



Vaal River City *the* Cradle of Human Rights

EXTRACT FROM THE MINUTES OF THE 127TH ORDINARY COUNCIL MEETING OF THE EMFULENI LOCAL MUNICIPALITY WHICH WAS HELD ON THURSDAY, 27 MARCH 2025

ITEM A5153 (REPLACEMENT)

DRAFT BUDGET FOR THE 2025/2026 TO 2027/2028 MEDIUM-TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF) PERIOD

(O / MM NEW / AA6 / FINANCE / REPORTS 2025 / FS 20-25)

(SPEC EXCO 14-03-2025) (JOINT IDP & BUDGET STEERING 22-03-2025)

(SPEC MC 24-03-2025) (ORD PERF AUDIT COM 25-03-2025)

5/1/2 (2027-2028)

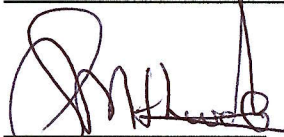
RESOLVED THAT

1. Council take cognisance of the draft budget report for the 2025/2026 to 2027/2028 MTREF period which is tabled for consideration in terms of section 16 of the Municipal Finance Management Act;
2. Council considered the draft total expenditure budget of R9,487,551,545 comprising of the operational budget of R9,045,661,245 and a capital budget of R441,890,300 as detailed in the tables below:
 - i. Table A1 – Budget Summary;
 - ii. Table A2 – Budget Financial Performance (Standard Classification);
 - iii. Table A3 – Budget Financial Performance (Revenue and Expenditure by Municipal Vote);
 - iv. Table A4 – Budget Financial Performance (Revenue and Expenditure);
 - v. Table A5 – Capital Expenditure by vote and funding;
 - vi. Table A6 – Budget Financial Position;
 - vii. Table A7 – Budget Cash Flows;
 - viii. Table A8 – Cash-backed reserves / accumulated surplus reconciliation;
 - ix. Table A9 – Asset Management;
 - x. Table A10 – Basic Service Delivery Measurement; and
 - xi. Supporting Tables SA1 to SA37.
3. Council considered the following draft policies which were previously approved by Council:
 - i. Draft Virements Policy (no amendments)
 - ii. Draft Budget Policy (no amendments)
 - iii. Draft Funding and Reserves Policy (no amendments)
 - iv. Draft Credit Control, Debt Collection and Customer Care Policy (no amendments)
 - v. Draft Recoverable Debt and Write-off of Irrecoverable Debt Policy (no amendments)
 - vi. Draft Credit Control and Debt Collection By-laws for 2025/2026; (no amendments)
 - vii. Draft Free Basic Services Policy (no amendments)
 - viii. Draft Property Rates Policy (no amendments)
 - ix. Draft Property Rates By-laws (no amendments)
 - x. Draft Tariff Policy (no amendments)
 - xi. Draft Tariffs By-laws (no amendments)
 - xii. Draft Supply Chain Management (SCM) Policy (no amendments)

- xiii. Draft Emfuleni Investment and Borrowing of Funds Policy for 2025/2026 (no amendments)
 - xiv. Draft Capital Contributions Policy (no amendments)
 - xv. Draft Cost Containment Policy (no amendments)
 - xvi. Draft Asset Management Policy (no amendments)
 - xvii. Draft Recruitment and Selection Policy (no amendments)
 - xviii. SALGA Task Job Evaluation Policy (no amendments)
 - xix. Draft Relocation Policy (no amendments)
 - xx. Draft Standby Management and Allowance Policy (no amendments); and
 - xxi. Draft Wayleaves Policy (no amendments)
4. Council considered the following tariff increments:
- i. Property Rates – 4.4%;
 - ii. Electricity – 10.74% (subject to the approval of the tariff application by NERSA);
 - iii. Water – 15.3%;
 - iv. Sanitation – 4.4%;
 - v. Refuse – 4.4%; and
 - vi. Other tariffs – 4.4%.
5. Council considered the proposed capital projects attached to the report as **Annexure B (pages 54 - 55)**;
6. Council considered the draft Rates, Levies, Taxes and other tariffs for the 2025/2026 financial year and that after approval, the Determination of Rates Levies be promulgated as required in terms of Section 14(2) of the Local Government: Municipal Property Rates Act No 6 of 2004;
7. Council considered that the draft Service Delivery Level Standards attached to the report as **Annexure (pages 85 - 87)** for the 2025/2026 financial year in terms of MFMA Budget Circular 89 be tabled in Council for consideration and be included in the draft Service Delivery and Budget Implementation Plan for 2025/2026;
8. Council considered the under-provision of the electricity bulk costs as a result of high distribution losses and the lack of funding source for the costs;
9. Council considered that the assumed water consumption of 15kl per household per month revert back 30kl per household per month for unmetered households: and
10. Council approve that the tabled budget be taken for public consultation in terms of Section 23 of the Municipal Finance Management Act.

*** It be noted that the Democratic Alliance and Freedom Front Plus voted against Item A5153.**

CERTIFIED TO BE A TRUE COPY OF THE ORIGINAL



MR E M MTHWALO
ACTING EXECUTIVE DIRECTOR: SHARED SERVICES

Date...1/4/25