applicable to all households earning less than R4801.**

10. **That it be noted that "Unfunded Functions" and "Underfunded Functions" are fully budgeted for at present service levels and in respect of Housing.**

11. **That note is taken that Internal Division of Costs(Departmental Charges) are calculated based on expected budgeted time spent, measurable units/quantities, cost, and that tariffs are determined accordingly.**

12. **That Council resolves the following Amendments to the Policies as per Annexure B**

1. **Credit Control and Debt Collection Policy**
2. **Supply Chain Management Policy**
3. **Rates Policy**
4. **Tariff Policy**
5. **Virement Policy**

AANBEVELING AAN RAAD :

1. **Dat die Raad besluit dat die Jaarlikse Bedryfsbegroting van die munisipaliteit vir die finansiële jaar 2015/2016 en aanduidend vir die twee geprojekteerde buitejare 2016/2017 en 2017/2018 soos uiteengesit in Tabelle A1, A2, A3 en A4.(bladsye 8 - 13) goedgekeur word.**

2. **Dat die Raad besluit dat die Jaarlikse Kapitaalbegroting van die munisipaliteit vir die finansiële jaar 2015/2016 en aanduidend vir die twee geprojekteerde buitejare 2016/2017 en 2017/2018 soos in Tabelle A1, A5 en SA36 (bladsye 8, 15, en 77) uiteengesit, goedgekeur word.**

3. **Dat die Raad besluit dat die Maandelikse Kontantvloeivooruitskattings met gepaste wysigings as die Kontantvloeibegroting van die Raad vir die 2015/2016 finansiële jaar soos in Tabelle A1 en A7 (Bladsye 8 en 19) uiteengesit, goedgekeur word.**

4. **Dat die Raad besluit om die Geïntegreerde Ontwikkelingsplan te aanvaar.**

5. **Dat die Raad besluit om die "Ruimtelike Ontwikkelingsraamwerk" te aanvaar as deel van die Geïntegreerde Ontwikkelingsplan, soos gereël deur die Wet op Munisipale Stelsels (Wet 32 van 2000), soos bepaal ingevolge Artikel 22 van die Wetsontwerp op die Grondgebruikbeplanningswet.**

6. **Dat die Raad besluit om die "Rampbestuursplan" te aanvaar as deel van die Geïntegreerde Ontwikkelingsplan, soos bepaal deur die Wet op Munisipale Stelsels (Wet 32 van 2000).**

7. **Dat die Raad besluit dat die Tariewegelede goedgekeur word vir die Finansiële Jaar 2015/2016. (Bylae A).**

8. **Dat die Finale Maandelikse Behoeftigesubsidie ten opsigte van 6kl Water, 70KwH Elektrisiteit, Vullis, Riool en Informele Nedersetting Erfhuur (waar van toepassing) goedgekeur word en dat die toepaslike gratis basiese dienstesubsidies bereken word op die goedgekeurde tariewe vir die toepaslike dienste en meetbare eenhede.**

9. **Dat die eerste R100,000 op alle residensiële eiendomme vrygestel is van eiendomsbelasting vir persone ouer as 60 jaar wat minder as R6400 per maand verdien. Die vrystelling is ook van toepassing op alle huishoudings wat minder as R4801 verdien.**

10. **Dat kennis geneem word dat daar ten volle begroot is vir "Onbefondsde Funksies" en "Onderbefondsde Funksies" teen huidige diensvlakke en ten opsigte van Behuising.**

11. **Dat kennis geneem word dat Interne Kosteverdeling (Departementele Gelde) bereken word op verwagte begrote tyd bestee, meetbare eenhede/hoeveelhede, koste, en dat tariewe dienooreenkomstig bepaal word.**

12. **Dat die Raad besluit dat die onderstaande Wysigings aan die Beleide soos vervat in Bylae B goedgekeur word**

    1. **Kredietbeheer- en Skuldinvorderingsbeleid**
    2. **Voorsieningskanaalbestuursbeleid**
    3. **Eiendomsbelastingbeleid**
    4. **Tariewebeleid**
    5. **Virementbeleid**

RUN-UP TO DECISION-MAKING

Councillor M Koegelenberg proposed on behalf of the Coalition that the Budget as presented, be accepted.

Proposal seconded by Councillor PU Stanfliet.

A counter proposal was made by Alderman C November on behalf of the ANC, namely that the ANC cannot support the budget because of the following reasons:

- *Current proposed rates are way above the inflation rate.*
- *Those who actually pay their municipal bills are being punished.*
- *TWK must expand the income base by providing housing for backyard dwellers.*
- *Backyard dwellers must be acknowledged.*
- *47% of the indigent grant is spend on indigents, but what happens to the other 52%? The indigent policy must be reviewed.*
- *The call out rate is not consumer friendly and affordable for the community as debated in the Workshop.*

Proposal seconded by Councillor MR Nongxaza.

