



People's Assembly

12 April 2014

MIDVAAL
LOCAL MUNICIPALITY





CIlr PD Pretorius

MMC: Finance & Corporate Services

This portfolio includes:

- Legal Services
- Marketing and Communications
- IT Services
- Council Buildings
- Internal Audit
- Billing & Revenue
- Rates & Tariffs
- Expenditure
- Asset Management



Finance Services



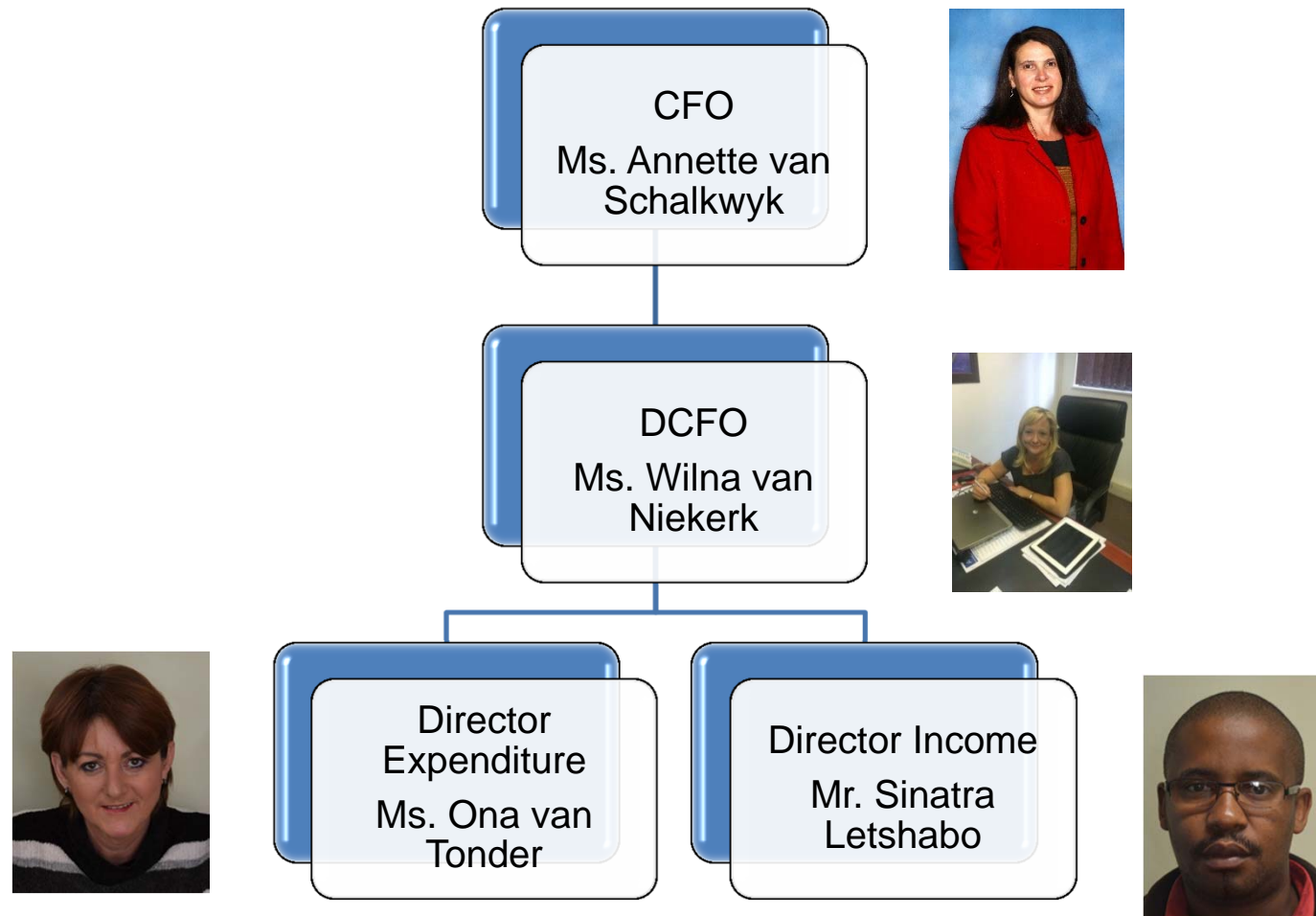
Councillor Patricia Pretorius
MMC Finance



