

Swartland Municipality

2021/2024 Final IDP, Final Multi Year Capital and Operating Budget.

SAKE VIR BESPREKING

Begrotings Toespraak

- 8.1 4de Wysiging van die 2017-2022 GOP
(Kyk na die GOP-verwante bylaes)
- 8.2 Oorweging en Goedkeuring van die FINALE 30 DAE meerjarige kapitaal- en bedryfsbegroting vir 2021 tot 2024 (Kyk na die begrotingsverwante bylaes A tot E)



Tijmen van Essen
Executive Mayor
27 May 2021

MATTERS FOR CONSIDERATION

Budget Speech

- 8.1 4rd Amendment of the IDP 2017-2022
(Look at the IDP related Annexures)
- 8.2 Consideration and Approval of the FINAL 30 DAY multi year capital- and operating budget for 2021 to 2024 (Look at the Budget related Annexures A to E)

Speaker dis vir my 'n voorreg om met die voorlegging van die Finale GOP en begroting die volgende raadslede, munisipale personeel en gaste te verwelkom.

Die Speaker, Die Onder Burgemeester, Lede van die Uitvoerende Komitee, Alle Wyksraadslede, alle Proporsionele Raadslede, die Munisipale Bestuurder, Direkteure, Munisipale personeel, gaste, "all protocol observed".

Speaker: Waar ek tydens die tertafel legging van die konsep GOP en begroting gepraat het oor die moeilike Covid-19 jaar wil in die rede toespits op die baie suksesse wat Swartland in die laaste 12 jaar bereik het.

Dit is ook my laaste begrotings voorlegging omrede my termyn as burgemeester tot 'n einde kom met die munisipale verkiesings wat beplan word vir 27 Oktober 2021

Dit is en was 'n baie groot voorreg om hierdie Swartland munisipaliteit te help uitbou tot een van die bes bestuurde munisipaliteite in Suid Afrika.

Speaker, it is a privilege for me to welcome the following councillors, municipal staff and guests with the presentation of the Final IDP and budget.

The Speaker, The Deputy Mayor, Members of the Executive Committee, All Ward Councillors, all Proportional Councillors, the Municipal Manager, Directors, Municipal staff, guests, all protocol observed.

Speaker: Where I spoke during the tabling of the Draft IDP and budget about the difficult Covid-19 years, I would like to focus in this address on the many successes that Swarthland has achieved in the last 12 years.

This is also my last budget submission as my term as mayor comes to an end with the municipal elections planned for 27 October 2021. It is and was a very great privilege to help expand this Swarthland municipality into one of the best managed municipalities in South Africa.

Dit is nie wat ek se nie maar wat deur verskeie onafhanklike organisasies beweer en bewys word. En ek noem net die volgende 3: **Rating Afrika** wat ons op **plek 3** van die mees volhoubare munisipaliteite in Suid Afrika op Finansiële bekostigbaarheid gradeer. **Municipal IQ** wat Swartland op die **eerste plek** plaas met Voldoening en Regerings Index.

Dan is daar ook **GGA (Good Governance Africa)** wat Swartland op **derde plek** plaas en wat die administratiewe werksaamhede, ekonomiese ontwikkeling en doeltreffende dienlewering meet.

Maar mnr. **Die Speaker**. Dis nie al nie.

Daarby kom dat Swartland in die laaste 11 jaar, 8 skoon oudits en 3 ongekwalifiseerde oudits ontvang het.

Die suksesse kan net behaal word met spanwerk mnr. **Die Speaker**. Spanwerk tussen ons as raadslede saam met die munisipale bestuurspan en alle munisipale personeel is die sleutel tot sukses.

En ek wil na regte niemand uitsonder maar u sal my vergewe dat ek ons munisipale bestuurder Joggie Scholtz uitsonder en bedank vir die enorme bydrae wat hy as die hoofman oor sy personeel behaal het.

This is not what I am saying but what is claimed and proven by several independent organizations. And I just mention the following 3: Rating Africa which ranked us in 3rd place of the most sustainable municipalities in South Africa on Financial Affordability. Municipal IQ which places Swartland in first place with Compliance and Government Index. Then there is GGA (Good Governance Africa) which places Swartland in 3rd place and which measures the administrative activities, economic development and efficient service delivery.

But Mr. **Speaker**. That's not all.

In addition, in the last 11 years, Swartland has received 8 clean audits and 3 unqualified audits.

The successes can only be achieved with teamwork mr. **Speaker**. Teamwork between us as councillors together with the municipal management team and all municipal staff is the key to success.

And I do not really want to single out anyone but you will forgive me for having to single out our municipal manager Joggie Scholtz and thank him for the enormous contribution he has made as the chief over his staff.

MM baie dankie vir jou aandeel in die suksesse van Swartland. Dit is altyd moeilik om 2 kapteins op een skip te hê, maar ek dink tussen u en my het ons daarin geslaag om die skip op die regte koers te hou.

Ek is trots om te kan se dat ons twee as 'n goedgeoliede masjien saamgewerk het om saam met al ons raadslede en personeel 'n suksesvolle nalatenskap vir ons opvolgers na te laat in een van die top munisipaliteite in Suid Afrika.

Speaker ek wil u neem op 'n voëlvlug deur my amper 12 jaar as Burgemeester.

Tydens my eerste begrotings rede in 2009 het ek die volgende gesê en ek haal aan:

“As nuut verkose Burgemeester van Swartland Munisipaliteit is dit vir my 'n eer en voorreg om die 2009/2010 finansiële jaar se Kapitaal-, Bedryfsbegroting en tariewe aan u voor te hou.

Alhoewel ek in my groei skoene as Burgemeester staan, wil ek u egter die versekering gee dat ek alles in my vermoë sal doen om hierdie taak aan my opgelê in terme van die MFMA met groot omsigtigheid en verantwoordelikheid uit te voer.

MM thank you very much for your part in the successes of Swartland.

It's always hard to have 2 captains on one ship, but I think between you and me we managed to keep the ship on course.

I am proud to say that the two of us worked together as a well-oiled machine together with all our councillors and staff to leave a successful legacy for our successors in one of the top municipalities in South Africa.

Speaker I want to take you on a overview of my almost 12 years as Mayor.

During my first budget speech in 2009, I said the following and I quote “As the newly elected Mayor of Swartland Municipality, it is an honour and privilege for me to present the 2009/2010 financial year's Capital, Operating Budget and rates to you.

Although I stand in my growing shoes as Mayor, I would like to assure you that I will do everything in my power to carry out this task imposed on me in terms of the MFMA with great care and responsibility.

Ek, meer as u besef dat dit veral in 'n baie moeilike ekonomiese tydperk is wat ek hierdie verantwoordelike taak sal moet uitvoer, veral nou dat Suid Afrika na bykans 17 jaar, homself ook in 'n resessie bevind" dit sover die aanhaling.

U sal se en opmerk dat ons in jaar 2021 is en dat daar blykbaar niks verander het nie, maar dit is egter ver van die waarheid.

Ek wil u 'n paar van die projekte voorhou waarmee ons Swartland op die voorpunt van ontwikkeling geplaas het.

Ek gaan vir u net 'n paar groot "Game Changing" projekte vanaf 2009 voorhou:

- **Nuwe rioolwerke** vir Malmesbury, Riebeek Valley en besig met 'n nuwe werk in Moorreesburg en opgradering van Darling se rioolwerke insluitende rioollyne vir 'n totaal **van ± R394 miljoen**
- Herseël van **± 121km** paaie en bou van **± 42.28km nuwe** paaie vir 'n bedrag van **± R237 miljoen**
- Waterpype en Reservoirs vir **± R92 miljoen**
- Opgradeer elektriese toerusting, nuwe substasie en vervang **10075** straatligte **± R131 miljoen**
- **5291** laekoste erwe met **1845** topstrukture vir 'n bedrag van **± R312 miljoen.**
- **RSEP** ontwikkelings insluitende die Swartland sport sentrum **± R42 miljoen.**

Hier volg 'n paar fotos van die projekte.

I, more than you, realize that it is especially in a very difficult economic period that I will have to carry out this responsible task, especially now that South Africa, after almost 17 years, is also in a recession“ So far the quote.

You will say and note that we are in the year 2021 and that apparently nothing has changed, but nothing is further from the truth, I want to present to you some of the projects with which we have placed Swartland at the forefront of development.

I'm just going to show you some big “Game Changing” projects from 2009 onwards:

- **New sewerage** works for Malmesbury, Riebeek Valley and new works in Moorreesburg and upgrading of Darling's sewerage works including sewer lines for a total of **± R394 million**
- Reseal of **± 121km** of roads and construction of **± 42.28km** of new roads for an amount of **± R237 million**
- Water pipes and Reservoirs for **± R92 million**
- Upgrade electrical equipment, new substation and replace **10075** street lights **± R131million**
- **5291** low cost erven with **1845** top structures for an amount of **± R312 million**
- **RSEP** developments including the Swartland sports centre **± R42 million**

Here are some photos of the projects

Some of our bigger capital projects completed

- New sewerage works Malmesbury (10MI) – **±R115 million**
- New Riebeek Valley sewerage works (1.5MI) – **±R78 million**
- New Moorreesburg sewerage works (1.5MI) – **±R135 million**
- 2x Darling sewerage works upgrading – **±R55.5 million**
- Riebeek West & Abbotsdale reservoirs (3.0 MI) – **R6.2 mill.**
- Chatsworth & De Hoop reservoirs (3.8 MI) – **R14.0 million**
- Abbotsdale & Chatsworth library – **R5.5 million**
- Riebeek Kasteel & Chatsworth Community Halls **R8.9 million**
- Replaced **10 075** conventional discharge type street lights with LED technology – **R30.6 million** (grant funding).
- **7344** houses built between 1997 and 2020 – **R346.0 million**
- **3809** serviced Sites between 2004 and 2020 – **R86.9 million**
- Upgrading of 5th Avenue Chatsworth – **R8.8 million**
- **RSEP** Malmesbury en Darling – **R19.4 million**

SOME CAPITAL PROJECTS COMPLETED		PERIOD FROM 2001 TO 2009			PERIOD FROM 2009 TO 2020		
WHO / WHERE	DESCRIPTION	QUANTITY		COSTS	QUANTITY		COSTS
	ROADS RESEAL	26.34	(km)	R 9 042 740	120.75	(km)	R 116 856 866
	ROADS BUILDING	12.50	(km)	R 16 330 000	18.73	(km)	R 64 660 000
LO COST	RDP HOUSING ROADS BUILDING	21.23	(km)	R 8 180 000	23.55	(km)	R 55 740 000
	SPEED BUMPS				216	(no)	R 1 775 606
	PLAY PARKS EQUIPMENT				113	(no)	R 1 669 628
	SPORT GROUND & SWIMMING POOLS			R 2 600 000			R 32 820 000
	FLATS 2001/09 & COMMUNITY HALLS	Upgrading	Flats	R 5 000 000	2.00	(no)	R 13 870 000
	2 X 2001/09 WATER RESERVOIRS 3 X 2009/20	0.50	(Mℓ)	R 2 350 000	5.00	(Mℓ)	R 17 500 000
	WATER NETWORK			R 7 720 000	20.05	(km)	R 47 300 000
LO COST	RDP HOUSING WATER NETWORK	19.94	(km)	R 3 380 000	25.55	(km)	R 22 260 000
	SEWERAGE WORKS	1.00	(no)	R 28 200 000	3.00	(no)	R 345 100 000
	SEWERAGE NETWORK	30.20	(km)	R 17 290 000	14.00	(km)	R 20 500 000
LO COST	RDP HOUSING SEWERAGE NETWORK	20.36	(km)	R 4 150 000	25.82	(km)	R 28 540 000
	ELECTRICITY UPGRADING			R 11 000 000			R 83 000 000
	STREET LIGHTS UPGRADING				8676	(no)	R 27 000 000
ESKOM	ELECTRICITY SUBSTASIE						R 15 000 000
ESKOM	STREET LIGHTS UPGRADING				1400	(no)	R 3 600 000
RSEP	NEW STREET LIGHTS						R 2 500 000
RSEP	WATCHPOINT + MARKET + TOILETS						R 5 400 000
RSEP	ACTIVITY NODES				4	(no)	R 7 340 000
RSEP	TREE PLANTING						R 671 000
RSEP	SAFE TAXI STOPS						R 1 500 000
RSEP	OUTDOOR SPORTFIELD						R 2 000 000
SANRAL	N7 UNDERPASS TO ALFA STR.						R 15 300 000
SANRAL	N7 DOUBLE UNDERPASS BOKOMO ROAD						R 10 000 000
ENG	SWARTLAND SPORT CENTRE				1	(no)	R 22 322 652
LO COST	TOP STRUCTURES / HOUSES BUILD	2951		R 65 017 732	1845	(no)	R 196 407 916
LO COST	SERVICE SITES	327		R 5 539 193	3446	(no)	R 115 497 989
TOTAL COST				R185 799 665			R1 276 131 657

"How did Swartland proceed from QAR to consecutive CAR"
Unqualified with other matters

