

## 2. 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 24 of the Municipal Financial Management Act 56 of 2003.

### BACKGROUND

National Treasury's MFMA circular 99 was used to guide the compilation of the 2020/21 MTREF. Tariff increases were based on the CPI/Inflation of 4.5

#### Find the following documents attached:

- Executive summary
- Annual Budget for 2020/21
- Reviewed IDP 2020/21
- MIG Project List
- Capital Budget
- Tariff Schedule
- Budget Related Policies
- MFMA Circular 99

### 1.2.3 LEGAL AUTHORITY

In terms of Section 24(1) of MFMA, Act 56 of 2003,

- (1). The municipal council must at least 30 days before the start of the budget year consider approval of the annual budget
- (2) An annual budget-
  - (a) must be approved before the start of the budget year;
  - (b) is approved by the adoption by the council of a resolution referred to in **section 17(3)(a)(i)**; and
  - (c) must be approved together with the adoption of resolutions as may be necessary-
    - (i) imposing any municipal tax for the budget year;
    - (ii) setting any municipal tariffs for the budget year;
    - (iii) approving measurable performance objectives for revenue from each source and for each vote in the budget;
    - (iv) approving any changes to the municipality's integrated development plan; and
    - (v) approving any changes to the municipality's budget- related policies.
- (3) The accounting officer of a municipality must submit the approved annual budget to the National Treasury and the relevant provincial treasury.

**Council RESOLVED:**

1. That the Council of Ga-Segonyana Local Municipality, in terms of section 24 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 and MIG, WSIG and INEP project list **BE APPROVED**
6. That MFMA Circular 99 **BE APPROVED**
7. That the 2020/21 Annual budget and Reviewed IDP be submitted to both National and Provincial Treasury.
8. That a review of the updated Organogram be done.
9. That the Obama residence be removed from the electrification programme as for this current year
10. That the two offices of the Batlhaping ba ga Jantie and Batlharo ba ga Toto be included in the Covid-19 Disaster Relief fund for the disinfection or aid in terms of the current pandemic at their respective offices.

**A vote of descent from the DA was NOTED**