Ms Annette van Schalkwyk
Executive Director



Finance Department Organisational Structure



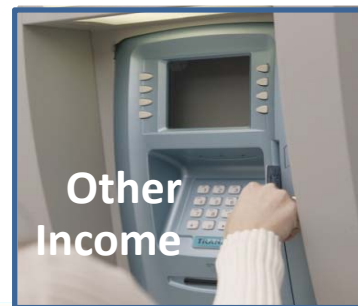
Proposed Operating Budget: 2014/2015 Financial Year



A LOOK
at the
BUDGET



Where do we get our money from?



Income Budget 2013/14 vs 2014/15

DESCRIPTION	BUDGET 2013/14	BUDGET 2014/15	%
Assessment Rates	118 111 500	130 588 389	10.6%
Electricity	242 148 036	277 787 981	14.7%
Water	125 328 603	148 112 465	18.2%
Refuse Removal	25 567 995	30 008 380	17.4%
Sewarage	26 277 004	30 854 525	17.4%
Public Contributions & Donations	10 000 000	7 749 941	-22.5%
Government Grants and Subsidies	155 601 167	108 354 902	-30.4%
Other, fines etc.	40 956 042	44 134 623	7.8%
Total: Operating Income Generated	743 990 347	777 591 206	4.5%



What do we spend our money on?



Salaries
R194m



Bulk Water &
Electricity
R283,7m



Depreciation
R131,7m



Bad Debt Provision
R27,2m



Repair &
Maintenance
R46,6m



Interest on
Loans R18,8m



Grants & Subsidies
R15,4m



Contracted
Services
R55,7m



Other
Expenses
R56,5m



Expenditure Budget 2013/14 vs 2014/15

DESCRIPTION	BUDGET 2013/14	BUDGET 2014/15	%
Employee costs	175 013 123	194 091 105	10.9%
General Expenditure	54 283 457	48 762 023	-10.2%
Bulk Purchases	249 800 000	283 738 999	13.6%
Interest on borrowings	22 115 932	18 805 823	-15.0%
Contracted services	60 119 586	55 714 577	-7.3%
Repairs and Maintenance	32 933 920	46 645 421	41.6%
Grant payments	32 712	15 426 265	
Depreciation	117 353 402	131 699 993	12.2%
Contribution to Provisions	27 059 981	27 179 751	0.4%
Departmental Charges	5 071 483	7 500 280	47.9%
Total: Operating Income Generated	743 783 596	829 564 237	11.5%