2005/2006 2006/2010 2010/2015

2012/13 # Nr 3 2014/15 # Nr 6

2005 2006 2007 2008 2009 2010 2011 2012 2013 2014 2015

100% MIG spending over 11 Years from 2005 to 2015

BUILDING CONTROL OUTCOME WIN THE FIRST PRIZE AT RED TAPE REDUCTION

	2011/2012	2012/2013	2013/2014	2014/2015
Building plans received	783	711	690	864
Average days	28	18	13	9
Dwelling units (ex RDP)	134	105	107	127

Building control Total Expenditure Building control Revenue %

127 89 166

WORK DONE FROM THE R 100 000 PER WARD FROM 2013 TO 2016

Wat is gedoen met die wykstoeckings van R 100 000.00 per wyk vanaf 2013 tot 2016

	Speel toerusting	Speed walle	Bus hokkies	Bome	Kersliggies + Ligte	Sypaadjies + Randstene	Omheining	Straat naamborde
2013/14	R 104 545.00	R 360 000.00	R 69 000.00	R 30 000.00	R 20 000.00	R 245 000.00	R 20 000.00	R 20 000.00
2014/15	R 262 500.00	R 360 000.00	R 267 500.00	R 312 500.00	R 315 000.00	R 330 000.00	R 30 000.00	R 20 000.00
2015/16	R 325 800.00	R 360 000.00	R 272 000.00	R 330 000.00	R 360 000.00	R 360 000.00	R 30 000.00	R 20 000.00
Totaal	R 1 324 945.00	R 490 000.00	R 279 500.00	R 323 500.00	R 375 000.00	R 200 000.00	R 300 000.00	R 20 000.00
Est.	R 50 000.00	R 8 000.00	R 18 000.00	R 4000.00	R 5 000.00	R 25 000.00	R 1 000.00	R 1 000.00
Aantal	22	63	16	804	137	9	20	

New Riebeeck Valley sewage works

± R 76 Million

SWARTLAND LANDFILL SITE

(2015) – Green Status for Highlands landfill site (98%)

WEGDOENING
Die koste om 1 ton vulfs by huishoudings, besigheids en op te tel en by die stortingssterrein te berg en bedek.

Swartland	= R 108.00 / ton
Drakenstein	= R 137.00 / ton
Overstrand	= R 160.00 / ton

HERWINNING
Die koste om 1 ton te herwin:

Swartland	= R 216.00 / ton
Overstrand	= R 665.00 / ton
Drakenstein	= R 1 913.00 / ton

Construction of a footpath and Reservoirs Darling

- Phase 1 of 340 meter from 01/ 2012 – 06/ 2012
- Phase 2 of 190 meter from 01/ 2014 – 04/ 2014
- Costs R 570,600 & R 475,000 (Excluding VAT)

Riebeeck West reservoir: 1.5 MI 2012-2013 R 3 538 000 Million
Abbotsdale reservoir: 1.5 MI 2013-2014 R 2 695 000 Million
Chatsworth reservoir: 1.8 MI 2015-2016 R 3 520 000 Million
TOTAL R 9 753 000 Million

SERVICED SITES & PHP HOUSING IN POLA PARK

AFTER: Rectification of 64 Scheme House



Uitmuntende Praktyke, Beste Infrastruktuur & Game Changers
Excellent Practices, Best Infrastructure & Game Changers

School Holiday Programs & Outreach / Skoolvakansieprogramme en uitreike

Swartland Munisipaliteit 27/05/2021

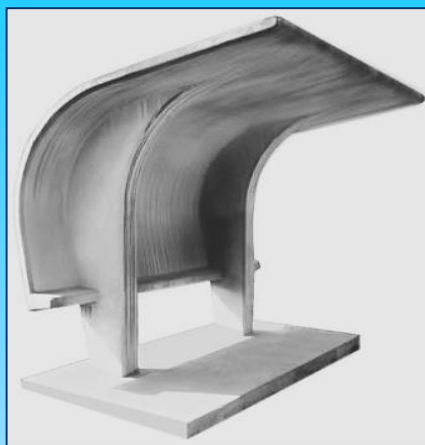
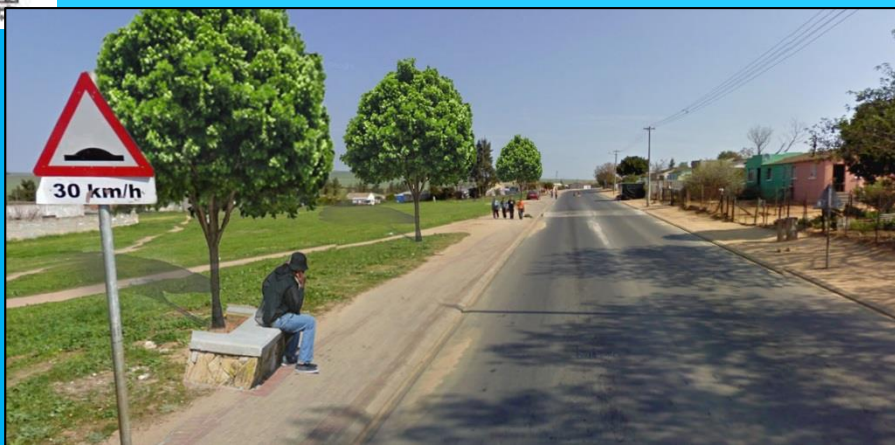


Uitmuntende Praktyke, Harde en Sagte projekte & Game Changers
Excellent Practices, Hard and Soft projects & Game Changers

30 Dae FINALE GOP & Begroting / 30 Day FINAL IDP & Budget 2021/2024

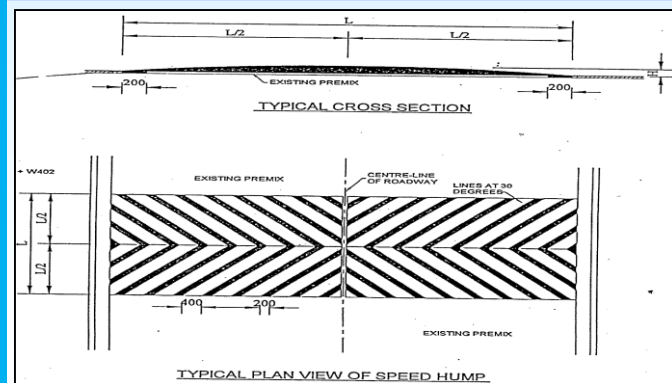
WORK DONE FROM THE R 100 000 PER WARD FROM 2013 TO 2020

Swarthland Munisipaliteit 27/05/2021



Wat is gedoen met die wykstoekennings van R 100 000.00 per wyk vanaf 2013 tot 2020

	Speel toerusting	Spood walle	Bus hokkies	Bome	Kersliggies + Ligte	Sypaadjes + Randstene	Omheining	Straat naamborde
2013/14	R 956 547.00	R -	R -	R 69 000.00	R -	R 70 000.00	R 245 000.00	R -
2014/15	R 279 272.00	R 98 693.00	R 207 500.00	R 102 500.00	R 115 000.00	R 130 000.00	R -	R -
2015/16	R 173 667.00	R 195 928.00	R 72 000.00	R 150 000.00	R 60 000.00	R -	R 55 000.00	R 20 000.00
2016/17		R 531 083.00						
2017/18	R 26 281.00							R 20 000.00
2018/19	R 173 862.00	R 396 873.00		R 671 000.00		R 80 000.00		
2019/20	R 60 000.00	R 553 029.00	R 120 000.00				R 25 000.00	R 20 000.00
Totaal	R 1 669 629.00	R 1 775 606.00	R 399 500.00	R 992 500.00	R 175 000.00	R 280 000.00	R 325 000.00	R 60 000.00
Elk	R 50 000.00	R 20 000.00	R 24 000.00	R 1 200.00	R 1 500.00		R 35 000.00	R 1 000.00
Aantal	113	216	17	827	117		9	60





RSEP PROJECTS IN M/BURY WEST 2017/19



Speaker die uitgawes van die kapitale “Game Changing” werke bedra ongeveer **R1 276 miljoen** en dan moet in gedagte gehou word dat ons op **30 Junie 2009** maar net ongeveer **R 198 miljoen** in ons spaar rekening gehad het.

Op **30 April 2021** was die balans **R 580 miljoen** wat ‘n verbetering is van ongeveer **R 328 miljoen**.

Hierdie goeie bestuur van fondse kan toegeskryf word aan ‘n goeie munisipale raad, ‘n goeie bestuurspan en personeelskorps.

In 2009 was my hare nog redelik donker, en vandag is dit spierwit-grys. Daaraan kan u sien dat daar maar ‘n groot druk op ons as leiers is met baie optogte, petisies en mosies van wantroue teen my as Burgemeester.

Ook het ek maar met my gesondheid gesukkel en het in die 11 jaar 4 operasies gehad. By die operasies aan my heup het die dokters vasgestel dat ek TB aan die sagte weefsel het.

Speaker the expenditure of the capital “Game Changing” works amounts to approximately **R1 276 million** and then it must be borne in mind that on 30 June 2009 we only had approximately **R 198 million** in our savings account.

This good management of funds can be attributed to a good municipal council and a good management team and staff.

In 2009 my hair was still quite dark, and today it is pure white-gray. You can see that there is a lot of pressure on us as leaders with many marches, petitions and motions of no confidence against me as Mayor.

Also, I struggled with my health and had 4 surgeries in the 11 years. During the operations on my hip, the doctors determined that I had TB attached to the soft tissue.

Met die inneem van die TB medisyne is my oogsenuwees aangetas en in 2017 was ek byna blind en moes ek die volle finale begroting in Mei 2017 uit my kop leer en vir u voorhou.

Maar ek is baie dankbaar dat ek weer amper 100% gesond is, met uitsondering van my spierwit-grys hare.

Speaker – 2020 was vir baie van ons 'n baie moeilike jaar en 2021 lyk nie baie anders nie..

Eerste die Coronavirus (Covid-19) en die Lockdown wat reeds in verskillende vlakke vir 427 dae met ons is.

Baie van ons vergaderings hou ons op die virtuele vlak met behulp van rekenaars sal hou nie, maar ons kry dit reg met of sonder groeipyne.

Dan is daar ook verbruikers wat verkeerde lesings deurgebel het of wat net eenvoudig weier om vanaf Maart 2020 'n poging aan te wend om die uitstaande rekening te betaal.

With the taking of the TB medicine, my eye nerves were affected and in 2017 I was almost blind and had to learn the full final budget in May 2017 by heart and present it to you.

But I am very thankful that I am almost 100% healthy again, with the exception of my pure white-gray hair.

Speaker - 2020 was a very difficult year for many of us and 2021 does not look very different.

First the Coronavirus (Covid-19) and the Lockdown which has been with us in different levels for 427 days already.

We hold many of our meetings on the virtual level by means of computers, but we get it right with or without growing pains.

But there are also consumers who have dialed in incorrect readings or who simply refuse to make an effort to pay the outstanding bill from March 2020.

Die munisipaliteit het baie simpatie met die wat rerig nie kan betaal nie omrede hulle inkomstes drasties afgeneem het maar daar is geen verskoning vir die wat eenvoudig weier om reëlins te wil kom tref nie.

Die slegte skulde het met meer as R 20 miljoen toegeneem en as ons dit nie terugdruk nie dan gaan ons dieselfde paadjie loop as baie van SA se munisipaliteite.

Speaker ek is baie trots daarop dat ons die jaar weereens daarin kon slag om die verhogings van tariewe tot 'n minimum te beperk. Maar ja daar sal altyd verbruikers wees wat ontevrede is.

En tog is Swartland een van die land se beste munisipaliteite en goedkoopste as jy die mandjie van dienste vergelyk met ons buur munisipaliteite in die Weskus omgewing.

Speaker - Ontwikkelaars staan tou om hulle besigheid in die Swartland te vestig nadat die verdubbeling van die N7 as grootste "Game changer" voltooi is.

Hier is 'n paar foto's.

The municipality has a lot of sympathy with those who really cannot pay because their income has drastically decreased but there is no excuse for those who simply refuse to come and make arrangements.

The bad debts have increased by more than R 20 million and if we do not push it back we will be following the same path as many of SA municipalities.

Speaker I am very proud that we were once again able to manage to keep the rate increases to a minimum this year. But yes there will always be consumers who are dissatisfied.

And yet Swartland is one of the country's best municipalities and cheapest when you compare the basket of services with our neighbouring municipalities in the West Coast area.