Voting subsequently took place by a show of hands:

Proposal Councillor M Koegelenberg and seconded by Councillor PU Stanfliet: 13 votes

Proposal Alderman C November, seconded by Councillor MR Nongxaza: 9 votes

AANLOOP TOT BESLUITNEMING

Raadslid M Koegelenberg stel namens die Koalisie voor dat die Begroting soos voorgehou, aanvaar word.

Voorstel gesekondeer deur Raadslid PU Stanfliet.

'n Teenvoorstel word deur Raadsheer C November ingedien namens die ANC dat die ANC nie die begroting kan ondersteun nie as gevolg van die volgende redes:

- *Huidige voorgestelde belasting is ver bo die inflasiekoers.*
- *Diegene wat wel hulle munisipale rekeninge betaal, word gestraf.*
- *TWK moet die inkomstebasis uitbrei deur behuising aan agterplaasbewoners te verskaf.*
- *Agterplaasbewoners moet erken word.*
- *47% van die behoeftigetoelaag word bestee aan behoeftiges, maar wat gebeur met die ander 52%? Die behoeftigebeleid moet hersien word.*
- *Die uitroepkoers is nie gebruikersvriendelik en bekostigbaar vir die gemeenskap nie, soos in die Werkswinkel gedebatteer.*

Voorstel word gesekondeer deur Raadslid MR Nongxaza.

Daarna word oorgegaan tot stemming deur die opsteek van hande :

Voorstel Raadslid M Koegelenberg en gesekondeer deur Raadslid PU Stanfliet : 13 stemme

Voorstel Raadsheer C November, gesekondeer deur Raadslid MR Nongxaza : 9 stemme.

RESOLVED BY COUNCIL : 28 MAY 2015

On proposal by Councillor M Koegelenberg and seconded by Councillor PU Stanfliet, it is resolved :

1. **That Council resolves that the Annual Operating Budget of the municipality for the financial year 2015/2016 and indicative for the two projected Outer Years 2016/2017 and 2017/2018 be approved as set out on Tables A1, A2, A3 and A4.(pages 8 - 13).**
2. **That Council resolves that the Annual Capital Budget of the municipality for the financial year 2015/2016 and indicative for the two projected Outer Years 2016/2017 and 2017/2018 be approved as set out on Tables A1, A5 and SA36.(pages 8, 15, and 77).**
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7. **That Council resolves that the Tariff Charges are approved for the Financial Year 2015/2016. (Annexure A)**.

8. **That the Final Monthly Indigent Subsidy in respect of 6kl Water, 70KwH Electricity, Refuse, Sewer and Informal Settlement Plot Rental (where applicable) are approved and that the applicable free basic services subsidies be calculated on the approved tariffs for the applicable services and measurable units.**

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For finalization by the Director : Financial Services, Mr. D Louw.

BESLUIT DEUR RAAD : 28 MEI 2015

Op voorstel van Raadslid M Koegelenberg, gesekondeer deur Raadslid PU Stanfliet, word as volg besluit :

1. **Dat die Raad besluit dat die Jaarlikse Bedryfsbegroting van die munisipaliteit vir die finansiële jaar 2015/2016 en aanduidend vir die twee geprojekteerde buitejare 2016/2017 en 2017/2018 soos uiteengesit in Tabelle A1, A2, A3 en A4.(bladsye 8 - 13) goedgekeur word.**

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7. **Dat die Raad besluit dat die Tariewegelede goedgekeur word vir die Finansiële Jaar 2015/2016. (Bylae A)**.

8. **Dat die Finale Maandelikse Behoeftigesubsidie ten opsigte van 6kl Water, 70KwH Elektrisiteit, Vullis, Riool en Informele Nedersetting Erfhuur (waar van toepassing) goedgekeur word en dat die toepaslike gratis basiese dienstesubsidies bereken word op die goedgekeurde tariewe vir die toepaslike dienste en meetbare eenhede.**

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    5. **Virementbeleid**

Vir afhandeling deur die Direkteur : Finansiële Dienste, Mnr. D Louw.

T. VERDAGING / ADJOURNMENT

Die vergadering verdaag om 14:20.
The meeting was adjourned at 14:20.

NOTULE BEKRAGTIG OP DIE …….. DAG VAN

…… AS PRIMA FACIE BEWYS VAN DIE JUISTHEID DAARVAN.

MINUTES CONFIRMED ON THE …….. DAY OF

…… AS PRIMA FACIE EVIDENCE OF ITS CORRECTNESS.

…… **……**
SPEAKER **DATUM/DATE**

OPGESTEL EN BYGEHOU DEUR : **…….**
COMPILED AND RECORDED BY **M STAAL**
SEKRETARIAATDIENSTE
SECRETARIAT SERVICES