Proposed Capital Budget: 2014/2015 Financial Year

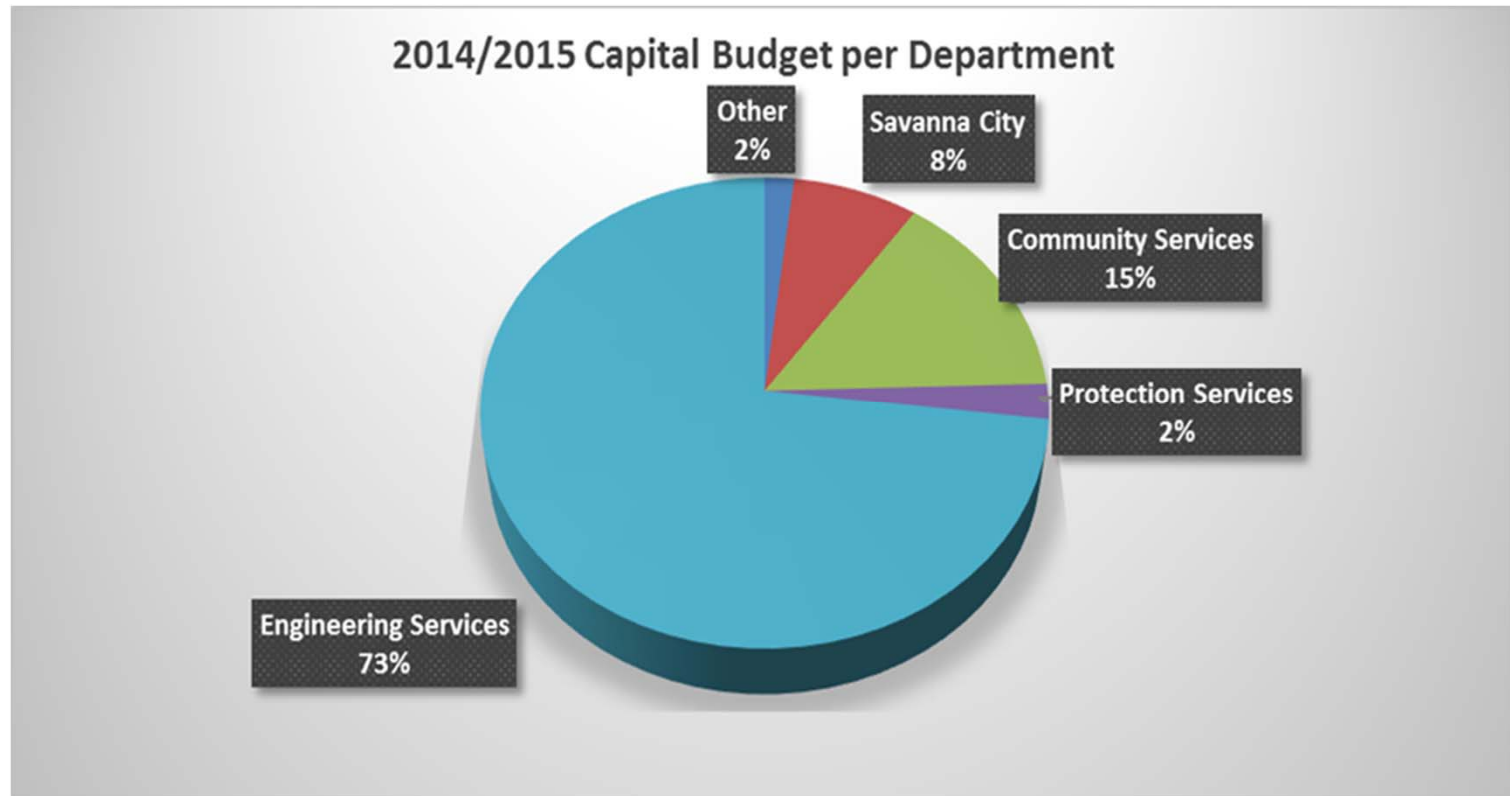


What will be spent on Capital Projects?

DESCRIPTION	BUDGET 2014/15
Council	15 000
Savanna City	6 731 000
Corporate Services	1 025 000
Development and Planning	125 000
Financial Services	140 000
Management Services	273 000
Community Services	12 774 000
Protection Services	2 106 000
Engineering Services	62 808 000
	85 997 000