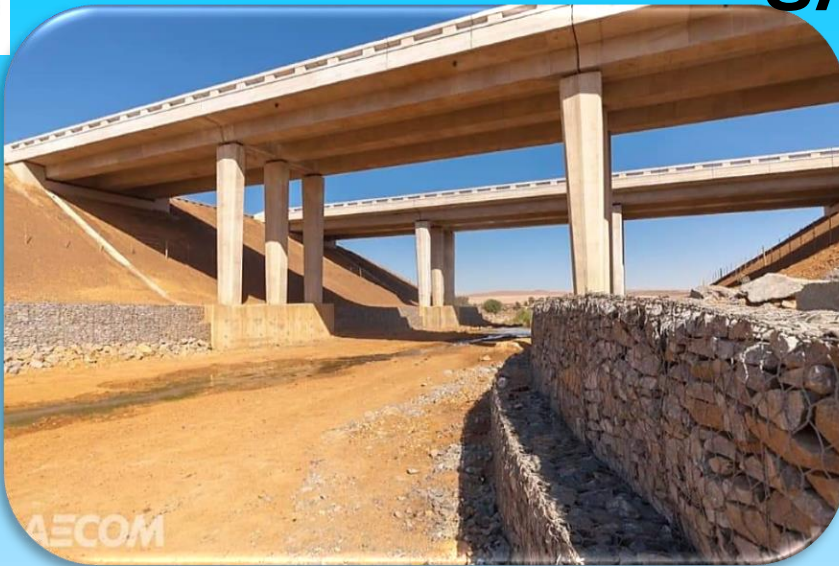
Speaker - Developers are queuing up to establish their business in the Swartland after the doubling of the N7 as the biggest "Game changer" was completed.

Here are some photos.

DIEP RIVER TRIBUTARY

SANRAL N7

UNDERPASS 1



Total cost ± 1 700 million

UNDERPASS 2



DARLING ROAD / BOKOMO ROAD



Ek het dit reeds ook tydens die voorlegging van die konsep begroting genoem dat ek bewus is van beleggings van bykans 'n Biljoen Rand wat in die pyplyn lê en wat permanente werksgeleenthede kan skep vir tot 3000 mense

Daar moet nog altyd baie gedoen word.

Ons moet nooit die kompleksiteit van die moeilike taak om 'n munisipaliteit te bestuur onderskat nie, en ook nie die hoeveelheid werk wat nog gedoen moet word om alles wat in die verlede verkeerd gedoen is insluitende armoede, reg te stel.

Ons het ons skouers aan die wiel gesit en ons toewyding / verbintenis duidelik gemaak.

Ons moet net aanhou om die REGTE dinge te doen.

Dankie MM onder u bekwame leiding sal ons dit reggekry.

Speaker gun my die tyd om alle raadslede, direkteure en munisipale personeel uit die diepte van my hart te bedank.

Baie dankie aan GOD, ons Vader, sonder wie ons as onbeduidende mensdom niks kan doen nie.

Speaker en Raadslede, dis dan ook met trots dat ek die 4de wysiging van die GOP asook die Begroting op tafel plaas.

Tijmen van Essen Uitvoerende Burgemeester

I also mentioned during the draft budget submission that I am aware of investments of almost a Billion Rand that are in the pipeline and that can create permanent jobs for up to 3000 people

There is always a lot to be done. We should never underestimate the complexity of the difficult task of running a municipality, nor the amount of work that needs to be done to redress everything that has been done in the past, including poverty.

We put our shoulders to the wheel and made our commitment clear. We just have to keep doing the RIGHT things.

Thank you MM under your able guidance we will get it right.

Speaker grant me the time to thank all councillors, directors and municipal staff from the bottom of my heart.

Many thanks to GOD, our Father, without whom we as insignificant mankind can do nothing.

Speaker and Councillors, it is with pride that I table the 4th amendment of the IDP as well as the Budget.

Tijmen van Essen Executive Mayor

Swartland Municipality

2021/2024 Final IDP, Final Multi Year Capital and Operating Budget.

SAKE VIR BESPREKING

Begrotings Toespraak

- 8.1 4de Wysiging van die 2017-2022 GOP
(Kyk na die GOP-verwante bylaes)
- 8.2 Oorweging en Goedkeuring van die FINALE 30 DAE meerjarige kapitaal- en bedryfsbegroting vir 2021 tot 2024 (Kyk na die begrotingsverwante bylaes A tot E)



Tijmen van Essen
Executive Mayor
27 May 2021

MATTERS FOR CONSIDERATION

Budget Speech

- 8.1 4rd Amendment of the IDP 2017-2022
(Look at the IDP related Annexures)
- 8.2 Consideration and Approval of the FINAL 30 DAY multi year capital- and operating budget for 2021 to 2024 (Look at the Budget related Annexures A to E)

Vision of SM : Integrated approach

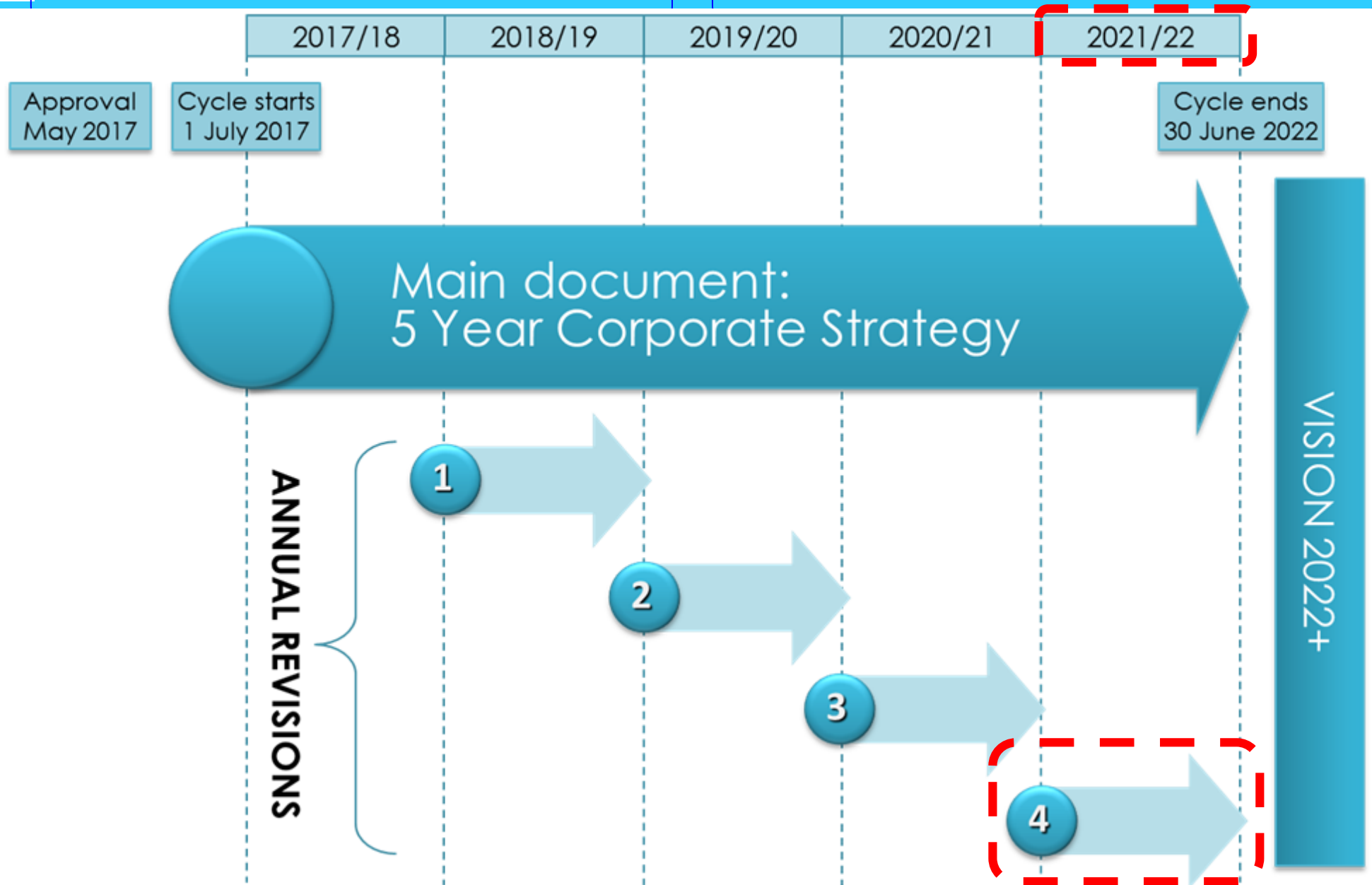
2017
-
2022
IDP
5
Strategic Goals



2017
-
2022
GOP
5
Strategiese Doelwitte

The 2017-2022 IDP

Die 2017-2022 GOP



Changes to the IDP (1)

- The forewords of the Executive Mayor and Municipal Manager are updated.

Die vooroorde van die Uitvoerende Burgemeester en Munisipale Bestuurder is opgedateer.

- The Covid-19 section is updated.

Die Covid-19 afdeling is opgedateer

- In **Chapter 1** the service backlogs and ward priorities are updated.

*In **Hoofstuk 1** is die dienste-agterstande en wyksprioriteite opgedateer.*

Changes to the IDP (2)

- In **Chapter 2** paragraph **2.1** (Swartland municipal area at a glance) is updated with the latest figures from the 2020 MERO and SEP reports.

In Hoofstuk 2 word paragraaf 2.1 (Swartland munisipale gebied met een oogopslag) opgedateer met die jongste syfers van die 2020 MERO en SEP verslae.

- In **Chapter 3** the annual amendment process is replaced by the one followed in 2020/2021.

In Hoofstuk 3 word die jaarlikse wysigingsproses vervang deur die een wat in 2020/2021 gevolg is.

- In **Chapter 4** the particulars of a new councillor is added.

In Hoofstuk 4 word die besonderhede van 'n nuwe raadslid bygevoeg.

IDP changes since the draft in March (3)

GOP veranderings sedert die konsep in Maart

- In Chapter 5 the following sections are updated:
 - 5.2(c) National District Development Model and One Plan
 - 5.3(b) Western Cape Joint District and Metro Approach

In Hoofstuk 5 word die volgende afdelings opgedateer:

 - 5.2(c) *National District Development Model and One Plan*
 - 5.3(b) *Western Cape Joint District and Metro Approach*
- In Chapters 7 and 8 the final municipal budget figures are inserted.

In Hoofstukke 7 en 8 is die finale munisipale begrotingsyfers ingesit.

Changes to the IDP (4)

- In Chapter 6 the following sections are updated:
 - **6.2** (West Coast District Development Model and One Plan) is updated
 - **6.6** (Economic Development and Recovery Plan) is amended
 - **6.7** (Disaster Management Plan) is updated

In Hoofstuk 6 word die volgende afdelings opgedateer:

- **6.2** (*Weskus Distrik Ontwikkelingsmodel en “One Plan”*) word opgedateer
- **6.6** (*Ekonomiese Ontwikkeling- en Herstelplan*) word hersien
- **6.7** (*Rampbestuursplan*) word opgedateer

Changes to the IDP (5)

- In **Chapter 7 Section 7.4(d)** (Top ten risks facing the municipality) is updated and the current state of affairs, action plans, strategic risks and budgets of each strategic goal are changed.

*In **Hoofstuk 7** is **Afdeling 7.4(d)** (Top tien risikos van die Munisipaliteit) opgedateer en die huidige stand van sake, aksieplanne, risiko's en begrotings van elke strategiese doelwit verander.*

Swartland Top 10 risks (Chapter 7, Sec 7-4(d))

The Municipality's Risk are the following:

Die Munisipale risikos is die volgende:

- Exposure to Coronavirus (COVID-19(/ COVID-19 outbreak
Blootstelling aan Coronavirus (COVID-19 (/ COVID-19-uitbraak)
- Insufficient preparation for disasters
Onvoldoende voorbereiding vir rampe
- In-migration and population growth
Inmigrasie en bevolkingsgroei
- Land invasion and land grabs
Grondinval en grondgrype
- Ageing and poorly maintained infrastructure
Veroudering en swak onderhoude infrastruktuur

Swartland Top 10 risks (Chapter 7, Sec 7-4(d))

The Municipality's Risk are the following:

Die munisipale risikos is die volgende:

- Lack of capacity in respect of infrastructure
Gebrek aan kapasiteit ten opsigte van infrastruktuur
- Community safety and law compliance
Gemeenskapsveiligheid en wetsnakoming
- Insufficient information for potential developers to invest in Swartland (choose to invest elsewhere)
Onvoldoende inligting vir potensiële ontwikkelaars om in Swartland te belê (kies om erens anders te belê)
- Unsafe and unhealthy working conditions and environment
Onveilige en ongesonde werksomstandighede en omgewing
- **Unsatisfied / uninvolved / uninformed citizen's**
Ontevrede / onbetrokke / oningeligte inwoners

Changes to the IDP (6)

- In **Chapter 8** the following information is updated:
 - Financial plan
 - The capital and operating budgets
 - The DORA and provincial allocations
 - The provincial budget information obtained from the *Western Cape Government's Budget Estimates of Provincial Revenue and Expenditure 2021*.
- In **Hoofstuk 8** is die volgende inligting opgedateer:
 - *Finansiële plan*
 - *Die kapitaal- en bedryfsbegrotings*
 - *Die DORA en provinsiale toekennings*
 - *Die provinsiale begrotingsinligting verkry van die Wes-Kaapse Regering se “Budget Estimates of Provincial Revenue and Expenditure 2021”.*

Changes to the IDP (7)

- In **Annexure 1** the Swartland profile is updated with the latest information from the 2020 MERO and SEP reports.
In Aanhangsel 1 is die Swartland profiel opgedateer met die jongste inligting van die 2020 MERO en SEP verslae.
- In **Annexure 3** the information on sectoral policies is updated.
In Aanhangsel 3 is die inligting van die sektorale beleide opgedateer.
- In **Annexure 4** (DCoG pilot indicators applicable to local municipalities for 2021/22) is added.
In Aanhangsel 4 (DCoG loodsindikatore van toepassing op plaaslike munisipaliteite vir 2021/22) is bygevoeg.

