

CONFIDENTIAL

**AGENDA
for a SPECIAL MEETING
(2017/2018 ANNUAL
BUDGET)**

**MANGAUNG
METROPOLITAN
MUNICIPAL COUNCIL**

**COUNCIL CHAMBERS
FIRST FLOOR
BRAM FISCHER BUILDING
BLOEMFONTEIN**

**WEDNESDAY
MAY 31, 2017
AT 10:00**

**MANGAUNG
METROPOLITAN
MUNICIPALITY**



MANGAUNG METROPOLITAN MUNICIPALITY**Bram Fischer Building
BLOEMFONTEIN****MAY 24, 2017****ALL MEMBERS OF THE METROPOLITAN MUNICIPAL COUNCIL OF THE
MANGAUNG METROPOLITAN MUNICIPALITY**

Ladies and gentlemen

Notice is hereby given in terms of the provisions of
Section 29(2) of the Local Government:
Municipal Structures Act, 1998 (Act No 117 of 1998) and
Rule 5.1 of the Council's Standing Rules and Orders that

**SPECIAL MEETING OF THE
MANGAUNG METROPOLITAN MUNICIPAL COUNCIL**

will be held in the

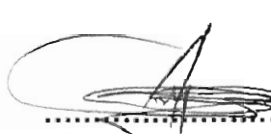
**COUNCIL CHAMBER
FIRST FLOOR
BRAM FISCHER BUILDING
BLOEMFONTEIN**

On

WEDNESDAY, MAY 31, 2017

at 10:00

To consider the items as set out in this agenda.


.....
**CITY MANAGER
ADVOCATE TB MEA**
.....
**SPEAKER
COUNCILLOR MA SIYONZANA**

Note by Secretariat**1. Attendance Register:**

Every member attending a meeting shall sign his/her name in the attendance register kept for this purpose before the commencement of the meeting.

2. Leave Register:

In order to streamline administrative processes Councillors are friendly requested to submit applications for leave of absence in the appropriate register kept for this purpose. Members are requested to fill in this register 12 hours before the commencement of the meeting (Rule 22.2) (Yellow Form).

3. Name-plates:

Councillors are friendly requested to please take along their name-plates and to display it throughout the meeting.

4. Apologies during the course of the Council meeting:

Councillors are friendly requested to complete in full and submit the relevant apology form for this purpose (Yellow Form).

5. Code of Conduct:

Councillors are reminded of item 3, Schedule 1 of the Code of Conduct for Councillors which reads as follows, namely:

Attendance at Meetings: A councillor must attend each meeting of the municipal council and of a committee of which that councillor is a member, except when:

- (a) leave of absence is granted in terms of an applicable law or as determined by the rules and orders of the council; or
- (b) that councillor is required in terms of this Code to withdraw from the meeting.

6. Meeting rules:

- i. All Councillors must arrive at **least 15 minutes before the commencement** of the Council and all other Committee meetings;
- ii. Cellular phones **must be in silent mode** and **speaking on a cellular phone during the meeting is prohibited**; (Rule 50.2a)
- iii. A Councillor who speaks must **confine his or her speech strictly to the matter under discussion**; (Rule 31)
- iv. Unless expressly otherwise determined, a Councillor **may speak only once on a matter**; (Rule 32)
- v. No speech shall exceed **five (5) minutes** in length without the consent of the Speaker. (Rule 34.1)

INDEX

ITEM NO	ITEM	PAGE NO (ANNEXURE)
57	OPENING	6
58	NOTICE OF THE MEETING	6
59	APPLICATIONS FOR LEAVE OF ABSENCE	6
60	ACCEPTANCE OF THE AGENDA	6
61	DECLARATION OF INTEREST	6
62	ANNOUNCEMENTS	6
63	REPORTS OF THE EXECUTIVE MAYOR	
63.1	APPROVAL OF MANGAUNG METROPOLITAN MUNICIPALITY FIVE (5) YEAR INTEGRATED DEVELOPMENT PLAN 2017/2022	7
63.2A	<p>1. MANGAUNG METROPOLITAN MUNICIPALITY: MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK: 2017/2018 – 2019/2020</p> <p>2. CAPITAL BUDGET 2017/2018 – 2019/2020</p> <p>3. GENERAL TARIFFS 2017/2018 – 2019/2020</p> <p>4. BUDGET RELATED POLICIES</p> <p>(i) Property Rates Policy 2017/2018 for implementation July 1, 2017</p> <p>(ii) Credit Control and Debt Collection Policy</p> <p>(iii) Policy on Indigent Customers</p> <p>(iv) Tariffs Policy</p> <p>(v) Travel Management Policy 2017/2018 for implementation July 1, 2017</p> <p>(vi) Supply Chain Management Policy</p> <p>(vii) Budget Policy</p> <p>(viii) Principles and Policy On The Writing Off of Irrecoverable Debt</p> <p>(ix) Asset Management Accounting Policy and Procedures</p> <p>(x) Funding and Reserves Policy</p> <p>(xi) Cash Management and Investment of Funds Policy</p> <p>(xii) Capital Infrastructure Investment Policy</p>	8 – 10