Capital Projects per Department



Proposed Tariff Increases



Proposed Tariff Increases



**Assessment Rates
10%**



Water 10%



Sanitation 10%



**Refuse Collection
10%**



Electricity

(0-50kwh) – 6,28%

(50-350kwh) – 6,50%

(>350kwh) – 7,39%



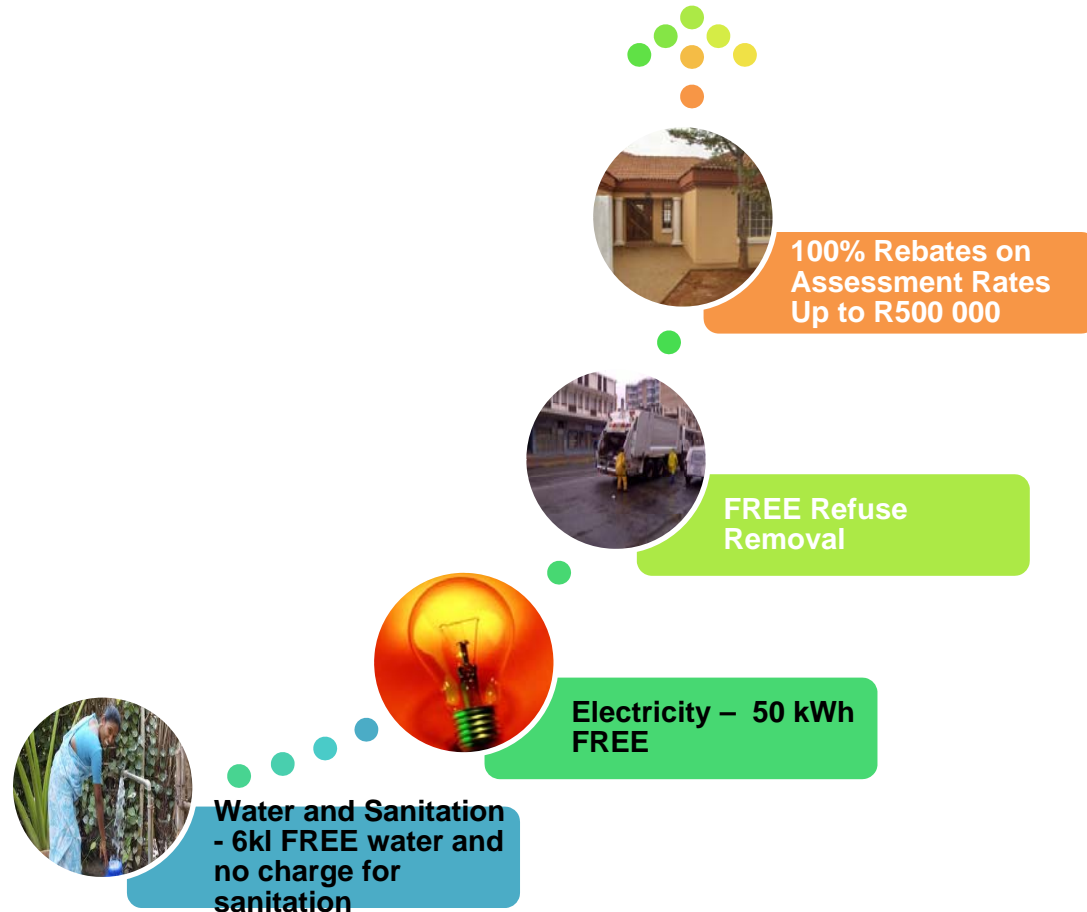
Property Rates Rebates

Residential reduction increased from R75 000 to R150 000

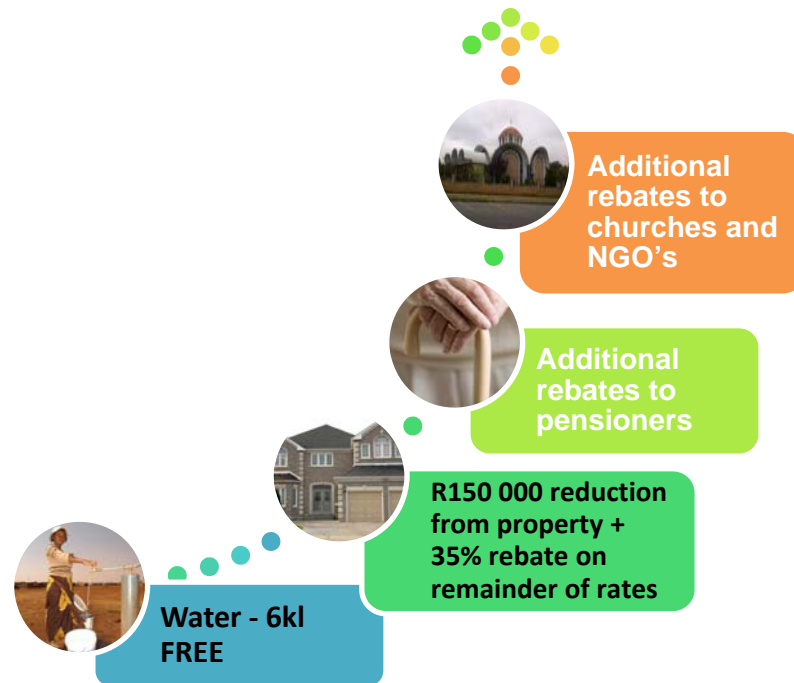
Residential rebate reduced from 46,5% to 35%



What rebates are available to indigents?