Term of the IDP

Termyn van die GOP

This is the fourth review and amendment of the 2017/22 IDP

Hierdie is die vierde hersiening en wysiging van die 2017/22 GOP

Because of the date of the municipal election on 27 October it will not be possible to complete the new 2022-2027 IDP for tabling in March 2022 and adoption in May 2022

As gevolg van die datum van die munisipale verkiesing op 27 Oktober is dit nie moontlik om die nuwe 2022-2027 GOP te voltooi vir ter tafel legging in Maart 2022 en goedkeuring in Mei 2022 nie

It will therefore be recommended to the new Council that the IDP of the previous Council (with or without amendments) be adopted in May 2022 in terms of section 25(3) of the Systems Act.

Daar sal dus aan die nuwe Raad aanbeveel word dat die GOP van die vorige Raad (met of sonder wysigings) in Mei 2022 goedgekeur word in terme van artikel 25(3) van die Stelselwet.

Term of the IDP

Termyn van die GOP

The compilation of the new 2023-2027 IDP will commence with the approval of a new process plan and time schedule in August 2022

The new 2023-2027 IDP will be tabled in Council in March 2023 and adopted in May 2023.

Because the next municipal election will take place in 2026, the new IDP will have a four year term.

Die opstel van die nuwe 2023-2027 GOP sal in Augustus 2022 begin met die goedkeuring van 'n nuwe prosesplan en tydskedule.

Die nuwe 2023-2027 GOP sal in Maart 2023 in die Raad ter tafel gelê word en in Mei 2023 goedgekeur word.

Omdat die volgende munisipale verkiesing in 2026 gaan plaasvind, sal die nuwe GOP 'n vier jaar termyn hê

2023-2027 IDP

2023-2027 GOP



8.1 RECOMMENDATION AMENDMENT OF THE IDP

8.1 AANBEVELING WYSIGING VAN DIE GOP

- No comment on the fourth amendment to the IDP has been received, therefore I propose;
- that the 4th amendment of the 2017-2022 IDP;
- and the revision of the area plans
(as in the IDP-related annexures)
- **Be Approved.**
- *Geen kommentaar op die vierde wysiging van die GOP is ontvang nie, daarom stel ek voor;*
- *dat die 4de wysiging van die 2017-2022 GOP;*
- *en die hersiening van die areaplanne
(soos in die GOP-verwante bylaes);*
- **Goedgekeur word.**

Swartland Municipality

2021/2024 Final IDP, Final Multi Year Capital and Operating Budget.

SAKE VIR BESPREKING

Begrotings Toespraak

- 8.1 4de Wysiging van die 2017-2022 GOP
(Kyk na die GOP-verwante bylaes)
- 8.2 Oorweging en Goedkeuring van die **FINALE 30 DAE** meerjarige kapitaal- en bedryfsbegroting vir 2021 tot 2024 (Kyk na die begrotingsverwante bylaes A tot E)



Tijmen van Essen
Executive Mayor
27 May 2021

MATTERS FOR CONSIDERATION

Budget Speech

- 8.1 4rd Amendment of the IDP 2017-2022
(Look at the IDP related Annexures)
- 8.2 Consideration and Approval of the **FINAL 30 DAY** multi year capital- and operating budget for 2021 to 2024 (Look at the Budget related Annexures A to E)

(1a) Key focus areas for the 2021/22 budget process

- Local government transfers grow by an annual average of 5.2% over the MTEF; the equitable share declines by 4.4% and conditional grants grow by 7.3%.
 - Plaaslike owerheidsoordragte groei jaarliks met 5,2% oor die MTRF; die billike aandeel daal met 4,4% en voorwaardelike toelaes groei met 7,3%.
- Transfers to local government are reduced by R19.4 billion, including R14.7 billion from the local government equitable share
 - Oordragte na plaaslike regering word met R19,4 miljard verminder, insluitend R14,7 miljard van die billike deel van die plaaslike regering.

(1b) Key focus areas for the 2021/22 budget process

Swartland potential and real risks

- Sectors hit the hardest are the Construction sector less (-40.7%) or -R113.410 million and Manufacturing sector (-14.8%), or -R177.460 million.
- Die sektors wat die hardste geraak is, is die Konstruksiebedryf (-40,7%) of -R113,410 miljoen en Vervaardiging bedryf (-14,8%), of -R177,460 miljoen.
- The impact on the informal sector in the Swartland is $\pm 12.7\%$ with ± 507 jobs losses within one year after lockdown.
- Die impak op Swartland se informele sektor is $\pm 12,7\%$ met ± 507 werkverliese binne een jaar na die grendeltyd.

(1c) Key focus areas for the 2021/22 budget process

- Revenue from property tax and service charges under pressure as a result of potentially devastating economic impacts of the **COVID-19** pandemic on households and businesses, given the unprecedented downturn in the economy.
- Inkomste vanaf eiendomsbelasting en dienstegelede is onder druk as gevolg van die potensieel vernietigende impak van die **COVID-19** pandemie op huishoudings en besighede, gegewe die ongekeerde afswaai in die ekonomie.
- The upward pressure and multiplier effect of the increase in staff salaries negotiated and agreed at national level.
- The opwaartse druk en vermenigvuldigerseffek van die styging in personeel se salarisse wat op nasionale vlak onderhandel en ooreengekom word.

(1d) Key focus areas for the 2021/22 budget process

- National Treasury encourages municipalities to maintain tariff increases at levels that reflect an appropriate balance between the affordability to poorer households and other customers while ensuring the municipality's financial sustainability.
- Die nasionale tesourie moedig munisipaliteite aan om tariefverhogings te handhaaf op vlakke wat 'n gepaste balans weerspieël tussen die bekostigbaarheid vir armer huishoudings en ander klante, terwyl die munisipaliteit se finansiële volhoubaarheid verseker word.

(1e) Key focus areas for the 2021/22 budget process

- The courts have allowed Eskom to recover in the 2021/22 national financial year translates to a **15.6% bulk increase** over the national financial year.
- **Die howe het toegelaat dat Eskom in die nasionale boekjaar 2021/22 herstel, wat neerkom op 'n toename van 15.6% in vergelyking met die nasionale boekjaar.**
- NERSA typically allows a higher percentage increase so that Eskom can recover the additional allowable revenue from municipalities over 9 months before the national financial year-ends. **Therefore, the increase should be expected to be between 16% to 20%.**
- NERSA laat gewoonlik 'n hoër persentasieverhoging toe sodat Eskom die addisionele toelaatbare inkomste van munisipaliteite kan verhaal binne 9 maande voor die nasionale finansiële jaareinde. **Daarom moet die toename tussen 16% en 20% beloop.**

(1f) Key focus areas for the 2021/22 budget process

- Municipalities must implement efforts to collect arrear debt and return collection rates to pre-COVID-19 levels.
- Munisipaliteite moet pogings toepas om agterstallige skuld in te vorder en die invorderingskoerse op te vorder tot voor die COVID-19-vlakke.
- Whilst this unprecedented COVID-19 period is the exception, **collection rates need to be maintained at 95 per cent** in order to ensure the financial sustainability of municipalities
- Alhoewel hierdie ongekende COVID-19-periode die uitsondering is, moet **die invorderingskoerse op 95 persent gehandhaaf word om die finansiële volhoubaarheid van munisipaliteite te verseker.**

(1g) Key focus areas for the 2021/22 budget process

- The revival of the small and informal sector and township economies will be essential in SA and the Swartland to avoid massive unemployment, increased level of poverty, food insecurity and potential social unrest and upheaval.
- *Die herlewing van die klein en informele sektor en township-ekonomieë is noodsaaklik in SA en die Swartland om massiewe werkloosheid, verhoogde vlak van armoede, voedselonsekerheid en moontlike sosiale onrus te voorkom.*
- Unemployment in SA increased by $\pm 8.2\%$ just because of the lockdown period and the forecast is to fall by another $\pm 3.4\%$.
- *Werkloosheid in SA het toegeneem met $\pm 8,2\%$ net vanweë die grendeltyd en sal moontlik nog met $\pm 3,4\%$ sal toeneem...*

(1h) Key focus areas for the 2021/22 budget process

- The impact of the rapid spread of **COVID-19** on both the SA and local economy.
- *Die impak van die vinnige verspreiding van **COVID-19** op beide die SA en plaaslike ekonomie.*
- Reduced local government equitable share allocation currently used as an income source to balance services cost.
- *Verminderde plaaslike owerheid "equitable share" toekenning wat tans aangewend word as inkomstebron om dienstekostes te balanseer.*

(8a) Comments on the draft budget

(8a) Kommentaar op die konsep-begroting

- The comments on the draft budget – summarised in the slides below - was received by the deadline of 30 April 2021.
- Die kommentaar op die konsepbegroting - saamgevat in die onderstaande skyfies - is teen die sperdatum van 30 April 2021 ontvang.
- It was studied by relevant departments of the Municipality who responded in writing.
- Dit is bestudeer deur relevante departemente van die munisipaliteit wat skriftelik gereageer het.
- A table with the detail comments and responses is included in the agenda. **(Look at Annexure E)**
- 'n Tabel met die gedetailleerde kommentaar en antwoorde is in die agenda opgeneem. **(Kyk in Bylae E)**

(8) Moorreesburg Action Group (M.A.G)

FROM (Annexure E)	SUMMARY (Annexure E)
Moorreesburg Action Group (M.A.G), in collaboration with Koringberg Action Group (K.A.G)	<u>Point 8.2:</u> Termination of the 2021/2022 Budget and IDP processes with immediate effect
	<u>Point (i):</u> No raising of electricity tariffs
	<u>Point (m):</u> No salary increases
	Upgrading of Moorreesburg Waste Water Treatment Works
	Houses for Moorreesburg and Koringberg
	Appointment of more permanent Municipal workers, senior staff and managers from Moorreesburg in executive positions, middle management positions and general positions

(8) Moorreesburg Action Group (M.A.G)

- a) M/A.G. was informed that this claim of termination of the process could not be complied with on the basis of the processes prescribed by law.
M.A.G. is ingelig dat hierdie eis van die beëindiging van die proses nie nagekom kan word op grond van die prosesse wat deur die wet voorgeskryf word nie.
- b) The distribution of electricity must conform to the license issued by the Regulator and NERSA.
Die verspreiding van elektrisiteit moet ooreenstem met die lisensie wat deur die Reguleerder en NERSA uitgereik is.
- c) The upgrading of the Waste Water Treatment Works is critical and is the catalyst for any further development, including housing.
Die opgradering van die Riolsuiweringsaanleg is van kritieke belang en is die katalisator vir verdere ontwikkeling, insluitend behuising.
- d) Housing is a mandate and responsibility of the National and Provincial government.
Behuising is 'n mandaat en verantwoordelikheid van die Nasionale en Provinsiale regering.

(8) Moorreesburg Action Group (M.A.G), & Raiël le Roux

FROM (Annexure E)	SUMMARY (Annexure E)
Moorreesburg Action Group (M.A.G), in collaboration with Koringberg Action Group (K.A.G) – <i>Continued</i>	Job creation in Moorreesburg
	Free electricity to senior citizens in Moorreesburg and Koringberg
	Accounts in arrears must be written off
Raiël le Roux	Salary increases, with specific reference to top management and councillors which are not determined as part of collective agreements
	Rate payers cannot keep up with increases.
	Thousands new incomers demanding free housing, electricity and water are allowed into the Swartland

(8) Moorreesburg Action Group (M.A.G) & Raiël le Roux

- e) Staff are only appointed by the Municipality as and when a vacancy arises.
Personeel word slegs deur die munisipaliteit aangestel sodra 'n vakature ontstaan.
- f) Swartland Municipality is responsible for creating an enabling environment for economic development.
Swartland Munisipaliteit is verantwoordelik vir die skep van 'n bemagtigende omgewing vir ekonomiese ontwikkeling.
- g) Free electricity cannot be provided to selected consumers unless it is subsidized.
Gratis elektrisiteit kan nie aan uitgesoekte verbruikers verskaf word nie, tensy dit gesubsidieer word.
- h) Only irrecoverable debt can be considered for write-off.
Slegs oninbare skuld kan oorweeg word vir afskrywing.

1. For the current financial year (2020/2021) there is so far no increase for any councillor and 50% of the so called section 56 managers did not get any increases.
Vir die huidige boekjaar (2020/2021) is daar tot dusver geen verhoging vir enige raadslid nie en 50% van die sogenaamde artikel 56-bestuurders het geen verhogings gekry nie.

