



Mogale City



Tel: 011 951 2000

P O Box 94  
Krugersdorp  
1740

31 March 2025

**EXTRACT FROM THE MINUTES OF THE 44<sup>th</sup> SPECIAL COUNCIL MEETING OF MOGALE CITY LOCAL MUNICIPALITY FOR THE TERM 2021-2026, HELD ON MONDAY 31 MARCH 2025 AT 10:00 IN THE COUNCIL CHAMBER.**

**ITEM K (ii) 02 (03/2025)**

**DRAFT BUDGET FOR MTREF 2025/2026 – 2027/2028**

**RESOLVED:**

**1. That cognizance be taken of the following:**

- 1.1. of the report tabling the draft annual budget Mogale City Local Municipality for the financial years 2025/2026 and the indicative estimates for the two projected outer years for 2026/2027 and 2027/2028, as set out in the schedules listed below being tabled to present these proposals for public consultations.
- 1.2. Of the report tabling of the draft annual budget and its supporting documents (draft tariffs schedules, reviewed and new budget related policies) for the 2025/2026 to 2027/2028 Medium Term Revenue & Expenditure Framework (MTREF) as required by section 16 (2) of the Municipal Finance Management Act (MFMA) No.56 of 2003
2. Of the draft annual budget of the municipality for the financial year 2025/2026 and the multi-year and single year capital appropriations as set out in accordance with Municipal Budget and Reporting (MBRR) section 9 in the following tables be considered and be tabled for public participation:
  - 2.1. Schedule 1 2025/2026 Summary of Proposed Revenue & Expenditure.
  - 2.2. Schedule 2 (a) 2025/2026 Proposed Capital Budget Project List.
  - 2.3. Schedule 2 (b) 2025/2026 Out – Of – Books Capital Budget Project List
  - 2.4. Schedule 3 2025/2026 Proposed Cash Flow.
  - 2.5. Schedule 4 (a) 2025/2026 Proposed Rates, Service Charges Tariffs and User Charges, Bulk Contributions & Wayleaves Tariffs.

- 2.6. Schedule 4 (b) 2025/2026 Proposed Electricity Tariffs pending approval of Cost of Supply by NERSA.
- 2.7. Schedule 5 MBRR Table A1 to Table A1
- 2.8. Schedule 6 2025/2026 Draft SDBIP.
3. The Salary and Wage Collective Agreement for the period 01 July 2024 to 30 June 2029 is an active agreement applicable in the new financial and outer years. Of the provision made for a 5% increase in the salaries of employees which was informed by the average CPI expected.
4. The Accounting Officer has approved a 5% salary increase for Wage Gap Agreement entered between the municipality and Labour Unions for employees on levels 5-15, contingent on the municipality's financial recovery. An initial 2.5% increase will take effect from July 2025, with the remaining 2.5% to be implemented in subsequent year, subject to the municipality's financial viability.
5. The municipality has budgeted remuneration to councillors 4.4% increase to avoid under budgeting an increase based on the projected average CPI percentages for 2024 but not finalise as the increase is determined by Minister of COGTA.
6. Of the reviewed Integrated Development Plan (IDP) in which the Executive Mayor had identified and prioritized the community needs as well as recommending to the Municipal Council the strategies, programmes and services to address these priority needs
7. That cognizance be taken of the draft Service Delivery and Budget Implementation Plan (SDBIP) which the Executive Mayor defines as the key performance indicators to evaluate progress in the implementation of the strategies, programmes and services.
8. That the Executive Mayor of Mogale City Local Municipality, acting in terms of Section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) tables for public participation the following tariffs:
  - 8.1. the tariffs for the supply of water – as set out in Schedule 4(a)
  - 8.2. the tariffs for sanitation services – as set out in Schedule 4(a).
  - 8.3. the tariffs for property rates – as set out in Schedule 4(a).
  - 8.4. the tariffs for solid waste removal – as set out in Schedule 4(a).
  - 8.5. the tariffs for other services, as set out in Schedule 4 (a).
  - 8.6. the tariffs for bulk contributions and wayleaves, as set out in Schedule 4 (a)
  - 8.7. the tariffs for electricity – as set out in Schedule 4(b) pending NERSA approval of cost of supply study.
9. That the Executive Mayor of Mogale City Local Municipality, in terms of Section 5 of the Local Government: Municipal Property Rates Act (Act 6 of 2004) tables the reviewed rates policy for public participation.