What rebates are available to indigents?



Sample Accounts

	Value	700 000	
De Deur	40047977		
	2013/2014	2014/2015	% INCREASE (DECREASE)
ASSESMENT RATES	337.72	397.18	17.61
BASIC WATER	38.00	41.80	10.00
WATER CONSUMPTION 30 K/L	417.00	458.70	10.00
REFUSE	124.00	136.40	10.00
	916.72	1 034.08	12.80
VAT 14%	81.06	89.17	10.00
TOTAL PER MONTH	997.78	1 123.25	12.57



Sample Accounts

	Value	520 000	
OHENIMURI	Account 40071857	Size 991	
	Tariff	Amount	%
			INCREASE
ASSESMENT RATES	240.46	267.20	11.12
BASIC WATER	38.00	41.80	10.00
WATER CONSUMPTION 30 K/L	417.00	458.70	10.00
BASIC ELECT	87.34	93.80	7.40
ELECT CONSUMPTION 1000 UNITS	1 181.93	1 286.30	8.83
BASIC SEWERAGE	65.65	72.22	10.01
ADD SEWERAGE	70.90	77.99	10.00
REFUSE	124.00	136.40	10.00
	2 225.28	2 434.41	9.40
VAT 14%	277.87	303.41	
TOTAL PER MONTH	2 503.15	2 737.81	9.37



Sample Accounts

Kookrus			
	Valuation	545000	Area 1115
	2013/2014	2014/2015	%
			INCREASE
ASSESMENT RATES	253.96	285.25	12.32
BASIC WATER	38.00	41.80	10.00
WATER CONSUMPTION	417.00	458.70	10.00
BASIC ELECT	87.34	93.80	7.40
ELECT CONSUMPTION	1 181.93	1 286.30	8.83
BASIC SEWERAGE	73.12	80.43	10.00
ADD SEWERAGE	70.90	77.99	10.00
REFUSE	124.00	136.40	10.00
	2 246.25	2 460.67	9.55
VAT 14%	278.92	304.56	9.19
TOTAL PER MONTH	2 525.17	2 765.23	9.51



Sample Accounts

Golfpark	Valuation	1025000	Area 1190
	2013/2014	2014/2015	%
			INCREASE
ASSESMENT RATES	513.33	631.88	23.09
BASIC WATER	38.00	41.80	10.00
WATER CONSUMPTION	417.00	458.70	10.00
BASIC ELECT	87.34	93.80	7.40
ELECT CONSUMPTION	1 181.93	1 286.30	8.83
BASIC SEWERAGE	73.12	80.43	10.00
ADD SEWERAGE	70.90	77.99	10.00
REFUSE	124.00	136.40	10.00
	2 505.62	2 807.30	12.04
VAT 14%	278.92	304.56	9.19
TOTAL PER MONTH	2 784.54	3 111.86	11.75



Sample Accounts

Riversdal			
	Valuation	475000	Area 1000
	2013/2014	2014/2015	%
			INCREASE
ASSESMENT RATES	216.14	234.70	8.59
BASIC WATER	38.00	41.80	10.00
WATER CONSUMPTION	417.00	458.70	10.00
BASIC ELECT	87.34	93.80	7.40
ELECT CONSUMPTION	1 181.93	1 286.30	8.83
BASIC SEWERAGE	73.12	80.43	10.00
ADD SEWERAGE	70.90	77.99	10.00
REFUSE	124.00	136.40	10.00
	2 208.43	2 410.12	9.13
VAT 14%	278.92	304.56	9.19
TOTAL PER MONTH	2 487.35	2 714.68	9.14