(8) W Badenhorst + YRA & Malmesbury Business Chamber

FROM (Annexure E)	SUMMARY (Annexure E)
W Badenhorst, Deputy Chairperson of Yzerfontein Residents' Association	Review the manner of rebate granted to pensioners as % of property tax paid, as determined by Section 15 of the Property Tax Act.
Yzerfontein Residents' Association	Revisit the rates increase for residential properties and reduce all tariffs to the absolute minimum
Malmesbury Business Chambers	The municipality is budgeting for a deficit in 2024/25 and 2025/26. Such a budget cannot be accepted and must be planned and budgeted for at least a break-even or surplus budget. What cost savings initiatives, especially labour costs, as it has been identified as a problem, are being put in place to counteract the expense's multiplier effect?

(8) W Badenhorst + YRA & Malmesbury Business Chamber

1. The current rebate based on a fixed R-amount is deemed to be fair and consistent with the application of same among municipalities in the Western Cape.

Die huidige korting gebaseer op 'n vaste R-bedrag word as billik beskou en in ooreenstemming met die toepassing daarvan onder munisipaliteite in die Wes-Kaap.

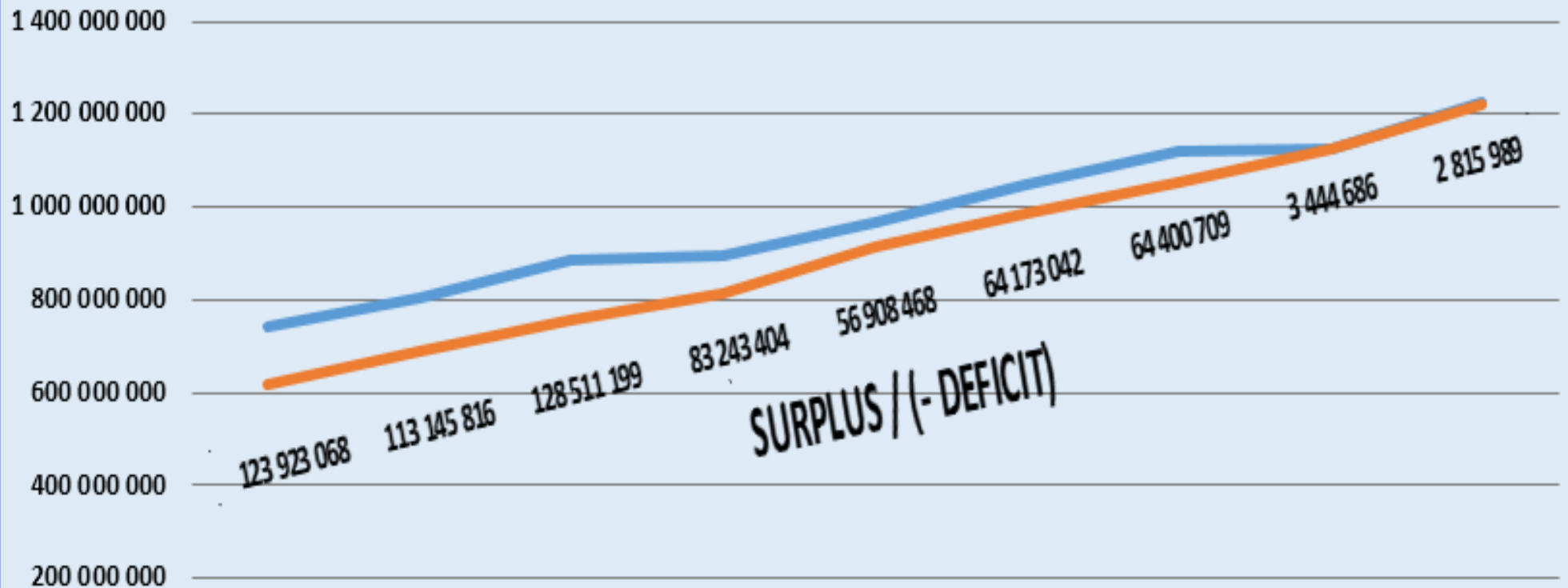
1. The Executive Mayor, in collaboration with the Mayco and the Budget Steering Committee, decided to reduce the draft increase from **5.9%** to a low of **3.9%**.

*Die UBM het in samewerking met die UBK en die Begroting BeheerKomitee besluit om die konsepverhoging van **5,9%** te verminder tot 'n lae **3,9%**.*

- a) SALGA approached the negotiation process with 2.8%. This will result in a substantial saving over the longer term. The MTREF budget period is 3 years the estimated loss is in years 4 and 5
SALGA het die onderhandelingsproses met 2,8% benader. Dit sal 'n aansienlike besparing op lang termyn tot gevolg hê. Die MTREF begrotings tydperk is 3 jaar, die geskatte verlies is in jaar 4 en 5.

(8) There is no longer a budget for a deficit in the outer years of the 3 MTREF period

RELATIONSHIP BETWEEN GROWTH IN REVENUE AND EXPENDITURE



SURPLUS / (- DEFICIT)

	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26
	Actual	Actual	Actual	ADJB Budget	Final Budget	Final Budget	Final Budget	Final Budget	Final Budget
Revenue	740 711 650	803 320 517	886 240 750	895 651 145	968 875 619	1 048 008 388	1 119 714 984	1 127 099 799	1 223 957 902
Expenditure	616 788 582	690 174 701	757 729 551	812 407 741	911 967 151	983 835 346	1 055 314 274	1 123 655 112	1 221 141 914

(8) Malmesbury Business Chambers & Johan Sadie

Swartland Munisipaliteit 27/05/2021

FROM (Annexure E)	SUMMARY (Annexure E)
Malmesbury Business Chambers - <i>Continued</i>	Expenses incurred with the purchase of the Nedbank and Standard Bank building
	The extraordinarily high increases in water rates
Johan Sadie	Rebates to persons older than 60 years must be adjusted upwards.
	Cut expenses in order to limit tariff increases to the minimum and lower the property rates increase
	Limit the electricity increase by Escom at 13%

(8) Malmesbury Business Chambers & Johan Sadie

- b) With the combination of purchase price and repair costs, the break-even period is about 17 years, which still makes it very attractive.
Met die samevoeging van aankoopprys en herstelkoste is die gelykbreekperiode ongeveer 17 jaar, wat dit steeds baie aantreklik maak.
- c) This is not just an accounting consideration, but rather to improve service delivery.
Dit is egter nie net 'n rekeningkundige oorweging nie, maar eerder om dienslewering te verbeter.
- d) As for the rates, not every service can be compared on its own. A basket of services needs to be looked at.
Wat die tariewe betref kan dit nie elke diens op sy eie vergelyk word. Daar moet gekyk word na 'n mandjie van dienste.

1. The current rebate to persons older than 60 years is deemed to be fair.
Die huidige korting aan persone ouer as 60 jaar word as billik beskou.
2. Decided to reduce the property rates increase from 5.9% to 3.9%.
Besluit om die eiendomsbelasting van 5,9% tot 3,9% te verlaag.

(8) Budget changes and increasing shortfall 2020/21

Swartland Munisipaliteit 27/05/2021

Budget Items	Approximate R-Value Effect	
Property rates additional rebate of R35 000 for residential households	Revenue decreased	R 3 522 425
2KI's Free water to residential households	Revenue decreased	R 1 653 966
Water decreases from 6% to 0%	Revenue decreased	R 3 082 548
Sewerage tariff decreases from 4.9% to 0%	Revenue decreased	R 2 918 559
Refuse removal tariff decreases from 4.9% to 0%	Revenue decreased	R 1 990 627
Expenditure adjustments of Directorates	Expenditure decreased	R 2 968 107
Revenue adjustments of Directorates	Revenue decreased	R 4 703 348

2020/21 Draft budget Surplus +R 40 949 927.00

2020/21 Final Budget Shortfall -R 20 839 580.00

Total Budget changes Excl Impairments-R 61 789 507.00

(8) RESIDENTIAL PROPERTY VALUE OF R 500 000 WITH 22 KL OF WATER AND 602 kWh TARIFF 5 ELECTRICITY (2020/2021)

Municipality	Rates	22 KI Water	Sewerage	Refuse	602 kWh Electricity	Total Cost	% from Swartland	
Swartland Draft	R 223.08	R 425.63	R 251.95	R 140.20	R 1 211.07	R 2 251.93	-2.78%	
Swartland	R 215.00	R 413.03	R 234.35	R 131.52	R 1 195.33	R 2 189.23		2
Mosselbay	R 153.37	R 383.89	R 236.57	R 199.81	R 1 228.97	R 2 202.61	0.61%	3
Drakenstein	R 302.29	R 284.60	R 1 012.73	R 281.23	R 1 565.65	R 3 446.50	57.43%	7
Stellenbosch	R 225.42	R 297.30	R 223.68	R 205.11	R 1 159.74	R 2 111.25	-3.56%	1
Saldanha bay	R 262.46	R 387.98	R 214.58	R 213.18	R 1 245.42	R 2 323.62	6.14%	5
Bergrivier	R 416.72	R 374.54	R 157.35	R 212.84	R 1 114.05	R 2 275.50	3.94%	4
Cape Town	R 240.42	R 675.02	R 214.78	R 137.22	R 1 255.00	R 2 522.44	15.22%	6
TOTALS	R 1 815.68	R 2 816.36	R 2 294.04	R 1 380.91	R 8 764.16	R 17 071.15		
Average	R 259.38	R 402.34	R 327.72	R 197.27	R 1 252.02	R 2 438.74	11.40%	

**JAARLIKSE BESPARING TUSSEN DRAFT EN FINAAL R 63 X 12 =
R 752.00 (2020/2021)**

JAARLIKSE KOSTES MEER AS NOMMER 1 # R 78 X 12 = R 936.00

(8) BUSINESS PROPERTY VALUE OF R 5 000 000 WITH 55 KL OF WATER AND 1000 kWh SMALL BUSINESS ELECTRICITY (2020/2021)

Municipality	Rates	55 Kl Water	Sewerage	Refuse	1000 kWh Electricity	Total Cost	% from Swartland	
Swartland Draft	R 3 217.50	R 1 399.71	R 251.95	R 140.20	R 2 417.21	R 7 426.57	-3.88%	
Swartland	R 3 088.79	R 1 298.00	R 234.35	R 131.52	R 2 385.78	R 7 138.44		1
Mosselbay	R 3 067.33	R 1 980.99	R 646.30	R 325.43	R 2 821.30	R 8 841.35	23.86%	3
Drakenstein	R 5 138.75	R 1 182.23	R 1 012.73	R 291.06	R 2 475.00	R 10 099.77	41.48%	6
Stellenbosch	R 4 958.75	R 1 293.85	R 3 937.50	R 242.59	R 2 465.58	R 12 898.27	80.69%	7
Saldanha bay	R 5 250.00	R 1 074.65	R 214.58	R 218.41	R 2 572.07	R 9 329.71	30.70%	4
Bergrivier	R 4 587.50	R 835.37	R 157.35	R 212.84	R 2 598.93	R 8 391.99	17.56%	2
Cape Town	R 4 808.33	R 1 650.22	R 214.78	R 163.91	R 2 951.90	R 9 789.14	37.13%	5
TOTALS	R 30 899.45	R 9 315.31	R 6 417.59	R 1 585.76	R 18 270.56	R 66 488.67		
Average	R 4 414.21	R 1 330.76	R 916.80	R 226.54	R 2 610.08	R 9 498.38	33.06%	

**JAARLIKSE BESPARING TUSSEN DRAFT EN FINAAL R 288 X 12 =
R 3 458.00 (2020/2021)**

**JAARLIKSE EKSTRA KOSTES IN MOSSELBAAI R 1 703 X 12 =
R 20 435.00**

(8a) MFMA Sec 23 - Public Comments / Inputs effect on 30 Day Budget (1)

Swartland Munisipaliteit 27/05/2021

Capital Budget Changes		90 Day Budget		30 Day Budget		Difference	Reasons / Motivations
		2021/22		2021/22			
1	Conversion / Operationalising of Office Space (Standard Bank Building)	R 4 000 000	CRR	R 5 100 000	CRR	R 1 100 000	Tenders have been received which enabled a proper allocation of costs between the two buildings. Also with the tender prices known, a shortfall was noted which requires a re-allocation between projects.
2	Conversion / Operationalising of Office Space (Nedbank Building)	R 5 000 000	CRR	R 4 900 000	CRR	R -100 000	
3	Roads Swartland: Resealing of Roads (CRR)	R 20 177 474	CRR	R 19 177 474	CRR	R -1 000 000	
4	Upgrading of N7/Voortrekker Northern Interchange	R 5 000 000	CRR	R 2 000 000	CRR	R -3 000 000	The planned starting date of the project was moved and the implementation schedule ammended to allow for approval by other roads authorities which requires an amendment of the budget accordingly.
5	Rudimentary Services: Silvertown	R 1 500 000	CRR	R -	CRR	R -1 500 000	Funding source changed to DHS as approved and Gazetted for Interim Basic Services.
6	Riebeek-Kasteel Fencing			R 1 667 500	DHS	R 1 667 500	Fencing is needed for the Riebeek Kasteel Service Site project as per Municipal Planning Tribunal requirement.
						R -2 832 500	