10. That the Executive Mayor of Mogale City Local Municipality, in terms of Section 6 of the Local Government: Municipal Property Rates Act (Act 6 of 2004) tables the rates By- law to give effect to the Rates policy for public participation.
11. That the Council of Mogale City Local Municipality, in terms of Section 98 of the Local Government: Municipal Systems Act (Act 32 of 2000) tables the Credit Control and Debt Collection By- Laws to give effect to the implementation and enforcement of Credit Control and Debt Collection Policy for public participation.
12. That the Council of Mogale City Local Municipality, in terms of Section 75 (1) of the Local Government: Municipal Systems Act (Act 32 of 2000) tables the Tariff By- Laws to give effect to the implementation and enforcement of Tariff Policy and for public participation.
13. That based on the draft determination the municipality has included in the budget 4.4% cost of living adjustment of the upper limits of the total remuneration packages payable to senior managers.
14. That the following reviewed & new budget related policies and draft SDBIP be tabled for public participation and comments:
  - Annexure 1: Draft reviewed Property Rates Policy
  - Annexure 2: Draft reviewed Property Rates By-Law
  - Annexure 3: Draft reviewed Supply Chain Management
  - Annexure 4: Draft reviewed Credit Control and Debt Collection Policy
  - Annexure 4 Draft Schedule 4) Registration of dispute in terms of MSA section 102
  - Annexure 5: Draft Credit Control and Debt Collection By-Law (New)
  - Annexure 6: Draft reviewed Financial Misconduct Policy
  - Annexure 7: Draft reviewed Water and Sanitation Tariff Policy
  - Annexure 8: Draft reviewed Electricity Tariff Policy
  - Annexure 9: Draft reviewed 2% Corporate Social Responsibility
  - Annexure 10: Draft reviewed Cash Management & Investment Policy
  - Annexure 11: Draft reviewed Borrowing Policy
  - Annexure 12: Draft reviewed Funding and reserves
  - Annexure 13: Draft reviewed Long Term Financial Plan Policy
  - Annexure 14: Draft reviewed Asset Management Policy
  - Annexure 15: Draft reviewed Indigent Management Policy
  - Annexure 16: Draft reviewed Employment Equity policy

Annexure 17: Draft reviewed Recruitment Policy

Annexure 18: Draft reviewed Overtime Policy

Annexure 19: Draft reviewed Grant in Aid Policy

Annexure 20: Draft reviewed Indigent Burial Policy

Annexure 21: Draft reviewed Liquidity Policy

Annexure 22: Draft reviewed Waste Management Service Policy

Annexure 23: Draft reviewed Unclaimed Monies Policy

Annexure 24: Draft reviewed Cost Containment Policy

Annexure 25: Draft reviewed Budget Management Policy

Annexure 26: Draft reviewed Adjustment Budget Policy

Annexure 27: Draft reviewed Virement Policy

Annexure 28: Draft reviewed Cashier Shortages and Surpluses

Annexure 29: Draft reviewed VAB Remuneration Policy VAB Members

Annexure 30: Draft reviewed Mogale City Local Municipality By-Laws for the control of outdoor advertising Signs and Hoardings.

Annexure 31 Draft reviewed Capital project and Infrastructure investment policy

Annexure 32: Draft reviewed Supplier Performance Monitoring Policy

Annexure 33: Draft Acting policy

Annexure 34: Draft Bursary policy

Annexure 35: Unauthorised, Irregular, Fruitless & Wasteful expenditure Policy

Annexure 36: Draft learning & development policy (New)

Annexure 37: Draft Reviewed Tariff Policy

Annexure 38: Draft Tariff By-Law (New)

Annexure 39: Draft Leave Policy (New)

Annexure 40: Draft Management Development System Policy (New)

Annexure 41: Draft transfer and secondment Policy (New)

Annexure 42: Draft Task Job Evaluation Policy (New)

Annexure 43: Draft Bereavement Policy (New)

Annexure 44 Draft Preferential Procurement Policy

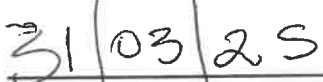
Annexure 45 Draft Wellness Management Policy 2025-2026 (New)

15. That the following budget-related policies be noted as were approved during the past financial years and remain in force for the 2025/2026 financial year:
- 15.1. Write Off Policy.
  - 15.2. Sports & Recreation Facilities Tariff Policy.
  - 15.3. Public Safety Tariff Policy.
  - 15.4. Water Services By-laws.
  - 15.5. Mogale City Tree Management & Conservation Policy.
  - 15.6. Mogale City Parks By-Law.
  - 15.7. Fleet Management Policy.
  - 15.8. Methodology – Impairment Assessment of Useful lives for Assets Policy
  - 15.9. Bulk Contributions Policy.
16. That the report tabling the draft annual budget of Mogale City Local Municipality for the financial years 2025/2026 and the indicative estimates for the two projected outer years for 2026/2027 and 2027/2028, as set out in the schedule 5 attached MBRR Table A1 to Table A10 be noted.

**CERTIFIED A TRUE EXTRACT**



**Councillor SD DAVID  
SPEAKER OF COUNCIL**



**Date of Signature**