Sample Accounts

Vaal marina		875 000	
	2013/2014	2014/2015	% INCREASE
ASSESSMENT RATES	432.28	523.56	21.12
BASIC WATER	38.00	41.80	10.00
WATER CONSUMPTION	316.50	348.30	10.05
BASIC ELECT	87.34	93.80	7.40
ELECT CONSUMPTION	1 181.93	1 286.30	8.83
BASIC SEWERAGE	65.65	72.22	10.01
ADD SEWERAGE	70.90	77.99	10.00
REFUSE	124.00	136.40	10.00
	2 316.60	2 580.37	11.39
VAT 14%	263.80	287.95	9.15
TOTAL PER MONTH	2 580.40	2 868.32	11.16



Sample Accounts

Risiville		920000	
	2013/2014	2014/2015	%
			INCREASE
ASSESMENT RATES	456.60	556.06	21.78
BASIC WATER	38.00	41.80	10.00
WATER CONSUMPTION	417.00	458.70	10.00
BASIC ELECT	87.34	93.80	7.40
ELECT CONSUMPTION	1 181.93	1 286.30	8.83
BASIC SEWERAGE	73.12	80.43	10.00
ADD SEWERAGE	70.90	77.99	10.00
REFUSE	124.00	136.40	10.00
	2 448.89	2 731.48	11.5
VAT 14%	278.92	304.56	9.2
TOTAL PER MONTH	2 727.81	3 036.03	11.3



Sample Accounts

Henley on Klip	Valuation	1 235 000	
	2013/2014	2014/2015	%
			INCREASE
ASSESMENT RATES	626.81	783.53	25.00
BASIC WATER	38.00	41.80	10.00
WATER CONSUMPTION 30 K/L	417.00	458.70	10.00
BASIC ELECT			
ELECT CONSUMPTION			
BASIC SEWERAGE	65.65	72.22	10.01
ADD SEWERAGE	70.90	77.99	10.00
REFUSE	124.00	136.40	10.00
	1 342.36	1 570.64	17.01
VAT 14%	100.18	110.20	10.00
TOTAL PER MONTH	1 442.54	1 680.84	16.52



Sample Accounts

Meyerton Ext 6	Value	1 165 000	
	2013/2014	2014/2015	%
			INCREASE
ASSESMENT RATES	588.98	732.98	24.45
BASIC WATER	38.00	41.80	10.00
WATER CONSUMPTION	417.00	458.70	10.00
BASIC ELECT	87.34	93.80	7.40
ELECT CONSUMPTION	1 181.93	1 286.30	8.83
BASIC SEWERAGE	73.12	80.43	10.00
ADD SEWERAGE	70.90	77.99	10.00
REFUSE	124.00	136.40	10.00
	2 581.27	2 908.40	12.67
VAT 14%	278.92	304.56	9.19
TOTAL PER MONTH	2 860.19	3 212.96	12.33



Sample Accounts

SICELO			
	2013/2014	2014/2015	
ASSESMENT RATES	0,00	0,00	
BASIC WATER	38,00	41,80	10%
WATER CONSUMPTION 12KL	120,00	132,00	10%
BASIC ELECT	87,34	93,80	7%
BASIC SEWERAGE	73,12	80,43	10%
ADD SEWERAGE	70,90	77,99	10%
REFUSE	62,00	68,20	10%
SUB TOTAL	451,36	494,22	9%
VAT 14%	63,19	69,19	
TOTAL PER MONTH	514,55	563,41	9%



Sample Accounts

Lakeside	Value	75000	
	2013/2014	2014/2015	%
			INCREASE
ASSESMENT RATES	0.00	0.00	-
BASIC WATER	38.00	41.80	10.00
WATER CONSUMPTION 10KL	80.00	88.00	10.00
BASIC SEWERAGE	65.65	72.22	10.00
ADD SEWERAGE	70.90	77.99	10.00
BASIC ELEC	0.00	0.00	-
REFUSE	62.00	68.20	10.00
	316.55	348.21	10.00
VAT 14%	44.32	48.75	10.00
TOTAL PER MONTH	360.87	396.95	10.00



Repairs and Maintenance

Maintenance Budget R46 645 421. This represents 5.62% of the total operating budget and was increased with 41.6% from the previous financial year. This includes the following provisions:

Fleet	R 5 177 813
Electricity/Water infrastructure	R 7 325 052
Sewer network / Purification	R 2 617 152
Roads	R19 931 784
Grass cutting	R 3 078 720
Rehabilitation Landfill Sites	R 2 381 568



Capital Projects

DIVISION	PROJECT DESCRIPTION	SOURCE OF FINANCE	WARD NO	F01 2014/2015 Tabled Budget
MAIN SEWER	Mamello Bulk Sewer Servitude	CRR	1	100 000.00
WATER SERVICES	Mamello Bulk Water (MIG)	MIG	1	100 000.00
ELECTRICITY SERVICES	Risiville Substation (Bulk Contribution)	Developer Contributions	2	5 000 000.00
CEMETRIES	New C Class Cemetary Kookrus	MIG	3	50 000.00
ELECTRICITY SERVICES	Danie McLean Park Lighting	CRR	3	20 000.00
LIBRARIES	HOK Library kitchen upgrade -blinds burglar proofing	Grants Other (DSRAC)	4	150 000.00
ELECTRICITY SERVICES	Streetlights in Henley on Klip	CRR	4	750 000.00
MAIN SEWER	Extension to Daleside Sewer (MIG)	MIG	5	6 000 000.00
LIBRARIES	Furniture & Equipment (Lakeside and Sicelo)	Grants Other (DSRAC)	6	250 000.00
LIBRARIES	6 x 3M Library security system (Lakeside and Sicelo)	Grants Other (DSRAC)	6	150 000.00
SPORT & RECREATION	Lakeside Sport Centre (MIG)	MIG	6	4 500 000.00
WATER SERVICES	Lakeside Rand Water Connection (upgrade)	Developer Contributions	6	1 000 000.00
LIBRARIES	Lakeside Library	Grants Other (DSRAC)	6	1 200 000.00



Capital Projects

DIVISION	PROJECT DESCRIPTION	SOURCE OF FINANCE	WARD NO	F01 2014/2015 Tabled Budget
ELECTRICITY SERVICES	Sicelo Elec Network (Erf 204) (Carry Over)	External Loans (C-Over)	8	2 500 000.00
ENGINEERING ADMIN	Sicelo Basic Services (Carry over)	External Loans (C-Over)	8	1 300 000.00
SPORT & RECREATION	Sicelo Football field (MIG)	MIG	10	1 500 000.00
ELECTRICITY SERVICES	Upgrade S10 substation	Developer Contributions	10	550 000.00
ELECTRICITY SERVICES	Upgrade S16 substation	Developer Contributions	10	250 000.00
ELECTRICITY SERVICES	Sicelo Bulk Network (Erf 78 to 204) (Carry Over)	External Loans (C-Over)	10	1 000 000.00
LIBRARIES	De Deur roof Upgrade	CRR	11	300 000
ELECTRICITY SERVICES	High mast lights De Deur	CRR	11	1 400 000
ELECTRICITY SERVICES	Upgrade RI 3 substation	Developer Contributions	13	550 000.00
ROADS & STORMWATER	Upgrade Intersections (Carry Over)	External Loans (C-Over)	14	3 000 000.00
ROADS & STORMWATER	Purchase of Erf 1023 Meyerton (servitude)	CRR	14	220 000.00
ROADS & STORMWATER	Upgrade Gravel Roads (Carry Over)	External Loans (C-Over)	1 & 7	1 000 000.00



Capital Projects

DIVISION	PROJECT DESCRIPTION	SOURCE OF FINANCE	WARD NO	F01 2014/2015 Tabled Budget
MAIN SEWER	Upgrade Sewer Pump Stations & Rising Mains	CRR	3, 8 & 10	500 000.00
MAIN SEWER	Upgrade of Sewers Sicelo (MIG)	MIG	3, 8 & 10	6 000 000.00
WATER SERVICES	Sicelo/Highbury (Valley Settlements) Reservoir & Main (co	External Loans	4 & 5	4 500 000.00
WATER SERVICES	Sicelo/Highbury (Valley Settlements) Reservoir & Main (M	MIG	4, 5, 8 & 10	3 000 000.00
ROADS & STORMWATER	Gravel to Tar Phase 4 (MIG)	MIG	8 & 10	7 516 000.00
ELECTRICITY SERVICES	High mast lights Sicelo	CRR	8 and 10	750 000.00
ELECTRICITY SERVICES	New OCB at G1 Sub	CRR	All	120 000
ELECTRICITY SERVICES	New connections	Network connections	All	1 200 000
SAVANNA CITY	Servitudes	CRR	Savanna	2 000 000.00
LIBRARIES	New Savannah City Library	Grants Other (DSRAC)	Savanna	300 000.00
ELECTRICITY SERVICES	Streetlights in general	CRR	To be identified	250 000.00
ELECTRICITY SERVICES	Prepay PLC meters	Network connections	To be identified	2 000 000.00



