

117. **TABLING OF THE 2023/24 MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF)**
(Directorate: Budget and Treasury) VM

PURPOSE OF THE REPORT

The requirements for the compilation and submission of the Budget are contained in Chapter 4 of the MFMA and Municipal Budget and Reporting Regulations.

The purpose of this report is to table the 2023/24 MTREF to Council for approval in accordance with section 24 of the Municipal Financial Management Act 56 of 2003 (MFMA) and Municipal Budget and Reporting Regulations (MBRR).

RESOLVED:

ACTION

1. That the Council approves the multi-year annual capital and operating budget for the 2023/24 financial year of R8 billion and the two outer years of R8,4 billion, R8,6 billion (2024/25 and 2025/26) as set out in A1 Schedule as Annexure A of the report: - CC
 - 1.1 Table A1 – Budget Summary;
 - 1.2 Table A2 – Budgeted Financial Performance;
 - 1.3 (Revenue and expenditure by standard classification);
 - 1.4 Table A3 – Budgeted Financial Performance;
 - 1.5 (Revenue and expenditure by municipal vote);
 - 1.6 Table A4 – Budgeted Financial Performance;
 - 1.7 (Revenue and Expenditure);
 - 1.8 Table A5 – Budgeted Capital Expenditure by Vote;
 - 1.9 (Standard classification and funding);
 - 1.10 Table A6 – Budgeted Financial Position;
 - 1.11 Table A 7 – Budgeted Cash Flows;
 - 1.12 Table A8- Cash backed reserves / accumulated Surplus reconciliation;
 - 1.13 Table 9 – Asset Management;
 - 1.14 Table 10 – Basic Delivery measurement;
2. That the budget as proposed include the budget for the Rustenburg Water Services Trust, in Annexure “E of the report – RWST budget”; CC
3. That Council takes note that for the 2023/24 – 2025/26 Medium Term Revenue and Expenditure Framework (MTREF) financial years the Revenue and expenditure budget proposed has a surplus of R1,1 billion, R1,1 billion and R1,5 billion respectively; CC
4. That in terms of section 74 of the Local Government Municipal System Act, all consumptive tariffs, Rates, basic charges as proposed be approved for implementation from the 01 July 2023, and are attached as Annexure “B of the report – TARIFF BOOK”; CC

K.M

(3)

5. That the unspent conditional grant at the end of 2022/23 not be committed to expenditure until approval has been obtained from National and Provincial Treasury in accordance with directives from National Treasury Circulars; BTO
DTIS
PMU
DRT
DCD
6. That the following proposed budget related policies with amendments be approved for implementation on the 01 July 2023. Policies are attached as Annexure "D" of the report; CC
- 6.1 Budget Related Policies with Amendments
- Assets Management Policy
 - Supply Chain Management Policy
 - Tariffs Policy
 - Property rates Policy
 - Indigent Policy
 - Travelling and Subsistence Policy
 - Study Aid Policy
 - Bereavement Policy for Serving and Former Councilors Policy;
- 6.2 Budget Related Policies with no Amendments
- Accelerate Economic Empowerment and Transformation Policy
 - Borrowing Policy
 - Budget Policy
 - Cash Management and Investment Policy
 - Cost Containment Policy
 - Commitment Policy
 - Contract Management Policy
 - Credit Control and Debt Collection Policy
 - Electrical Engineering Contributions Policy
 - Expenditure Management Policy
 - Funds and Reserves Policy
 - Insurance Claims Policy and Procedure
 - Insurance Claims and Loss Control Committee Policy
 - Inventory Policy
 - Investment Incentives Policy
 - Petty Cash Management Policy.
 - Rewards, Gifts and Favor Policy.
 - Unauthorized, Irregular and Fruitless and Wasteful Policy
- 6.3 Budget Related Policies New
- Preferential Procurement Policy

K.M

(4)

