

COUNCIL

: 2020-05-15

1. ANNUAL BUDGET 2020/21 AND REVIEWED IDP FOR 2020/21
(6.1.1 2020/21) (Municipal Manager)

PURPOSE

To **CONSIDER** and **APPROVE** the Budget for 2020/21 that has been deliberated and compiled in terms of section 16 of the Municipal Financial Management Act 56 of 2003.

BACKGROUND

National Treasury's MFMA circular 98 was used to guide the compilation of the 2020/21 MTREF. Tariff increases were based on the CPI/Inflation of 4.9

Find the following documents attached:

- Executive summary
- Annual Budget for 2020/21
- Reviewed IDP 2020/21
- MIG Project List
- WSIG Project list
- Capital Budget
- Tariff Schedule
- Budget Related Policies
- MFMA Circular 98

1.2.3 LEGAL AUTHORITY

In terms of Section 16(2) of MFMA, Act 56 of 2003, the annual budget must be tabled at least 90 days before the start of the financial 2020/21. The Mayor should table the budget and the draft Reviewed IDP simultaneously.

Section 17(1) of MFMA, an Annual Budget of a Municipality must be a schedule in the prescribed format-

- (a) Setting out realistically anticipated revenue for the budget year from revenue source;
- (b) Appropriating expenditure for the budget year under the different votes of the municipality;
- (c) Setting out indicative revenue per revenue source and projected expenditure by vote for the two financial years following the budget year;
- (d) Setting out-
 - (I) estimated revenue and expenditure by vote for the current year; and
 - (II) actual revenue and expenditure by vote for the financial year preceding the current year; and
- (e) A statement containing any other information required by section 215(3) of the Constitution or as may be prescribed.

Council RESOLVED:

1. That the Council of Ga-segonyana Local Municipality, in terms of section 16 of the Municipal Finance Management Act, (Act 56 of 2003) approves the Annual budget of the municipality for the financial year 2020/21 and the multi-year and single-year capital appropriations as set out in the following tables:
 - Budgeted Financial Performance (revenue and expenditure by standard classification) Table A2
 - Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in Table A3
 - Budgeted Financial Performance (revenue by source and expenditure by type) as contained in Table A4; and
 - Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table A5.
2. That in terms of Section 24(c) (v) of the Municipal Finance Management Act, Act 56 of 2003, the budget related policies, including any amendments be approved for the budget year 2020/21
3. That the General Tariffs as set out in the Tariffs Schedule with any amendments be approved for the 2020/21 financial year
4. That Council approves the Reviewed IDP as amended
5. That the capital budget, MIG and WSIG project list be approved
6. That MFMA Circular 98 be approved
7. That the 2020/21 Annual budget and Reviewed IDP be submitted to both National and Provincial Treasury.
8. That the Declaration of the State of the National Disaster declared by the President on the 15 March 2020 be NOTED.
9. That the Draft IDP/BUDGET 2020/2021, be publicized for public comments for 21 days.
10. That in line with the Government Gazette no. 43291 of the 7 May 2020 the final IDP/BUDGET 2020/2021 **BE APPROVED** by **Council** before 30 JUNE 2020.