

**C05/03/21      TABLED 2021/2022 MTREF BUDGET (MARCH 2021)**

*The Speaker called the matter to a vote.*

*9 votes were recorded for the proposal of Cllr Bester, whilst 10 votes were recorded against the proposal.*

*10 votes were recorded for the proposal of Cllr C Croutz, whilst 10 votes were recorded against the proposal.*

*The proposal by Cllr C Croutz was carried.*

**UNANIMOUSLY RESOLVED**

- [a] That the Tabled 2021/2022 Medium Term Revenue and Expenditure Framework (MTREF) Report, attached as Annexure A to the item, be approved;
- [b] That the capital expenditure budget of R 141,684,166 for the 2021/2022 financial year as set out in Table 5 of the MTREF Report, be approved;
- [c] That the capital expenditure budget funding sources of R 141,684,166 for the 2021/2022 financial year as set out in Table 6 of the MTREF Report, be approved;
- [d] That the revenue budget (capital grants included) of R 1,015,191,897 for the 2021/2022 financial year as set out in Table 2 of the MTREF Report, be approved;
- [e] That the operating expenditure budget of R 966,164,321 for the 2021/2022 financial year as set out in Table 3 of the MTREF Report; be approved;
- [f] That the operating budget surplus of R 49,027,576 for the 2021/2022 financial year as set out in Table 4 of the MTREF Report, be noted;
- [g] That Council takes note that any actual cash surplus realised at year-end will be utilised to boost the Capital Replacement Reserve for future infrastructure investment;
- [h] That the following revenue stream increases for the main five revenue sources with effect from 1 July 2021, be approved –
  - (i) Property rates (6.10%);
  - (ii) Water (5.10%);
  - (iii) Sanitation (5.10%);
  - (iv) Refuse (5.10%); and
  - (v) Electricity (14.59%).
- [i] That Council takes note of the revenue increases for property rates, service charges and fees contained in the Tariff Book, attached as Appendix 5;

- [j] That the annual budget of Knysna Municipality for the 2021/2022 financial year as well as the indicative budgets for the two outer financial years (2022/2023 to 2023/2024), as presented in the new *m*SCOA version 6.5 Schedules A1 to A10 and Supporting Schedules SA1 to SA38, attached as Appendix 9, be approved;
- [k] That the new and reviewed budget-related policies of Knysna Municipality for the 2021/2022 financial year, attached as Appendix 10, be approved;
- [l] That the 2021/2022 MTREF Procurement Plan attached as Appendix 11, be approved;
- [m] That Council takes note that as at 28 February 2021, Knysna Municipality accumulated R 72.0 million cash and investments at the following banking institutions –
- |       |                            |                        |
|-------|----------------------------|------------------------|
| (i)   | Nedbank                    | = R 40,766,325;        |
| (ii)  | ABSA                       | = R 14,066,968;        |
| (iii) | Standard Bank              | = R 6,189,881;         |
| (iv)  | Investec                   | = <u>R 11,053,138;</u> |
| (v)   | Total cash and investments | = <u>R 72,076,312.</u> |
- [n] That Council takes note of the proposed total cost-to-municipality expenses for the salary, allowances and benefits of the Political Office Bearers, Municipal Manager, Chief Financial Officer, Senior Managers and other officials with a remuneration package greater than or equal to that of a Senior Manager, as contained in the Tabled 2021/2022 MTREF Budget Report;
- [o] That Council takes note that Knysna Municipality does not have any current service delivery agreements, including material amendments to existing service delivery agreements, with any service provider who renders any power or function on behalf of Knysna Municipality as defined in Section 1 of the Municipal Systems Act;
- [p] That Council takes note that Knysna Municipality does not have any municipal entities;
- [q] That the Acting Municipal Manager makes public the Tabled 2021/2022 MTREF Budget Report and invite the local community to submit representations in connection with the budget, as required by the Municipal Finance Management Act and the Municipal Systems Act;
- [r] That the Acting Municipal Manager submits the Tabled 2021/2022 MTREF Budget Report to the National Treasury and the Western Cape Provincial Treasury, as required by the Municipal Finance Management Act;
- [s] That the Acting Municipal Manager publishes the Tabled 2021/2022 MTREF Budget Report on the municipal website;
- [t] That the public participation process in relation to the 2021/2022 IDP and Budget be arranged in accordance with the restrictions imposed for the respective COVID-19 lockdown alert levels.

ORDINARY COUNCIL MEETING  
MINUTES  
31 MARCH 2021

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File Number : 9/1/2/14  
Execution : Acting Municipality Manager