(8a) MFMA Sec 23 - Public Comments / Inputs effect on 30 Day Budget (2)

Swartland Munisipaliteit 27/05/2021

Capital Budget Changes		90 Day Budget		30 Day Budget		Difference	Reasons / Motivations
		2022/23		2022/23			
1	Upgrading of N7/Voortrekker Northern Interchange	R 5 000 000	CRR	R 8 000 000	CRR	R 3 000 000	Reason provided above under No. 4 of 2021/22.
						R 3 000 000	
Capital Budget Changes		90 Day Budget		30 Day Budget		Difference	Reasons / Motivations
		2023/24		2023/24			
1	Upgrading of N7/Voortrekker Northern Interchange	R -	CRR	R 2 381 500	CRR	R 2 381 500	Reason provided above under No. 4 of 2021/22.
						R 2 381 500	
	TOTAL CAPITAL EXPENDITURE - 2021/22	R 169 268 229		R 166 435 729		R -2 832 500	
	TOTAL CAPITAL EXPENDITURE - 2022/23	R 129 744 732		R 132 744 732		R 3 000 000	
	TOTAL CAPITAL EXPENDITURE - 2023/24	R 134 297 348		R 136 678 848		R 2 381 500	

(8c) Capital Projects with a total project cost in excess of R50 million **(to give effect to Sec 19 (1) (b) of the MFMA)** **"ANNEXURE B: 2021/22 – 2023/24"**

Project Description	Preceding Years	Budget Year	Budget Year	Budget Year	Forecast	Forecast	Sum of Future Years	Total Project Value	Funding Sources
	Costs / Budget	2021/22	2022/23	2023/24	2024/25	2025/26	Estimate	Estimate	
Sewerage Works: Moorreesburg	R 4 328 955	R 38 587 430	R 10 437 000	R -	R -	R -	R -	R 64 500 118	CRR
Sewerage Works: Moorreesburg	R 9 219 401	R 16 432 570	R -	R -	R -	R -	R -	R 34 955 656	MIG
Roads Swarthland: Resealing of Roads	R 11 104 430	R 19 177 474	R 25 000 000	R 22 000 000	R 27 000 000	R 28 000 000	R 55 000 000	R 121 177 474	CRR
Roads Swarthland: Resealing of Roads	R 17 873 273	R 3 822 526	R -	R 6 599 541	R -	R -	R -	R 10 422 067	MIG

(8d) Finance sources of Capital budget and Capital spent in Pro Poor areas

FINANCING SOURCES	Budget	Final 2021/2022	Budget	Final 2022/2023	Budget	Final 2023/2024	Total Budget over MTREF 2021/24
Capital Replacement Reserve (CRR)	R	119 720 229	R	88 134 732	R	87 207 848	R 295 062 809
Municipal Infrastructure Grant (MIG)	R	22 700 000	R	23 810 000	R	24 711 000	R 71 221 000
Dept. Human Settlements	R	14 600 000	R	15 800 000	R	19 760 000	R 50 160 000
Integrated National Electrification Programme (INEP)	R	8 355 000	R	5 000 000	R	5 000 000	R 18 355 000
Dept. Cultural Affairs and Sport	R	1 033 000	R	-	R	-	R 1 033 000
Community Safety Grant	R	27 500	R	-	R	-	R 27 500
							R -
GRAND TOTAL	R	166 435 729	R	132 744 732	R	136 678 848	R 435 859 309
PART OF CAPITAL TO THE PRO POOR COMMUNITY	R	124 970 285	R	90 366 721	R	88 464 716	R 303 801 723
% OF CAPITAL TO THE PRO POOR COMMUNITY		75.09%		68.08%		64.72%	69.70%

(8f) Finale Capital Budget (Annexure A)

- The capital budget for 2021/2022: **R166.436 million**
*The kapitaalebegroting vir 2021/2022: **R166.436 miljoen***
- **R119.700 million** invested from Council's own funds
***R119.700 miljoen** geïnvesteer uit Raad se eie fondse*
- Capital investment over the **3 fiscal years: R435.859 million**
*Kapitaalinvesterings oor **3 belastingjare: R435.859 miljoen***

(8f) Capital budget per department over MTREF 2021/24 (Annexure A)

Swartland Munisipaliteit 27/05/2021

Department	2021/2022	2022/2023	2023/2024
Office of the Municipal Manager	R20 000	R20 000	R20 000
Civil Engineering Services	R118 468 909	R97 161 206	R78 231 652
Corporate Services	R892 000	R144 000	R710 000
Development Services	R19 317 500	R16 084 200	R19 816 000
Electrical Engineering Services	R25 358 320	R15 190 126	R32 799 636
Financial Services	R381 000	R260 000	R270 800
Protection Services	R1 998 000	R3 885 000	R4 830 760
TOTAL	R166 435 729	R132 744 732	R136 678 848

(8f) Capital budget per department 2021/22

The capital budget for 2021/2022 amounts to **R166.4 million** which includes the PRO POOR PART and is divided as follows:

*Die kapitaalbegroting vir 2021/2022 beloop **R166.4 miljoen** wat die DEERNIS DEEL insluit en wat as volg verdeel is:*

	GRAND TOTAL		PRO POOR PART
• Civil Engineering Serv.	R118.5m	71.2%	R 83.9m
• Corporate Services	R 0.9m	0.5%	R 0.8m
• Development Services	R 19.4m	11.6%	R 18.5m
• Electrical Engin. Serv.	R 25.4m	15.2%	R 20.6m
• Financial Services	R 0.4m	0.2%	R 0.2m
• Protection Services	R 2.0m	1.2%	R 1.0m
TOTALS	R 166.4m	100%	R 125.0m

(8f) Main capital projects - 2021/24 MTREF

The main capital projects for 2021/2024 are the following:

Die grootste kapitaalprojekte vir 2021/2024 is die volgende:

- | | |
|--|---------------|
| ● Sewerage works Moorreesburg | R65 5m |
| ● Resealing of roads Swartland | R76.6m |
| ● Housing, De Hoop, Darling and Others | R54.8m |
| ● New roads Swartland | R44.9m |
| ● Sewerage works Darling | R5 5m |
| ● Electricity Saamstaan/De Hoop | R39 9m |
| ● Renewal of electricity networks | R30.0m |
| ● Nedbank and Standard bank buildings | R10.0m |
| ● Bulk waterpipe upgrades | R47.7m |
| ● Protection Services # Fire Trucks | R10.7m |

(8f) ROAD RESEAL & BUILDING

2021 / 22 Sport
R 2 983 000.00

PROGRAM OPGESTEL IN 2010 & HERSIEN 2021/22

RESEAL AND BUILDING OF ROADS ON THE NEXT 3 YEARS

YEAR	RESEAL	BUILD & TAR ROADS	
2010/2011		R 11 400 000.00	PHASE 1
2011/2012	R 7 500 000.00		
2012/2013		R 11 750 000.00	PHASE 2
2013/2014	R 7 000 000.00		
2014/2015	R 9 000 000.00	R 800 000.00	PHASE 3
2015/2016		R 18 310 000.00	
2016/2017	R 10 000 000.00	R 6 000 000.00	
2017/2018	R 11 000 000.00		
2018/2019	R 14 000 000.00		
2019/2020	R 15 000 000.00	R 1 000 000.00	PLANNING 4 A + B
2020/2021	R 18 890 000.00	R 15 000 000.00	PHASE 4 A
2021/2022	R 23 000 000.00	R 9 555 096.00	PHASE 4 B
2022/2023	R 25 000 000.00	R 17 330 000.00	PHASE 5 A
2023/2024	R 28 590 541.00	R 17 992 959.00	PHASE 5 B
TOTAL	R 168 980 541.00	R 109 138 055.00	

Totaal R 121.5 Miljoen in 3 Jaar

(8f)

Building & Planning
2021/2022
Building 2022/2024

TEER VAN STRATE IN RIEBEEK WES



— FASE 2
— FASE 3
— FASE 4

BUILDING OF STREETS IN ILINGE LETHU



BUILDING OF STREETS IN DARLING



**2021/
2024**

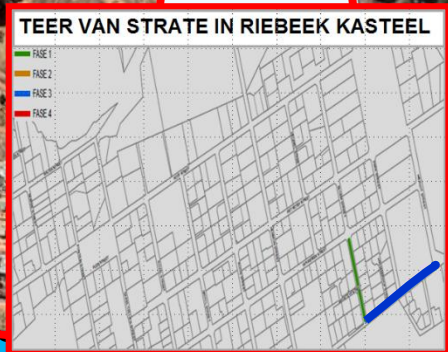


**HIERDIE STRATE WORD HERBOU IN
OPDRAG VAN DIE BURGEMEESTER
OM AGTERSTANDE UIT TE WIS**

BUILDING OF STREET IN CHATSWORTH



TEER VAN STRATE IN RIEBEEK KASTEEL



— FASE 1
— FASE 2
— FASE 3
— FASE 4

BUILDING OF STREET IN KALBASKRAAL



(8) MFMA Sec 23 - Public Comments / Inputs effect on 30 Day Budget (8g1)

Tariff Increase Changes	90 Day Budget	30 Day Budget	Reasons / Motivations
Property Rates: All Categories	5.9%	3.9%	The revisiting of the property tax increases was deemed appropriate at this juncture as this type of tax impacts/affects all categories of property owners and most effective when wanting to bring much needed relief.
Electricity	14.59%	13.8% and 15%	Revision of Tariff 3 (energy component) -15%, Tariff 10 - 15% and Tariff 12 (block 1) - 13.8%
Water	4.9% & 6%	3.5% & 4.5% Revised tariff	Water tariffs reduced to 3.5% for all users inclusive of the reduced block tariff for usage between 26-35 KL and no increase for 36 KL and above. Increases for the outer years were reduced from 6% to 4.5%.
Refuse Removal	6.00%	7.50%	Increases for the outer years must change from 6% to 7.5% to phase out the deficit over the longer term.

(8) MFMA Sec 23 - Public Comments / Inputs effect on 30 Day Budget (8g2)

Swartland Munisipaliteit 27/05/2021

Expenditure Changes	90 Day Budget	30 Day Budget	Difference	Reasons / Motivations
EMPLOYEE RELATED COST	R 215 453 215	R 216 936 039	R 1 482 824	(Draft was 4%) with the final budget as SALGA, contrary to 0% mandate provided by the municipality, entered negotiations with the aforementioned 2.8%. Note: The Actuarial Gains and Losses portion of Post Employee Health Benefits must move from Employee cost to Losses (mscoa change). Therefore the adjustment of –R3 028 145 under Losses need to be considered as part of the Employee costs which make up the decrease of R1 914 961 as a result of the 2.8% salary increases. The saving is better understood when considering the decrease in total expenditure of around R 1,9 million.
REMUNERATION OF COUNCILLORS	R 11 251 378	R 11 231 505	R -19 873	
SOCIAL CONTRIBUTIONS	R 43 414 528	R 43 064 761	R -349 767	

(8) MFMA Sec 23 - Public Comments / Inputs effect on 30 Day Budget (8g3)

Swartland Munisipaliteit 27/05/2021

Expenditure Changes	90 Day Budget	30 Day Budget	Difference	Reasons / Motivations
CONTRACTED SERVICES	R 87 355 055	R 87 560 750	R 205 695	
Environmental Legislation: Other & Housing Projects	R 70 000	R 50 000	R -20 000	To successfully get a project of almost 200 plots administratively ready for Darling within the next financial year.
Town Planning: Housing Projects	R 81 000	R 100 000	R 19 000	
Fire Damaged Houses (Council)	R -	R 97 252	R 97 252	Repair of a burnt down house as per the EHP Program, funded by DHS PREVIOUS YEAR grant.
SDF Plans	R 500 000	R 100 000	R -400 000	Amount must move to 2022/23.
Training: Efficiency Development	R 1 294 339	R 1 820 006	R 525 667	0.50% of the Salary budget for training does not cover the legislative training requirements and was therefor changed to 0.70%.
TRANSFERS AND SUBSIDIES	R 3 929 580	R 3 850 527	R -79 053	
Donation: Huis van Heerde	R 79 053	R 101 585	R 22 532	Amount for Huis van Heerde erroneously also pulled through to Old Age Homes.
Old Aged Homes	R 1 532 480	R 1 430 895	R -101 585	
OTHER EXPENDITURE	R 53 215 503	R 53 199 736	R -15 766	
Skills Levy	R 2 203 703	R 2 183 677	R -20 026	Linked to the employee cost adjustments.
Survey Costs: Housing Projects	R 81 000	R 100 000	R 19 000	Linked to the Environmental Legislation and Town Planning above.
Travel and Subsistance	R 686 321	R 671 581	R -14 740	Adjustment as a result of the FMG grant based on the 2021/22 support plan.
LOSSES	R 8 172 838	R 5 144 693	R -3 028 145	
Post Employee Health Benefits	R -3 136 289	R -3 028 145	R 108 144	Moved from employee cost and linked to the employee cost adjustments.

