

EXTRACT FROM THE MINUTES OF THE SPECIAL MEETING OF THE NEWCASTLE MUNICIPAL COUNCIL, HELD IN THE CONFERENCE ROOM, SHOW HALL, NEWCASTLE ON WEDNESDAY, 28 MARCH 2018 AT 14:00

PRESENT

Councillor	J C N	Mkhwanazi	:	Speaker
Councillor	V V	Bam		
Councillor	M V	Buhali		
Councillor	S B	Buthelezi		
Councillor	T J C	Danisa		
Councillor	X N M	Dladla		
Councillor	F P	Gama		
Councillor	V F	Hadebe		
Councillor	T S	Hlabisa		
Councillor	A	Khoza		
Councillor	V D	Kubeka		
Councillor	N P	Kunene		
Councillor	C Y	Liu		
Councillor	N K	Majozi		
Councillor	N Y	Mbatha		
Councillor	A M	Mbuli		
Councillor	R N	Mdluli		
Councillor	A P	Meiring		
Councillor	S G	Miya		
Councillor	H N	Mkhwanazi		
Councillor	T P	Mkhwanazi		
Councillor	M S	Mlangeni		
Councillor	N G	Mnguni		
Councillor	M V	Molefe		
Councillor	R M	Molelekoa		
Councillor	M V	Mthembu		
Councillor	P B	Mwali		
Councillor	R B	Ndim		
Councillor	S S	Ndlangamandla		
Councillor	M S	Ndlovu		
Councillor	M E	Ngcobo		
Councillor	B C	Ngema		
Councillor	D R	Ngema		
Councillor	D	Ngwenya		
Councillor	C L	Nhlapho		
Councillor	S J	Nhlapho		
Councillor	E M	Nkosi		
Councillor	S N	Nkosi		
Councillor	J B	Nkwanazi		
Councillor	S E	Shabangu		
Councillor	M	Shunmugam		
Councillor	D M	Sibilwane		
Councillor	D P	Sibiya		
Councillor	L T	Sikhosane		
Councillor	S L	Stein		
Councillor	G M B	Thwala		
Councillor	L G	Thwala		
Councillor	S M	Thwala		
Councillor Dr	J A	Vorster		
Councillor	S A	Yende		
Councillor	M F	Zikhali		
Councillor	N S	Zulu		
Councillor	S J	Zulu		

(ii)

Councillor	S Z	Zulu
Councillor	T M	Zulu
Councillor	N A	Zwane

ABSENT WITH APOLOGY

Councillor	L L	Bosman	:	other commitments
Councillor	E C J	Cronje	:	other commitments
Councillor	B S	Dlamini	:	other commitments
Councillor	B V	Khumalo	:	other commitments
Councillor	V P	Mzima	:	other commitments
Councillor	T M	Ndaba	:	out of town
Councillor	P F	Ndlovu	:	other commitments
Councillor	T M	Nzuza	:	other commitments
Councillor	M W	Twala	:	other commitments

ABSENT WITHOUT APOLOGY

Councillor	D X	Dube		
Councillor	F A	Malinga		
Inkosi	C S	Kubheka	:	Traditional Leader
Inkosi	B S	Radebe	:	Traditional Leader

3.(ii) DRAFT MEDIUM TERM BUDGET 2018/2019 : (BTO 6/1/1 - 2018/2019)

RESOLVED

- (a) That in terms of section 24 of the Municipal Finance Management Act, 56 of 2003, the annual budget of the municipality for the financial year 2018/19; and indicative allocations for the two projected outer years 2019/20 and 2020/21; and the multi-year capital appropriations be approved subject to corrections made by Executive Committee;
- (b) that the sources to fund both operating and capital budgets be noted and approved;
- (c) that the Municipality's annual allocation of R82 934 172 to uThukela Water for the provision of bulk water be approved;
- (d) that in terms of section 24(2)(c)(i) of the Municipal Finance Management Act, 56 of 2003, and sections 74 and 75A of the Local Government Municipal Systems Act, 32 of 2000 as amended, the tariffs for the supply of water, electricity, waste services, sanitation services and property rates as set out Tariff of Charges that were used to prepare the estimates of revenue by source, be approved with effect from 1 July 2018 for all services except for water and electricity consumption, which be levied on the new tariff with effect from 1 August 2018;

(iii)


- (e) that the Tariff of Charges be approved and be applicable with effect from 1 July 2018;
- (f) that Property Rates, Water, Refuse and Sanitations tariffs be increased by 6.2% and other tariff be increased by 10%;
- (g) that NERSA proposed municipal Electricity Tariff guidelines increase of 6.84% increase be provisionally approved, it be recorded that the application supporting this tariff increase is to be processed by NERSA in April 2018. Any changes to NERSA's proposed tariff to be reconsidered by the Council before approval of the final budget in May 2018;
- (h) that in terms of the Indigent Policy, the monthly household earnings of an indigent application be capped at 3 500 per month;
- (i) that bulk electricity purchases be increased by 7.32% as per NERSA and the National Treasury guidelines;
- (k) that the rate rebates be capped and approved as follows:

Electricity consumption	: 50kW/h
Water consumption	: 6 KI
Electricity availability	: 100%
Water availability	: 100%
Sewer	: 100%
Refuse	: 100%
Property rates	: 100%
- (l) that the Budget Policy be noted and approved;
- (m) that the Tariff Policy be noted and approved as attached Annexure C;
- (n) that the Rate Policy be noted and approved as attached Annexure C;
- (o) that the Indigent Policy be noted and approved as attached in Annexure C;
- (p) that the Customer Care Control and Debt Collection Policy Indigent Policy be noted and approved as attached in Annexure C;
- (q) that the Provision for Doubtful Debt and Debtors Write-Off Policy be noted and approved in Annexure C;
- (r) that the Supply Chain Management Policy be noted and approved as attached in Annexure C;
- (s) that the Cash And Investment Management Policy be noted and approved as attached Annexure C;
- (t) that the Asset Management Policy be noted and approved as attached in Annexure C;

(iv)

- (u) that the Petty Cash Policy be noted and approved as attached Annexure C;
- (v) that the Virement Policy be noted and approved as attached in Annexure C;
- (w) that Funding and Reserves Policy be noted and approved as attached in Annexure C;
- (x) that the Borrowing Policy be noted and approved as attached Annexure C;
- (y) that the Loss control Policy be noted and approved as attached in Annexure C;
- (z) that the Short-term Insurance Policy be noted and approved as attached in Annexure C.

I, the undersigned, **BHEKANI ERROL MSWANE**, in my capacity as **MUNICIPAL MANAGER** to the Newcastle Municipal Council, hereby certify the above as a true extract from the minutes of the special meeting held on 28 March 2018.


B.E. MSWANE
MUNICIPAL MANAGER

Newcastle