Accounts by MMS

Council will in future send out accounts via MMS.
E-Mail accounts will still be sent out.

As from 1 July 2014 no more printed accounts will be mailed to consumers – Midvaal's contribution to a Green Environment!!

If you want a mailed account, a fee of R5,50 will be charged



Indigent Applications and Credit Control



Indigent Applications

Owners of properties whose income is less than R3 500 per month per household may apply for indigency.

Examples are state pensioners, unemployed, child headed families and students.

A household is defined as all adults and children living on a single property.



Credit Control

Rates and services are levied on a monthly basis with the due date for payment on the 7th each month.

The supply of electricity of the defaulter shall be disconnected and / or the water supply shall be restricted/disconnected



Credit Control

The defaulter can enter into an arrangement with the municipality to pay the arrears and services will be restored, but the defaulter must at least pay half or part of the balance

A debt rescheduling arrangement requires the payment of the current account plus an acceptable amount towards the arrears each month.



Credit Control

Communities have to refrain from tampering with municipal property

Council will investigate and will lay criminal charges where appropriate when it suspects illegal connections, unauthorized consumption or use of services, theft, or damage to equipment or property of the Council.



Credit Control

The person responsible shall have their services disconnected as well as an additional amount will be levied on their account to recover losses for at least 6 months. The amount that will be levied will be not less than 1000 kw per electricity phase and 30 kl per water meter. An additional administration fee of R1 800(VAT excl.) will be levied on the account. The balance on the account should be paid before reconnection of services.



Corporate Services



Councillor Patricia Pretorius
MMC



Mr Thom Peeters
Executive Director



Departmental Functions

This Department offers Support
to the Organisation Internally

- Committee Services
- Archives/Records
- Corporate Council Buildings
- Public Relations & Marketing
- Political Offices
- Complaints System
- Internal Audit
- Performance Management
- Anti-corruption & Legal Services
- IT Services
- By-laws
- Website & Promotion if Access to Information



Departmental Functions

Only the following Services relate to External Stakeholders or the Public

Office of the Speaker

- Petitions from the Community
- Ward Committees upon which Sectors in the Community are represented

Contact Ms Lillian Kolisang at tel (016) 360 7682 or Mitchell Park, Mitchell Street, Meyerton



Departmental Functions

Only the following Services relate to External Stakeholders or the Public

Town Halls

- Rental of facilities by the Community

Contact Mr Robert Ndubane at tel: (016) 360 7629 or Meyerton Town Hall for central bookings



Departmental Functions

Only the following Services relate to External Stakeholders or the Public

Complaints

- Complaints or alerts about municipal services

Contact Mr Neo Masipa at tel: (016) 360 7486 or
Ground Floor, Civic Centre, Mitchell Street, Meyerton



Departmental Functions

Only the following Services relate to External Stakeholders or the Public

Anti-Corruption Hotline

- Tip-offs about fraudulent or corrupt activities
- 24 hour
- Can be anonymous

Contact Mrs Retha van Greune at tel: (016) 360 7518
or Room 212 Second Floor, Civic Centre, Mitchell Park,
Meyerton



Departmental Functions

Only the following Services relate to External Stakeholders or the Public

Promotion of Access to Information

- Applications for access to information held by the municipality

Contact Mr Johannes Makgoba at Tel: (016) 360 7470
or Room 208 Second Floor, Mitchell Street, Meyerton