63.2B	<ol style="list-style-type: none"> 1. CENTLEC (SOC)LTD: MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK 2017/2018 – 2019/2020 2. SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP) 2017/2018 3. MULTI-YEAR BUSINESS PLAN 2017/2018 FINANCIAL YEAR 4. BUDGET RELATED POLICIES 2017/2018 <ol style="list-style-type: none"> i. Electrical Service Connection Policy ii. Connection and Disconnection Policy iii. Petty Cash Policy iv. Borrowing Policy v. Tariffs Policy vi. Virement Policy vii. Unauthorised, Irregular, Fruitless and Wasteful Expenditure Policy viii. Electricity Consumption Estimation Policy ix. Bad Debts Policy x. Value Added Tax (VAT) Policy xi. Customer Care Policy xii. Asset Management Policy xiii. Pre-Paid Electricity Vending Policy xiv. Revenue Policy xv. Sundry Income Policy xvi. Budget and Reporting Policy xvii. Subsistence and Travel Policy xviii. Supply Chain Management Policy xix. Banking and Investment Policy xx. Credit Control and Debt Collection Policy xxi. Long-Term Debtors Policy 	8 – 10
64	CLOSING OF A SPECIAL COUNCIL MEETING	10

AGENDA

(OPEN COUNCIL)

**57.
OPENING**

**58.
NOTICE OF THE MEETING**

**59.
APPLICATIONS FOR LEAVE OF ABSENCE**

**60.
ACCEPTANCE OF THE AGENDA**

**61.
DECLARATION OF INTEREST**

**62.
ANNOUNCEMENTS**

63

REPORTS OF THE EXECUTIVE MAYOR**63.1****APPROVAL OF MANGAUNG METROPOLITAN MUNICIPALITY FIVE (5) YEAR INTEGRATED DEVELOPMENT PLAN 2017/2022****RECOMMENDATION**

- 1) That the Mangaung Metropolitan Municipality's Council approve the five (5) year IDP 2017/2022 for Mangaung Metropolitan Municipality;
- 2) That the Mangaung Metropolitan Municipality's Council approve the Mangaung Metropolitan Municipality Sectoral Plans for:
 - Disaster Management Plan
 - Integrated Waste Management Plan
 - Centlec Sector Plan
 - Integrated Public Transport Plan – Operational Plans Phase 1
 - Integrated Human Settlement Plan
 - Built Environment Performance Plan
- 3) That the Mangaung Metropolitan Municipality's Council note that the five (5) year IDP will be published on the website and newspapers and
- 4) That the Mangaung Metropolitan Municipality's Council note that copies of the five (5) year IDP 2017/2022 will be forwarded to Provincial and National Departments of Treasury and Co-operative Governance and Traditional Affairs.

63.2.A

1. **MANGAUNG METROPOLITAN MUNICIPALITY: MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK: 2017/2018 – 2019/2020**
2. **CAPITAL BUDGET 2017/2018 – 2019/2020**
3. **GENERAL TARIFFS 2017/2018 – 2019/2020**
4. **BUDGET RELATED POLICIES**
 - (i) **Property Rates Policy 2017/2018 for implementation July 1, 2017**
 - (ii) **Credit Control and Debt Collection Policy**
 - (iii) **Policy on Indigent Customers**
 - (iv) **Tariffs Policy**
 - (v) **Travel Management Policy 2017/2018 for implementation July 1, 2017**
 - (vi) **Supply Chain Management Policy**
 - (vii) **Budget Policy**
 - (viii) **Principles and Policy On The Writing Off of Irrecoverable Debt**
 - (ix) **Asset Management Accounting Policy and Procedures**
 - (x) **Funding and Reserves Policy**
 - (xi) **Cash Management and Investment of Funds Policy**
 - (xii) **Capital Infrastructure Investment Policy**