(8) MFMA Sec 23 - Public Comments / Inputs effect on 30 Day Budget (8g4)

Revenue Changes	90 Day Budget	30 Day Budget	Difference	Reasons / Motivations
SERVICE CHARGES			R 3 208 282	
Property Rates	R 145 821 479	R 143 029 761	R -2 791 718	Based on the aforementioned final reduced tariff adjustments and increased water consumption over the last 4 months.
Water	R 82 329 615	R 88 329 615	R 6 000 000	

TOTAL EXPENDITURE	R 913 771 237	R 911 967 151	R -1 804 085	
TOTAL REVENUE	R 965 667 337	R 968 875 619	R 3 208 282	
(-SURPLUS) / DEFICIT	(51 896 100)	(56 908 468)	(5 012 367)	
EXCLUDING CAPITAL GRANTS & DEVELOPMENT CHARGES	R 47 912 409	R 47 912 409	R -	
(-SURPLUS) / DEFICIT	(3 983 691)	(8 996 059)	(5 012 367)	

(8g) High-level multi-year Capital and Operating budgets for 2021/22 – 2023/24

Swartland Munisipaliteit 27/05/2021

	Original Budget 2020/21	Special Adj Budget 2020/21	Final Budget 2021/22	Final Budget 2022/23	Final Budget 2023/24
Capital budget	212 435 837	212 204 973	166 435 729	132 744 732	136 678 848
Operating Expenditure	810 670 080	812 407 741	911 967 151	983 835 346	1 055 314 274
Operating Revenue	882 786 413	895 651 145	968 875 619	1 048 008 388	1 119 714 984
Budgeted (Surplus)/ Deficit	(72 116 333)	(83 243 405)	(56 908 468)	(64 173 042)	(64 400 709)
Less: Capital Grants, Donations & Development Charges	86 863 600	80 767 351	47 912 409	45 865 556	50 788 078
(Surplus)/ Deficit	14 747 267	(2 476 054)	(8 996 059)	(18 307 486)	(13 612 631)

(8g) Operating Budget (Annexure A)

- Operating expenditure budget for 2021/2022: **R911.967 million**

*Bedryfs-uitgawebegroting vir 2021/2022: **R911.967 miljoen***

- Growth from previous fin year: **12.3%**

*Groei vanaf vorige fin jaar: **12.3%***

- Operating revenue budget for 2021/2022: **R968.876 million**

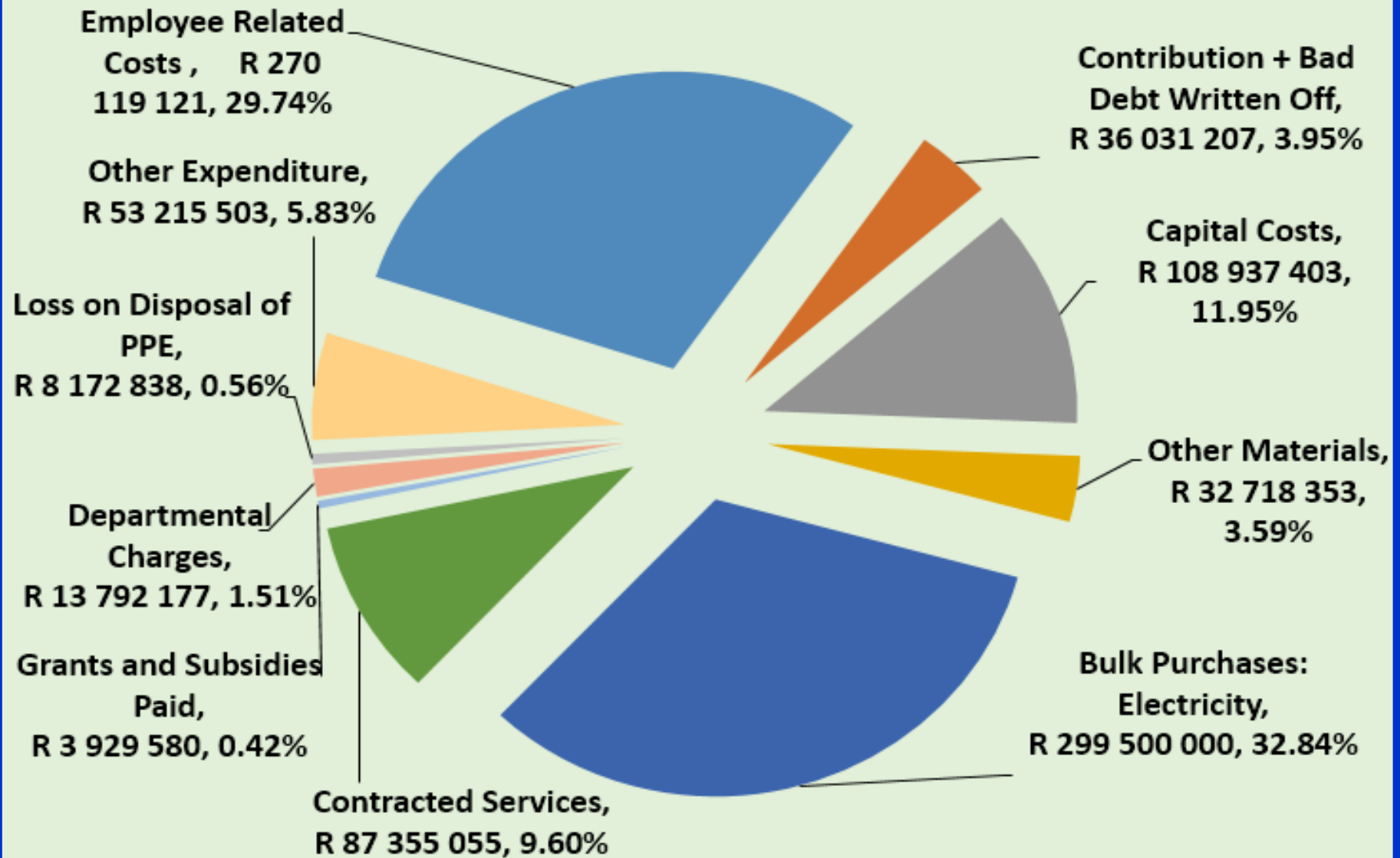
*Bedryfs-inkomstebegroting vir 2021/2022: **R968.876 miljoen***

- Growth from previous fin year: **8.2%**

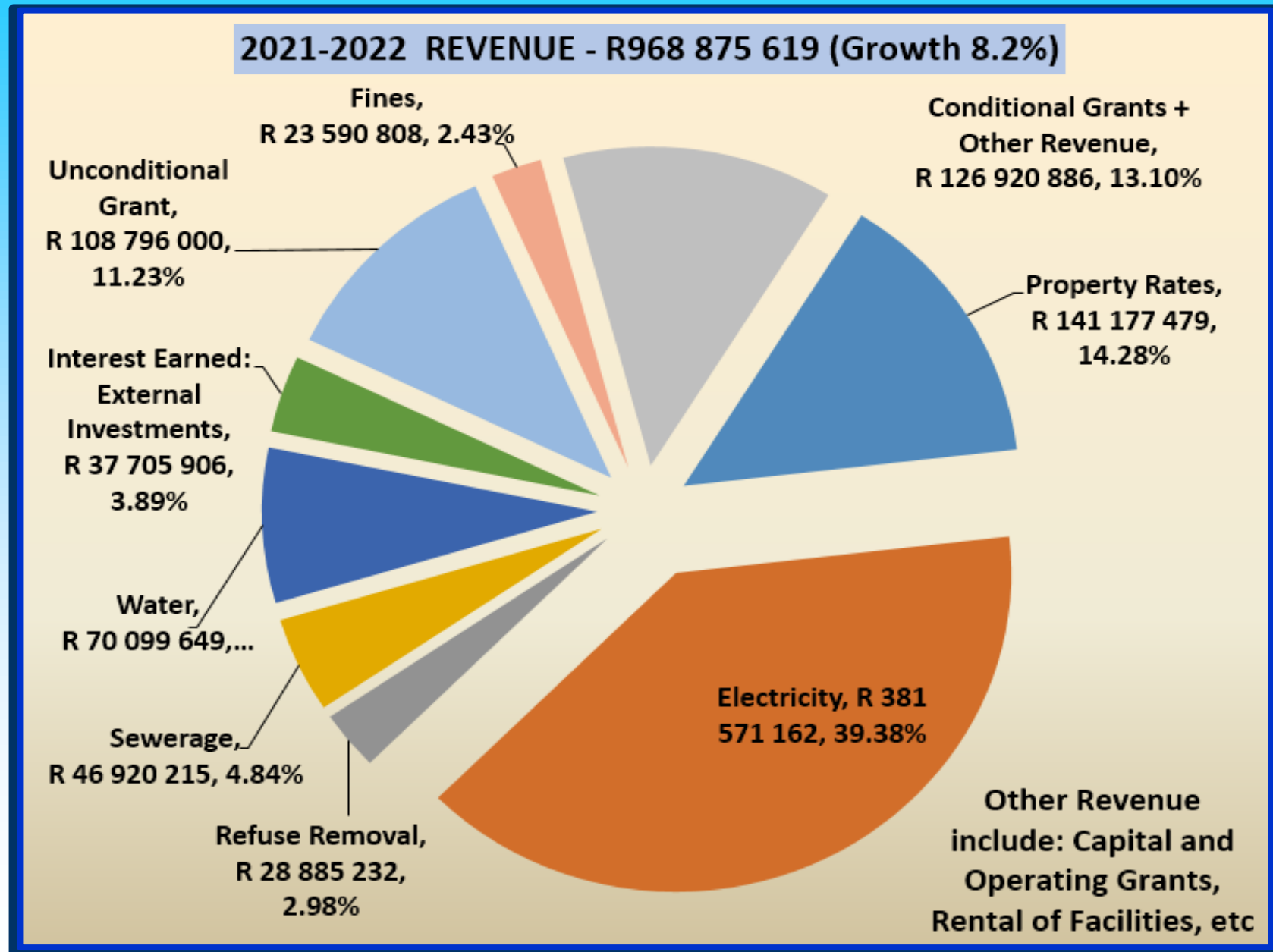
*Groei vanaf vorige fin jaar: **8.2%***

(8g) 2021/22 Expenditure (R912.0 million)

2021-2022 EXPENDITURE - R911 967 151 (Growth 12.3%)



(8g) 2021/22 Revenue (R968.9 million)



(8g) Operating budget per department

The operating budget for 2021/2022 amounts to R912.0 million which is divided as follows:

Die bedryfsbegroting vir 2021/2022 beloop R912.0 miljoen wat as volg verdeel is:

• Office of the Municipal Manager	R8.1m	0.9%
• Council Services	R18.2m	2.0%
• Civil Engineering Services	R293.7m	32.2%
• Corporate Services	R38.6m	4.2%
• Development Services	R53.5m	5.9%
• Electrical Engineering Services	R368.0m	40.4%
• Financial Services	R56.4m	6.2%
• Protection Services	R75.4m	8.3%

(8h) Property category and rates

Swartland Munisipaliteit 27/05/2021

Category of property	Rate ratio	(c/R) rate determined for the relevant property category
Residential properties	1: 1	0,5361 (from 0.5464)
Business and Commercial properties	1: 1,4367	0,7702 (from 0.7850)
Industrial properties	1: 1,4367	0,7702 (from 0.7850)
Agricultural properties	1: 0,25	0,1340 (from 0.1366)
Mining properties	1: 1,4367	0,7702 (from 0.7850)
Public Service Infrastructure	1: 0,25	0,1340 (from 0.1366)
Public Benefit Organisations	1: 0	0,0000
Vacant properties	1: 1,347	0,7221 (from 0.7369)
Municipal properties	1: 0	0,0000
Conservation Areas	1: 0	0,0000
Protected Areas	1: 0	0,0000
National Monuments	1: 0	0,0000
Informal Settlements	1: 0	0,0000

(8h) Property Exemptions and Rebates

- **Residential Properties:** For all residential properties, the municipality will not levy a rate on the first R15 000 of the property's market value.
 - *Residensiële eiendomme:* Vir alle residensiële eiendomme hef die munisipaliteit nie 'n tarief op die eerste R15 000 van die eiendom se markwaarde nie.
- **Indigent owners:** 100% rebate will be granted to registered indigents in terms of the Indigent Policy to a maximum valuation of R105 000;
 - *Hulpbehoewende eienaars:* 'n Korting van 100% word aan geregistreeerde hulpbehoewendes toegestaan ingevolge die beleid vir hulpbehoewendes tot 'n maksimum waardasie van R105 000;
- **Qualifying senior citizens and disabled persons:** A rebate to an amount equal to the rates payable on the first amount of the valuation of such property to a limit of R300 000.
 - *Kwalifiserende senior burgers en gestremde persone:* 'n Korting op 'n bedrag gelyk aan die tariewe betaalbaar op die eerste bedrag van die waardasie van sodanige eiendom, tot 'n limiet van R300 000.