7. That MFMA budget circulars from National Treasury be considered as Annexure "F" and "G" of the report; CC
8. That the 2023/24 Medium Term Revenue and Expenditure (MTREF) Forecasts electronic formats be submitted to National Treasury and Provincial Treasury; BTO
9. That the MTREF Budget together with the tariffs, budget Related policies be placed on the municipal website and be published in terms of Section 21A and B of the Municipal Systems Act as well as the MFMA and applicable regulations; BTO
10. That the notice, invitation for public participation and public comments attached as Annexure "J" to the report, be considered; CC
11. That the budget per municipal directorate according to our internal municipal structure be considered as Annexure "H of the report;" CC
12. The National Treasury assessment attached as Annexure "I" to the report, be considered; CC
13. That the Long-Term Financial Plan attached as Annexure "K" of the report be considered. CC
14. That the maintenance budget be increased by 2% now, and a further 4% during the adjustments budget; BTO
15. That Procurement and Maintenance Plans be submitted to Council before the beginning of the 2023-2024 financial year; DIRS
16. That a Grant Spending Plan be submitted at the next ordinary Council sitting; DIRS
17. That the Bereavement Policy be repealed, to be replaced by a Civic Funeral Policy, a draft of which to be presented at the next Ordinary Council Sitting; DPS
18. That Council note the proposed budget for the Rustenburg Water Services Trust (RWST) as contained in Annexure "E" of the report, does not comply with Sections 17 and 87 of the MFMA read with Chapter 3 of the Municipal Budget & Reporting Regulations (MBRR), and Schedule D of the MBRR, and is not mSCOA compliant; CC
19. That the Rustenburg Water Services Trust (RWST) be directed to submit an mSCOA compliant adjustments budget and budget in future; OMM
20. That the revised electricity tariffs be subject to public participation; BTO
OSP

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- 21. That Council takes note that the directorates Budget & Treasury Office, Technical and Infrastructure Services and Local Economic Development will be undertaking on a benchmarking exercise on the issue of the Standard Transfer Specification (STS) meters as raised in the National Treasury Circular 123 at the City of Cape Town Metro. CC

NB: ECONOMIC FREEDOM FIGHTERS REQUESTED A 30 MINUTES CAUCUS WHICH THE SPEAKER GRANTED

- THAT THE ECONOMIC FREEDOM FIGHTERS REJECT THE 2023/24 MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF)
- THAT THE DEMOCRATIC ALLIANCE DOES NOT ALIGN ITSELF WITH THE BUDGET DUE TO THE LACK OF PUBLIC PARTICIPATION PROCESSES, LACK OF CREDIBILITY AND SUSTAINABILITY OF THE BUDGET
- THAT THE FREEDOM FRONT PLUS DOES NOT SUPPORT THE BUDGET
- THAT THE TSOGANG CIVIC MOVEMENT DOES NOT SUPPORT THE BUDGET

118. **REPORT ON WITHDRAWALS FROM MUNICIPAL BANK ACCOUNT FOR THIRD QUARTER OF THE 2022 / 23 FINANCIAL YEAR (JANUARY 2023 TO MARCH 2023)**
 (Directorate: Budget and Treasury Office) (BR)

PURPOSE OF THE REPORT

The purpose of the report is to provide report on withdrawals made from the Municipal bank account for the Third Quarter of the 2022 / 23 financial year.

RESOLVED:

ACTION

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| 1. The report on WITHDRAWALS FROM MUNICIPAL BANK ACCOUNT FOR THE THIRD QUARTER OF THE 2022 / 2023 FINANCIAL YEAR (JANUARY 2023 TO MARCH 2023), be noted by Council; | CC |
| 2. Council takes note of the late tabling of the report to Council and its late submission to the National and Provincial Treasuries and the Auditor General South Africa (AGSA); | CC |
| 3. That a copy of the report be submitted to National and Provincial Treasuries and the AGSA, as prescribed by Section 11(4) of the Municipal Finance Management Act (MFMA); | BTO |

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