

The City is acutely aware of the need to create and maintain an attractive ambience through City beautification and good green deeds. Not only do these create employment but a clean green city is attractive to tourists and investors. It also adds towards improving the quality of life of our citizens. The City's partnership with the local business chambers, big corporates and Buffalo City Metropolitan Development Agency is in the right path towards achieving this. A lot of investment, awareness raising and education on the communities is still required to change the mindset and culture.

BCMM is focused on re-prioritising the budget, projects and resources where they are needed most and where they will have the most significant impact. The presented budget attests that BCMM is a City hard at work and will continue to build a stronger social compact with business, labour and communities to accelerate development in the 2023/2024 MTREF period.

Yours in Public Service,



Cllr Xola Pakati

BCMM Executive Mayor

1.2 COUNCIL RESOLUTIONS

On 31 March 2023 the Council of Buffalo City Metropolitan Municipality convenes to consider the Draft Revised 2023/2024 Integrated Development Plan (IDP), Draft 2023/2024 Medium Term Revenue and Expenditure Framework (MTREF) and Draft Built Environment Performance Plan (BEPP): BCMM Catalytic Land Development Programmes. It is recommended that the Council approves and adopts the following resolutions:

1. The Council of Buffalo City Metropolitan Municipality, acting in terms of Section 34 of the Municipal Systems Act, 32 of 2000 **approves** and **adopts** the Draft Revised 2023/2024 Integrated Development Plan (IDP).
2. The Council of Buffalo City Metropolitan Municipality, acting in terms of Division of Revenue Act (DoRA), **approves** and **adopts** the Draft 2023/2024 Built Environment Performance Plan (BEPP): BCMM Catalytic Land Development Programmes.
3. The Council of Buffalo City Metropolitan Municipality, acting in terms of section 24 of the Municipal Finance Management Act, (Act 56 of 2003) **approves** and **adopts**:
 - 3.1. The Consolidated Draft Annual Budget of the municipality for the 2023/2024 MTREF and the multi-year and single-year capital appropriations as set out in the following tables:
 - 3.1.1. Budgeted Financial Performance (revenue and expenditure by functional classification) as contained on **{Table 19}**;
 - 3.1.2. Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained on **{Table 20}**;
 - 3.1.3. Budgeted Financial Performance (revenue by source and expenditure by type) as contained on **{Table 21}**; and

3.1.4. Multi-year and single-year capital appropriations by municipal vote and functional classification and associated funding by source as contained on **{Table 22}**.

3.1.5. Financial Position as contained on **{Table 23}**;

3.1.6. Budgeted Cash Flows as contained on **{Table 24}**;

3.1.7. Reserves and accumulated surplus reconciliation as contained on **{Table 25}**;

3.1.8. Asset management as contained on **{Table 26}**; and

3.1.9. Basic service delivery measurement as contained on **{Table 27}**.

3.2. The Draft Annual Budget of the parent municipality for the 2023/2024 MTREF and the multi-year and single-year capital appropriations as set out in the following tables:

3.2.1. Budgeted Financial Performance (revenue and expenditure by functional classification) as contained on **{Table 95}**;

3.2.2. Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained on **{Table 96}**;

3.2.3. Budgeted Financial Performance (revenue by source and expenditure by type) as contained on **{Table 97}**; and

3.2.4. Multi-year and single-year capital appropriations by municipal vote and functional classification and associated funding by source as contained on **{Table 98}**.