(8h) SUMMARY OF EQUITABLE SHARES - 2021/22

Swartland Munisipaliteit 27/05/2021

APPLICATIONS	AREA	PRE-PAID ELEC	CONVENTIONAL	REFUSE	WATER	SEWERAGE	PROPERTY RATES	TOTAL
	SWARTLAND AREA	R 1.1536	R 249.47	R 139.28	R 67.14	R 248.41	R 105 000	
Growth	ESKOM AREA	R 1.3999	R 1.2583		R 8.94		R 0.5361	
3%		50			6			
50	MALMESBURY	R 34 904	R 89 968	R 84 284	R 73 098	R 150 324	R 28 387	R 460 966
1955	WESBANK	R 1 352 874	R 1 139 597	R 3 266 833	R 2 833 267	R 5 826 506	R 1 100 254	R 15 519 331
853	ILINGE LETHU	R 590 292	R -	R 1 425 399	R 1 236 224	R 2 542 248	R 480 068	R 6 274 231
975	CHATSWORTH	R 675 129	R -	R 1 630 258	R 1 413 894	R 2 907 619	R 549 063	R 7 175 963
704	RIEBEEK WES	R 487 044	R -	R 1 176 083	R 1 019 997	R 2 097 584	R 396 099	R 5 176 807
260	RIVERLANDS	R 179 654	R -	R 433 817	R 376 242	R 773 728	R 146 108	R 1 909 549
764	RIEBEEK KASTEEL	R 528 981	R -	R 1 277 351	R 1 107 824	R 2 278 198	R 430 206	R 5 622 560
690	ABBOTSDALE	R 477 652	R -	R 1 153 403	R 1 000 326	R 2 057 133	R 388 461	R 5 076 975
452	KALBASKRAAL	R 313 156	R -	R 756 188	R 655 829	R 1 348 687	R 254 681	R 3 328 541
183	KORINGBERG	R 126 899	R -	R 306 426	R 265 758	R 546 522	R 103 203	R 1 348 808
1319	DARLING	R 913 242	R 292 397	R 2 205 237	R 1 912 564	R 3 933 115	R 742 714	R 9 999 269
7	YZERFONTEIN	R 4 990	R 26 241	R 12 050	R 10 451	R 21 492	R 4 059	R 79 284
1479	MOORREESBURG	R 1 023 743	R 877 190	R 2 472 069	R 2 143 983	R 4 409 019	R 832 582	R 11 758 586
1205	PHOLA PARK	R 834 011	R -	R 2 013 917	R 1 746 636	R 3 591 889	R 678 278	R 8 864 732
10897		R 7 542 571	R 2 425 393	R 18 213 318	R 15 796 094	R 32 484 065	R 6 134 161	R 82 595 602

10897 - Equitable Share Households are subsidised as follows:

- ✓ Rates free of charge to the value based on market value of the property to the maximum of R90 000 (R15 000 impermissible tax excluded).
- ✓ 50 kWh free Electricity per month.
- ✓ 6 kiloliters of Water free per month + free Water Basic R 64.87.
- ✓ Free Sewerage per month.
- ✓ Free 4 x per month Refuse Removal.

SWARTLAND "PRO POOR" CAPITAL- AND OPERATING BUDGET CAPITAL ALSO INCLUDES THE IRDP PLOTS & HOUSING

CAPITAL	TOTAL	"PRO POOR"	% "PRO POOR"
2021/2022	R 166 435 729	R 124 970 285	75.09%
2022/2023	R 132 744 732	R 90 366 721	68.08%
2023/2024	R 136 678 848	R 88 464 716	64.72%
TOTAL	R 435 859 309	R 303 801 723	69.70%
OPERATING COSTS R 2 951 116 772.00 INCLUDES 34% TO BUSINESS AND 66% TO HOUSEHOLDS	TOTAL HOUSEHOLDS	49.90% HOUSEHOLDS LESS THAN R50 613pj "PRO POOR"	% HOUSEHOLD "PRO POOR"
	39 139	19 530	49.90%
2021/2022	R 601 898 320	R 300 347 262	49.90%
2022/2023	R 649 331 328	R 324 016 333	49.90%
2023/2024	R 696 507 421	R 347 557 203	49.90%
TOTAL	R 1 947 737 069	R 971 920 798	49.90%
35 315 EQUITABLE SHARE OVER 3 YEAR MTREF	34% OPERATING COST OF BUSINESSES AGAIN ADDED	"PRO POOR" EQUITABLE SHARE HOUSEHOLDS = 10 897 (2021/22)	100 % "PRO POOR"
2021/2022	R 310 068 831	R 108 796 000	100.00%
2022/2023	R 334 504 018	R 119 269 000	100.00%
2023/2024	R 358 806 853	R 123 466 000	100.00%
TOTAL	R 1 003 379 702	R 351 531 000	100.00%
TOTAL LESS BUSINESSES	R 2 383 596 378	R 1 627 253 520	68.27%

(8i) Property rates and tariffs (Annexure A)

Swarthland Munisipaliteit 27/05/2021

	2020/2021	TARIFF 2020/2021	DRAFT 2020/2021	TARIFF 2021/2022	FINAL 2021/2022	TARIFF 2021/2022
Property Rates <i>Eiendomsbelasting</i>						
Residential	- 25.0%	0.5160	+ 5.90%	0.5464	+ 3.90%	0.5361
Commercial	- 20.0%	0.7413	+ 5.90%	0.7850	+ 3.90%	0.7702
Electricity <i>Elektrisiteit:</i>						
Network Charge <i>(0-50kWh) nr 1</i>	+ 6.22% + 6.22%	217.71 1.098101	+14.59% +14.59%	249.47 1.258314	+14.59% +14.59%	249.47 1.258314
Sanitation <i>Riool:</i>	0.00%	234.35	+ 5.90%	+ 248.41	+ 5.90%	+ 248.18
Refuse Removal <i>Vullisverwydering</i>	0.00%	131.52	+ 5.90%	139.28	+ 5.90%	+ 139.28
Network Charge	0.00%	64.87	+ 4.90%	68.05	+ 3.50%	67.14
Water 0 to 6 kl	0.00%	5.03	+ 4.90%	5.28	+ 3.50%	5.21
Water 7 tot 10 kl	0.00%	8.64	+ 4.90%	9.06	+ 3.50%	8.94

(8j) Electricity tariffs is still subject to NERSA's final approval;
Elektrisiteitstariewe is onderhewig aan finale goedkeuring deur NERSA;

(8i) Water tariffs in more detail

Normal Water Tariff Increases	2020/21	2021/22	Increases %	Increases (R)	Increases %	Increases (R)
Residential:						
• Network charge	R64.87	R67.14	3.5%	R2.27	4.9%	R3.18
• 0 – 6kl	R5.03	R5.21	3.5%	R0.18	4.9%	R0.25
• 7 – 10kl	R8.64	R8.94	3.5%	R0.30	4.9%	R0.42
• 11 – 15kl	R16.54	R17.12	3.5%	R0.58	6%	R0.99
• 16 – 20kl	R20.97	R21.70	3.5%	R0.73	6%	R1.26
• 21 - 25kl	R31.09	R32.49	3.5%	R1.09	6%	R1.87
• 26 - 35kl	R64.78	R47.94	-26%	- R16.84	6%	R3.89
• 36kl and above	R89.40	R89.40	0%	R0	6%	R5.36
Business/ Commercial/ Industrial/ etc.						
• Network charge	R110.00	R113.85	3.5%	R3.85	4.9%	R5.39
• From 1kl and above – R/Tariff per kl	R21.60	R22.36	3.5%	R0.76	4.9%	R1.06
• Sport Clubs	R22.90	R23.70	3.5%	R0.80	4.9%	R1.12
• Schools and Government Institutions	R24.02	R25.10	3.5%	R0.84	4.9%	R1.18

(8m) Training Budget

- Training budget for 2021/2022: **R1 820 006.00**
Opleidingsbegroting vir 2021/2022: R1 820 006.00
- Only: 0.70% of the total salary budget
Net 0.70% van die totale salaris begroting.
- This budget is considered more than sufficient to provide for training needs within the Municipality **given the worsening disposable income levels of the paying public during this severe economic downturn.**
- *Hierdie begroting word as meer as voldoende beskou om in opleidingsbehoefte in die munisipaliteit te voorsien, gegewe die verswakkende besteebare inkomstevlakke van die betalende publiek tydens hierdie ernstige ekonomiese insinking.*

(8n&o) Salary Budget

- Salary budget for 2021/2022: **R271 232 million (±2.8%)**
Salarisbegroting vir 2021/2022: R271 232 miljoen (↑2.8%)
- **NOTE:** That SALGA be informed of Council's dissatisfaction that, despite a 0% mandate received from various municipalities, SALGA went to the negotiations with a 2.8% increase
- **OPMERKING:** Dat die Raad se misnoeë teenoor SALGA uitgespreek word wat, ten spyte van 'n 0% mandaat wat vanaf verskeie munisipaliteite ontvang is, na die onderhandelinge gegaan het met 'n 2.8% verhoging;
- That it be noted that all councillors received **no increase** to their allowances **during 2020/21**; Provision has been made for a 2.8% increase for political office bearers
- Dat kennis geneem word dat alle raadslede **gedurende 2020/21 geen verhoging** van toelaes ontvang het nie; Voorsiening is gemaak vir 'n 2.8% verhoging vir politieke ampsbekleërs

(8p) INVESTMENTS OF SWARTLAND MUNICIPALITY

AS AT 30/04/2021 (Cash at 30 June 2009 = R197 766 041)

Financial Institution	Interest Rate	Investment Amount	% Inve
ABSA	6.51%	R 300 000 000	51.72%
STANDARD	4.70%	R 250 000 000	43.10%
NEDBAK	4.470%	R 30 000 000	5.17%
STANDARD Current Acc.	4.70%	R 0	0%
		R 580 000 000	100.00%

ANNUITY LOANS FOR ACQUISITION OF ASSETS

AS AT 30/04/2021

Financial Institution	Interest Rate	Loan Amount	Loan	WACC
Development Bank	9.670%	R 768 891	R 2 262 000	0.11%
Development Bank	9.575%	R 27 497 108	R 43 113 100	2.09%
Development Bank	10.665%	R 54 535 515	R 70 000 000	3.78%
Santam	10.960%	R 26 760 089	R 35 000 000	1.94%
DBSB (West Coast)	8.605%	R 2 400 000	R 12 000 000	0.52%
DBSB (West Coast)	10.870%	R 1 104 266	R 35 000 000	1.93%
WACC NORM = < 11 is aanvaarbaar		R 113 065 869	R 197 375 100	10.38%

Interest on External Loans are paid bi-annually
(December – R 6 089 184 and June R 5 844 328) = R 11 933 512.00

(8p)

Commitments against Cash & Cash Equivalents

		Comments
Cash & Cash Equivalents: 30 June 2021	R 610 371 215	Budgeted Cash balance of 2020/2021 period.
Cash & Cash Equivalents: 30 June 2022	R 577 694 040	Final Budgeted Cash balance of 2021/2022 period.
Primary Bank Account	R 85 000 000	Current account balance is lower compared to the average R100 000 000 in 2019/20 to increase the quantum of cash to be invested.
Short Term Investments (Less than 6 months)	R 492 694 040	Proposed investments for 2021/22 period.
Medium Term Investments (More than 6 months)	R -	
Commitments:	R 762 105 134	
Capital funding requirement (Grants & Loans)	R 46 715 500	Grants portion of 2021/22 Final Capital budget.
Cash Portion of Housing Development Fund	R 2 677	
Capital Budget (CRR) (2021/22 - 2023/24)	R 295 062 809	Based on 2021/22 MTREF Capital budget. (2021/22 - R119.7 mil) (2022/23 - R88.1 mil) (2023/24 - R87.2 mil)
Loan repayment for MTREF	R 11 054 815	Balance of loan repayments to be paid in Dec / June
Consumer Deposits	R 17 047 763	
Creditor payments	R 84 958 057	
Salaries	R 271 232 305	Salaries to be paid for 2021/22.
Bad Debt Contributions	R 36 031 207	Includes Bad Debts Written Off.
Net Working Capital	R -151 733 919	

8.2 RECOMMENDATIONS: FINAL BUDGET OF 2021 TO 2024

IMPORTANT NOTE: *The final income and expenditure figures as reported in the A-schedules to National and Provincial Treasury, will differ considerably from the figures mentioned final Budget 2021 tot 2024.*

For purposes of completeness and implementation the English version of the recommendations will be relied upon.

Vir die volledigheid en implementering sal op die Engelse weergawe van die aanbevelings staat gemaak word.

- **I recommend** that Council approves the FINAL multi year Capital and Operating Budgets over the MTREF time span 2021 to 2024 .
- **Ek beveel aan** dat die Raad die FINALE-meerjarige kapitaal- en bedryfsbegrotings gedurende die MTREF-tydperk 2021 tot 2024 goedkeur.

