

6.2.29/05/2019

TABLING OF THE FINAL DRAFT BUDGET – 2019/20 -2021/22 MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF)

PURPOSE

To table the Final Draft Budget 2019/20 – 2021/22 Medium Term Revenue & Expenditure Framework (MTREF) in Council for adoption.

STRATEGIC INTENT

Good governance and compliance with applicable legislation.

To obtain Council' adoption of the tabled draft 2019/20 – 2021/22 Medium Term Revenue & Expenditure Framework (MTREF).

BACKGROUND INFORMATION

In terms of **section 16** of the MFMA;

1. The council of a municipality must for each financial year approve the budget for the municipality before the start of the financial year.
2. In order for a municipality to comply with subsection 1, the Mayor of the municipality must table the annual budget as a council meeting at least 90 days before the start of the budget year

The MSCOA regulations applied to all municipality with effect from 1 July 2017. This means that the compilation of the 2019/20 MTREF must be compliant with MSCOA classification framework

In terms of **section 22** of the MFMA;

1. The accounting officer of the municipality must immediately after the budget has been tabled make it public and invite the local community to submit representations-

IMPLICATIONS

Financial

Financial implications are as contained in the details of this report

Legal

The Final Draft Budget is submitted to comply with:

- a. Municipal Finance Management Act 56/2003 (MFMA)
- b. Municipal Budget and Reporting Regulations (MBRR)
- c. MFMA Budget Circulars
- d. MSCA Regulations

ATTACHMENTS

- a. Annexure A – Annual Budget and Supporting tables

RECOMMENDED BY MANAGEMENT TO MAYORAL COMMITTEE

1. That in terms of section 24(1) of the MFMA the final draft budget for the 2019/20 and indicative of the two projected years 2020/2021 and 2021/22; and the capital appropriations be approved as set out in the Annual Budget tables A1 – A10 and supporting tables as contained in Annexure A
2. That in terms of section 24(2)(c)(v) of the MFMA, the following budget related policies for the budget year 2019/20 be reaffirmed:
 - a. Accounting policy
 - b. Supply Chain Management policy
 - c. Assets Management policy
 - d. Cash and investment policy
 - e. Subsistence and travel policy
 - f. Credit control and debt management policy
 - g. Impairment policy
 - h. Budget policy
 - i. Tariffs policy
 - j. Telephone/3G policy
 - k. Funding and reserves policy
 - l. Cellphone policy for Officials
 - m. Petty Cash policy

n. Expenditure Management policy

3. That a copy of the approved budget in the prescribed format be submitted to National and Provincial Treasury
4. That the tabled budget for the 2019/20 MTREF be made public

RECOMMENDED BY THE MAYORAL COMMITTEE TO COUNCIL

1. That in terms of section 24(1) of the MFMA the final draft budget for the 2019/20 and indicative of the two projected years 2020/2021 and 2021/22; and the capital appropriations be approved as set out in the Annual Budget tables A1 – A10 and supporting tables as contained in Annexure A
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3. That a copy of the approved budget in the prescribed format be submitted to National and Provincial Treasury
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RESOLVED BY COUNCIL

1. That in terms of section 24(1) of the MFMA the final draft budget for the 2019/20 and indicative of the two projected years 2020/2021 and 2021/22; and the capital appropriations be approved as set out in the Annual Budget tables A1 – A10 and supporting tables as contained in Annexure A
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 - k. Funding and reserves policy
 - l. Cellphone policy for Officials
 - m. Petty Cash policy
 - n. Expenditure Management policy
3. That a copy of the approved budget in the prescribed format be submitted to National and Provincial Treasury
4. That the tabled budget for the 2019/20 MTREF be made public