



**NQUTHU MUNICIPALITY
UMASIPALA WASENQUTHU**

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**EXTRACT OF THE ORDINARY COUNCIL MEETING HELD ON FRIDAY, 28
MARCH 2025 AT 10H00**

C/11/03/26

28/03/25

**DRAFT MEDIUM -TERM REVENUE AND EXPENDITURE FRAMEWORK (DRAFT
BUDGET) FOR 2025/26 FINANCIAL YEAR AND TWO OUTER YEARS, DRAFT
SERVICE TARIFFS AND BUDGET RELATED POLICIES**

The Council at its Ordinary meeting held on 28 March 2025 considered the above matter following discussion.

IT WAS RESOLVED AS FOLLOWS:

1. **THAT** the Council of Nquthu Local Municipality, acting in terms of section 16 of the Municipal Finance Management Act, (Act 56 of 2003) considers for adoption:

- 1.1. The annual draft budget of the municipality for the financial year 2025/26 - 2026/27 - 2028/29 and the multi-year and single-year capital appropriations as set out in the following tables:

- 1.1.1. Budgeted Financial Performance (revenue and expenditure by standard classification) as contained in Table A2
- 1.1.2. Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in Table A3
- 1.1.3. Budgeted Financial Performance (revenue by source and expenditure by type) as contained in Table A4 and
- 1.1.4. Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table A5.

- 1.2. The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:

- 1.2.1. Budgeted Financial Position as contained in Table A6
 - 1.2.2. Budgeted Cash Flows as contained in Table A7
 - 1.2.3. Cash backed reserves and accumulated surplus reconciliation as contained in Table A8
 - 1.2.4. Asset management as contained in Table A9 and
 - 1.2.5. Basic service delivery measurement as contained in Table A10.
2. **THAT** the Council of Nquthu Local Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) considers the following:
- 2.1. the tariffs for property rates
 - 2.2. the tariffs for electricity
 - 2.3. the tariffs for solid waste services
3. **THAT** the Council of Nquthu Local Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) considers the tariffs for other services, as set out in the municipal tariff document for the 2025/2026 financial year.
4. **THAT** to give proper effect to the municipality's annual budget, the Council of Nquthu Local Municipality approves:
- 4.1. **THAT** cash backing is implemented through the utilisation of a portion of the revenue generated from property rates to ensure that all capital reserves and provisions, unspent long-term loans and unspent conditional grants are cash backed as required in terms of the municipality's funding and reserves policy as prescribed by section 8 of the Municipal Budget and Reporting Regulations.
 - 4.2. To give proper effect to the municipality's annual budget, the Council of Nquthu Local Municipality approves the following draft budget related policies:
 - Budget Policy
 - Supply Chain Management Policy
 - Property Rates Policy
 - Banking/Cash Management and Investment Policy
 - Debt Collection and Credit Control Policy
 - Virement Policy
 - Indigent Policy
 - Property Rates By-Law
 - Tariffs policy
 - Contract Management Policy
 - Cost Containment Policy
 - Supply Chain Management IPDM Policy
 - Bad Debts Impairment Policy
 - Inventory Management Policy
 - Tariff By-Laws
 - Retentions Policy

- Fixed Assets Management Policy
- UIFW Reduction Strategy
- Revenue Enhancement Strategy
- Credit Control By-Law
- UIFW Expenditure Policy
- Draft tariff of charges document

4.3. **THAT** the Municipal Manager be authorised to sign the quality certificate.

CERTIFIED A TRUE EXTRACT OF THE ORIGINAL MINUTES

NAME OF THE MUNICIPAL MANAGER : Mr M.B Jiyane

SIGNATURE OF THE MUNICIPAL MANAGER : 

DATE OF SIGNATURE : 31 March 2025