

RAADSVERGADERING: 26 MAART 2026

HESSEQUA MUNISIPALITEIT



UITTREKSEL UIT NOTULE

RAADSVERGADERING

**DONDERDAG 26 MAART 2026
OM 10:30**

4780193258
MUNISIPALITEIT HESSEQUA
DEPARTEMENT FINANSIES

26 MAR 2026

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HESSEQUA MUNICIPALITY
FINANCIAL DEPARTMENT

9.21 DRAFT BUDGET FOR THE MTREF 2026/2027 PERIOD

File number / Verwysingsnommer: 5/1/1

Meeting date / Vergadering datum: 26 March 2026

Report by / Verslag deur: Director Financial Services: Gerard Goliath

RESOLUTION / BESLUIT

1. That Council approve the 2026/27 Draft MTREF operating budget as follows:

Description	Budget Year 2026/27	Budget Year 2027/28	Budget Year 2028/29
Total Revenue	882 391 564	930 599 843	963 740 175
Total Expenditure	881 766 438	912 769 327	962 514 383
Surplus/(Deficit)	625 126	17 830 516	1 225 792
Capital Transfers & Subsidies	55 799 150	32 485 250	68 062 600
Surplus/(Deficit) after capital transfers	56 424 276	50 315 766	69 288 392

2. That the following draft tariff increases for 2026/27 be approved:

PROPERTY RATES: 4.5%

WATER: 4.5%

SOLID WASTE: 4.5%

SEWERAGE: 4.5%

ELECTRICITY

All customers except indigent customers		Average 7.01%
Basic fees		7.01%
Indigent 0 – 50kwh	Tariffs Annexure A	Free
51 – 350kwh	Tariffs Annexure A	7.01%

SUNDRY TARIFFS: 0 – 5.6%

RENTALS: Per Contracts

DEVELOPMENT CHARGES

1. Approval in terms of Hessequa Municipal Planning Bylaw of 2015 before 1 July 2023
– unchanged from 2025/2026

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2. Approval in terms of Hessequa Municipal Planning Bylaw of 2015 after 1 July 2023 – as per table below (unchanged from 2025/2026):

		VAT excluded Rand	VAT included Rand
Water	Kiloliter per day	31 726.00	36 484.90
Sewerage	Kiloliter per day	32 564.00	37 448.60
Stormwater	Run-off Coefficient per hectare	281 250.00	323 437.50
Solid Waste	Removals per week	12 800.00	14 720.00
Roads	Vehicle trip generation per day	3 267.00	3 757.05

3. That the draft tariffs as set out in Annexure A be approved with effect from 1 July 2026.
4. That the draft electricity tariffs be approved, subject to NERSA's approval.
5. That the following positions are included in the draft MTREF budget for 2026/27.

POST DESIGNATION	DEPARTMENT	DIRECTORATE	T-GRADING	COST TO COMPANY
LAW ENFORCEMENT OFFICER	LAW ENFORCEMENT	COMMUNITY SERVICES	T6	R 308 239
LAW ENFORCEMENT OFFICER	LAW ENFORCEMENT	COMMUNITY SERVICES	T6	R 308 238
ASSISTANT TOWN PLANNER	TOWN PLANNING	DEVELOPMENT PLANNING	T12	R 617 447
MEDIA OFFICER	CORPORATE SERVICES	CORPORATE MANAGEMENT	T6 (Subject to Task evaluation)	R 191 872
				R 1 425 796

6. That the 2026/27 draft MTREF capital budget be approved and financed as follows:

	Budget 2026/27	Budget 2027/28	Budget 2028/29
Capital Expenditure	175 369 762	140 818 450	172 451 600
Finance Source			
Internally Generated funds	99 570 612	38 333 200	69 789 000
Borrowing	20 000 000	70 000 000	34 600 000
Grants & Subsidies	55 799 150	32 485 250	68 062 600

7. That the budget related policies and By-Laws as set out in Annexure B be approved.

- Draft Property Rates Policy & By-Law (B1)
- Draft Indigent Policy (B2)
- Draft Credit Control and Debt Collection Policy & By-Law (B3)
- Draft Principles and Policy on Tariffs and Free Basic Services & By-Law (B4)
- Draft Write-off Policy (B5)
- Draft Cash Management and Investment Policy (B6)
- Draft Asset Management Policy (B7)
- Draft SCM Policy (B8)
- Draft Virement Policy (B9)
- Draft Liquidity Policy (B10)
- Draft Borrowing Funds and Reserve Policy (B11)

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- Draft Cost Containment Policy (B12)
 - Draft Development Charges Policy (B13)
 - Draft Budget Policy (B14)
 - Draft Long- Term Financial Policy (B15)
 - Draft UIFW Reduction Strategy Policy and Procedures (B16)
 - Prioritisation Progress Capital Expenditure Framework (B17)
8. That National Treasury's Circular no. 132 as per annexure C, be noted.
 9. That the draft capital procurement plan as per Annexure D, be approved.
 10. That the draft Property Rates Reconciliation as per Annexure E, be approved.
 11. That the Draft MTREF and National Treasury budget schedules attached as Annexure F, be approved.
 12. That National Treasuries tariff tool as per Annexure G, be approved.
 13. That the Provincial Government SIME report/ presentation and Councils response as per Annexure H, be noted.
 14. That the draft mScoa Roadmap as per Annexure I, be approved.
 15. That the draft Long Term Financial Plan as per Annexure J, be approved.

Proposer Cllr G Riddles, seconded Cllr GL Boezak

Cllr CP Taute requested that his countervote be noted for item 9.21.

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