3.2.5. Budgeted Financial Position as contained on **{Table 99}**;

3.2.6. Budgeted Cash Flows as contained on **{Table 100}**;

3.2.7. Reserves and accumulated surplus reconciliation as contained on **{Table 101}**;

3.2.8. Asset management as contained on **{Table 102}**; and

3.2.9. Basic service delivery measurement as contained on **{Table 103}**.

3.3. The Draft Annual Budget of the municipal entity (BCMDA) for the 2023/2024 MTREF as set out in the following tables:

- 3.3.1. Budgeted Financial Performance (revenue by source and expenditure by type) as contained on **{Table 71}**;
 - 3.3.2. Budgeted Financial Position as contained on **{Table 73}**;
 - 3.3.3. Budgeted Cash Flows as contained on **{Table 74}**;
 - 3.3.4. Budgeted Capital by asset class and Funding as contained on **{Table 72}**
4. The Council of Buffalo City Metropolitan Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) **approves** and **adopts** tariffs (percentage increase) contained on **{Table 39}** effective from 1 July 2023:
 - 4.1. Property rates – as set out in Annexure F
 - 4.2. Electricity charges– as set out in Annexure F
 - 4.3. Water charges – as set out in Annexure F
 - 4.4. Sanitation services – as set out in Annexure F
 - 4.5. Solid waste services – as set out in Annexure F
 - 4.6. Other services as set out in Annexure F
5. To give proper effect to the Consolidated Draft Annual Budget, the Council of Buffalo City Metropolitan Municipality **approves**:
 - 5.1. That an indigent subsidy be granted to registered indigents in terms of Council's Indigent Policy.
 - 5.2. That an indigent consumer be given an average social subsidy package on his/her account per month, which includes a maximum of 50kwh for electricity and 6kl for water as contained on table 15.
6. The Buffalo City Metropolitan Municipality Council, **approves** and **adopts** the revised budget related policies:
 - 6.1. Property Rates Policy – as set out in Annexure H
 - 6.2. Supply Chain Management Policy – as set out in Annexure I
 - 6.3. Immovable Asset Policy – as set out in Annexure J
 - 6.4. Credit Control Policy – as set out in Annexure N

- 6.5. Indigent Support Policy – as set out in Annexure O
- 6.6. Long-Term Borrowing Policy – as set out in Annexure P
- 6.7. Budget Management and Oversight Policy – as set out in Annexure S
- 6.8. Investment & Cash Management Policy – as set out in Annexure T
7. That Council **notes** the budget-related policies adopted in the previous financial years and where no amendments have been made after review, as listed in Section 2.4.1 of this report and are available on BCMM’s website at www.buffalocity.gov.za .
8. That in terms of Section 24(2)(c)(iii) of the Municipal Finance Management Act, 56 of 2003, the measurable performance objectives for capital and operating expenditure by vote for each year of the medium-term revenue and expenditure framework as set out in Supporting Table SA7 {Table 34) be **approved**.
9. That in terms of Section 24(2)(c)(iv) of the Municipal Finance Management Act, 56 2003, the Draft Revised 2023/2024 Integrated Development Plan be **approved**.
10. Council **notes** that the Consolidated Draft 2023/2024 MTREF Budget tabled for adoption is structured in terms of the Buffalo City Metropolitan Municipality votes and functions.
11. MFMA Circular 122 and 123 for the Draft 2023/2024 MTREF attached as Annexure W be **noted** by Council.



X. PAKATI

EXECUTIVE MAYOR

BUFFALO CITY METROPOLITAN MUNICIPALITY

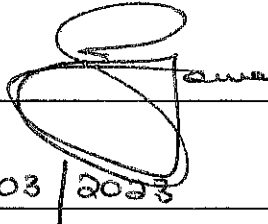
2.17 CITY MANAGER'S QUALITY CERTIFICATE

I Mxolisi Yawa, City Manager of Buffalo City Metropolitan Municipality, hereby certify that the Draft 2023/2024 Medium-Term Revenue and Expenditure Framework and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and the regulations made under the Act, and that the annual budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Print Name: Mxolisi Yawa

City Manager of Buffalo City Metropolitan Municipality (BUF)

Signature _____

A handwritten signature in black ink, appearing to read 'Mxolisi Yawa', is written over a horizontal line. The signature is stylized and somewhat cursive.

Date _____

20 / 03 / 2023