63.2.B

5. **CENTLEC (SOC)LTD: MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK 2017/2018 – 2019/2020**
6. **SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP) 2017/2018**
7. **MULTI-YEAR BUSINESS PLAN 2017/2018 FINANCIAL YEAR**
8. **BUDGET RELATED POLICIES 2017/2018**
 - i. **Electrical Service Connection Policy**
 - ii. **Connection and Disconnection Policy**
 - iii. **Petty Cash Policy**
 - iv. **Borrowing Policy**
 - v. **Tariffs Policy**
 - vi. **Virement Policy**
 - vii. **Unauthorised, Irregular, Fruitless and Wasteful Expenditure Policy**
 - viii. **Electricity Consumption Estimation Policy**
 - ix. **Bad Debts Policy**
 - x. **Value Added Tax (VAT) Policy**
 - xi. **Customer Care Policy**
 - xii. **Asset Management Policy**
 - xiii. **Pre-Paid Electricity Vending Policy**
 - xiv. **Revenue Policy**
 - xv. **Sundry Income Policy**
 - xvi. **Budget and Reporting Policy**
 - xvii. **Subsistence and Travel Policy**
 - xviii. **Supply Chain Management Policy**
 - xix. **Banking and Investment Policy**
 - xx. **Credit Control and Debt Collection Policy**
 - xxi. **Long-Term Debtors Policy**

RECOMMENDATION

- 3.1 That the Mangaung Metropolitan Municipality in terms of Section 21(b) of the Municipal Finance Management Act, Act 56 of 2003, approves the 2017/2018 annual budget with the total consolidated revenue of R 7, 242 billion, operating expenditure of R 6, 146 billion and capital expenditure of R 1, 139 billion and the indicative allocations for the two outer years of the MTREF period including the multi-year and single-year capital appropriations as set out in the following tables:
- (a) Budgeted Financial Performance (revenue and expenditure by standard classification): Table A2
 - (b) Budgeted Financial Performance (revenue and expenditure by municipal vote): Table A3
 - (c) Budgeted Financial Performance (revenue by source and expenditure by type): Table A4
 - (d) Multi-year and single year capital appropriation by municipal vote and standard classification and associated funding by source – Table A5
- 3.2 That the consolidated financial position, cash flow, cash-backed reserve/accumulated surplus asset management and basic service delivery targets be approved as set out in the following tables:
- (a) Budgeted Financial Position Table A6
 - (b) Budgeted Cash Flows Table A7
 - (c) Cash-backed reserve and accumulated surplus reconciliation Table A8
 - (d) Asset Management Table A9
 - (e) Consolidated Basic Service Delivery measurement Table A10
- 3.3 That the consolidated budget that includes Mangaung Metropolitan Municipality and Centlec (SOC) Ltd be approved;
- 3.4 That the Council of Mangaung Metropolitan Municipality acting in terms of Section 75A of the Local Government Municipal Systems Act, Act 32 of 2000 as amended be approved, the following tariffs are hereby approved for implementation with effect from July 1, 2017:
- (a) Assessment Page 45
 - (b) Sewerage Fees Page 45
 - (c) Refuse Removal Fees Page 46
 - (d) Supply of Water Page 47
 - (e) Supply of Electricity Page 48
- 3.5 That the consolidated General Tariffs as set out in the Tariffs Booklet for the 2017/2018 financial year be approved for implementation with effect from July 1, 2017;
- 3.6 That in terms of Section 21(b)(ii)(bb) of the Municipal Finance Management Act, Act 56 of 2003, the budget related policies including any amendments be approved;
- 3.7 That Centlec (SOC)Ltd budget submissions for the period 2017/2018 – 2019/2020 be approved as set out below:

- a. MTREF Operating and Capital Budget (as incorporated in the consolidated budget above)
- b. Service Tariffs
- c. Policies
- d. Business Plan
- e. SDBIP

**64.
CLOSING OF A SPECIAL COUNCIL MEETING**

**MS R MAMATELA
SECRETARIAT UNIT**