

BA-PHALABORWA MUNICIPALITY

EXTRACT OF THE SPECIAL **COUNCIL** MINUTES OF THE BA-PHALABORWA MUNICIPALITY WHICH WAS HELD ON THE **27TH MARCH 2024**

TO	INSTRUCTION	INITIALS	DATE

750/24 SETTLEMENT DISCOUNT – 12037

(18/17/1) (27 MARCH 2024)

RESOLUTION

That Council note and grant approval of a settlement discount amounting to **R 58 172.55** of which **R 42 639.82** is the interest portion and the **R 15 532.74** as other services.

751/24 SETTLEMENT DISCOUNT – 13196

(18/17/1) (27 MARCH 2024)

RESOLUTION

That Council note and grant approval of a settlement discount amounting to **R 73 160/40** of which R 18 890.07 is the interest portion and the **R 54 270.33**

752/24 SETTLEMENT DISCOUNT – 16015

(18/17/1) (27TH MARCH 2024)

RESOLUTION

That Council note and grant approval of a settlement discount amounting to **R 93 689.89** of which **R 69 497.80** is the interest portion and the **R 24 192.09**.

753/24 SETTLEMENT DISCOUNT – 27166

(18/17/1) (27TH MARCH 2024)

RESOLUTION

That council note and grant approval of a settlement discount amounting to **R 72 754.36** of which **R 22 725.02** is the interest portion and the **R 50 029.34**.

754/24 SETTLEMENT DISCOUNT – 49134

(18/17/1) (27TH MARCH 2024)

RESOLUTION

That Council note and grant approval of a settlement discount amounting to **R 48 959.58** of which **R 6445.90** is the interest portion and the **R 42 513.68**.

755/24 UNKNOWN DEPOSIT METHODOLOGY IN 23/24 FINANCIAL YEAR

(6/13/6) (27TH MARCH 2024)

RESOLUTION

That council note and grant approval of the Methodology on Unknown deposit.

756/24 IRREGULAR EXPENDITURE FOR PERIOD ENDED 29 FEBRUARY 2024

(6/13/6) (27TH MARCH 2024)

RESOLUTION

1. That the Council note the irregular expenditure of **R 14,050,137** incurred due to contravention of regulations.
2. That Council approve the amount of **R 14,050,137** and write off the irregular expenditure as irrecoverable after an investigation by council committee
3. That the report be sent to the MEC responsible for Cooperative Governance Human Settlement and Traditional Affairs and the Auditor General of South Africa

757/24

SPECIAL ADJUSTMENT BUDGET

(6/1/1) (27TH MARCH 2024)

RESOLUTION

Council resolved that the Special Adjustment and MTREF and its supporting tables of the Ba-Phalaborwa Municipality (LIM334) for the financial year 2023/24; be approved as set out on the following tables:

Table B1 Special Adjustment budget summary

Table B2 Special Adjustment budget financial performance – Standard Classification

Table B3 Special Adjustment budget financial performance – Revenue and Expenditure by Municipal Vote

Table B4 Special Adjustment budget financial performance – Revenue and Expenditure

Table B5 Special Adjustment budget Capital Expenditure- Vote

Table B6 Special Adjustment Budget Financial Position

Table B7 Special Adjustment Budget Cash Flows

Table B8 Cash backed reserves/accumulated surplus reconciliation.

Table B9 Asset Management

2.2 Special Adjustment permitted in terms of Section 28 (2) of MFMA

Council resolved that the total budgeted annual Revenue increased from R678, 9 million to R687, 1 million which excludes capital grant be approved.

Council resolved that the total budgeted annual operating Expenditure remained unchanged at R R764, 4 million be approved.

Council resolved that the total budgeted Capital expenditure remained unchanged at R49 million be approved.

758/24 DRAFT ANNUAL BUDGET 2024/25
(6/1/1) (27TH MARCH 2024)
RECOMMENDATION

The Council of Ba-Phalaborwa Local Municipality in its seating on the 27th of March 2024 resolved as follows with regard to the annual Budget for 2024/25 Medium-Term Revenue and Expenditure Framework:

2.1. ANNUAL BUDGET FOR 2024/25 MTREF

Council resolved that the annual budget and MTREF and its supporting tables of the Ba-Phalaborwa municipality for the financial year 2024/25; be approved as set out in the following tables:

Table MBRR A1 Budget Summary Table MBRR A2 Revenue and expenditure by functional classification Table MBRR A3 Budgeted financial performance (Revenue and Expenditure by Municipal Vote) Table MBRR A4 Budgeted financial performance (Revenue and Expenditure) Table MBRR A5 Budgeted capital expenditure Table MBRR A6 Financial position Table MBRR A7 Budget cash flows Table MBRR A8 Cash backed reserves, accumulated surplus reconciliation. Table MBRR A9 Asset Management, Table MBRR A10 Basic service delivery measures

2.2. ANNUAL BUDGET SUPPORT TABLES FOR 2024/25 MTREF

That the Annual budget of Ba-Phalaborwa municipality for the financial year 2024/25; and indicative figures for the two projected outer years 2025/26 and 2026/27 be approved as set-out in the following supporting tables:

Table MBRR SA1 Supporting details to budgeted financial performance. Table MBRR SA2 Consolidated Matrix Financial performance Table MBRR SA3 Budgeted financial position. Table MBRR SA7 Measurable performance objective Table MBRR SA8 Performance indicators and benchmark Table MBRR SA9 Social, economic and demographic statistics and assumptions Table MBRR SA10 Funding Measurements Table MBRR SA11 Property rates summary, Table MBRS 12&13 Property rates category Table MBRR SA14 Household bills Table MBRR SA15 Investment particulars Table MBRR SA16 Investment particulars by maturity Table MBRR SA17 Borrowing Table MBRR SA20 Reconciliation of transfer, grant receipt and unspent funds Table MBRR SA21 Transfer and grants made by the municipality. Table MBRR SA22 Summary of councillor and staff benefits Table MBRR SA23 Salaries, allowances & benefits Table MBRR SA25 Budgeted monthly revenue and expenditure (Standard Item) Table MBRR SA26 Budgeted monthly revenue and expenditure (Municipal vote) Table MBRR SA27 Budgeted monthly revenue and expenditure (functional classification) Table MBRR SA28 Budgeted monthly capital expenditure (Municipal vote) Table MBRR SA29 Budgeted monthly capital expenditure (functional classification) Table MBRR SA30 Budgeted monthly cash flow. Table MBRR SA33 Contract having future budgetary implications. Table MBRR SA34 Capital expenditure by asset classification

Table MBRR SA35 Future financial implications of the capital budget Table MBRR SA36 Detailed capital budget Table MBRR SA37 Detailed capital projects delayed from previous financial. Table MBRR SA38 Consolidated detailed operational projects.

2.3. Property Rates and other municipal tax

Council resolves that property rates and other municipal tax as reflected on Tariff Schedule are imposed for the budget year 2024/25

2.4. Tariffs and charges

Council resolves that the tariffs and charges reflected on Tariff Schedule are approved for 2024/25 budget year be adopted for implementation.

2.5. Integrated Development Plan

Council resolves that the Integrated Development Plan be approved with this budget.

2.6. Credit Control, Debt Collection

Council resolves that the credit control, debt collection and Consumer Care Policies be approved for 2024/25 financial year.

2.7. Indigent Policies

Council resolves that the Indigent Household Consumers Subsidy Policy be approved for 2024/25 financial year.

Indigent Support

2.7.1. Council resolves to support indigents households approved as per adopted indigent household consumer policy.

2.7.2. Council further resolves that, in the event that the total subsidy in respect of approved indigents exceeds the budgeted amount, the excess amount be re-allocated from the current provision for bad debts to the relevant indigent subsidies, in view of the fact that the current bad debt is adequately provided for and the resolution related to the approval of the Indigent Policy will remain intact.

2.7.3. Council resolves that for the 2024/25 financial year the indigents are subsidized as set out in adopted Household Consumer and Subsidy Policy and that the subsidy will consist of the following:

1. 6 kl of water per indigent household per month, where metered, alternatively the flat rate levied.
2. 50 kw of electricity per indigent household per month, where metered, alternatively the flat rate levied.
3. 100% Free refuse removal from residential stands in accordance with the Tariff Schedule
4. 100% Free sewer services to residential stands in accordance with the municipality's Tariff Schedule

5. Payment of Rates and Taxes on a residential property in accordance with the municipality's Property Rates and Tariff Policies

6. Payment of rental on council-occupied residential property in accordance with the municipality's Tariff Policy

ANNUAL BUDGET RELATED POLICIES

Council resolves that the following 2024/25 Annual budget related policies and By-laws be approved:

1. Property Rates Policy
2. Tariff Policy
3. Credit Control and Debt Collection By-law
4. Indigent Policy
5. Indigent Subsidy By-law
6. Supply chain management policy
7. Virement policy
8. Budget policy
9. Petty Cash policy
10. Asset Management Policy
11. Bad Debts Write Off
12. Deposit & Refund Policy
13. Cash management and Investment Policy
14. Fleet management Policy
15. Unknown Deposit Policy
16. Electricity Supply By-law
17. Subsistence and travelling Policy
18. Customer care Policy and Service Standards
19. Inventory Management Policy
20. Model SCM Policy for Infrastructure Procurement and Delivery Management
21. Unauthorized, Irregular, Fruitless and Wasteful Expenditure Policy
22. Cost Containment Policy
23. Gifts, Donations and Sponsorship policy
24. Property Rates By-laws

25. Tariff Book

Draft Procurement Plan 2024-25

Council resolves that Draft Procurement Plan 2024/25 be approved.