



**FINAL MULTI YEAR CAPITAL AND OPERATING BUDGETS, RELATED POLICIES, PROPERTY TAX RATES, TARIFFS AND OTHER CHARGES FOR THE 2023/2024; 2024/2025 AND 2025/2026 AS PER RESOLUTION OF COUNCIL FOR SPECIFIC PURPOSES OF GIVING EFFECT TO PUBLIC PARTICIPATION.**

Council Resolution:

- a) Takes note that the cost as envisaged by Section 19(2)(a)(b) of MFMA were derived after consultation with the respective director(s) who have confirmed the cost as per final budget and tariff file for consideration.
- b) That council consider the funding sources linked to council's capital program and note that these funding sources as per DORA and have not been committed for other purposes.

**CAPITAL BUDGET SUMMARY**

**LOCAL GOVERNMENT MTREF ALLOCATIONS: 2024/25- 2026/27**

B NC085 Tsantsabane	Type	2024/25	2025/26	2026/27
		R thousands	R thousands	R thousands
Municipal infrastructure grant	Capital	16 464 450.00	17 077 200.00	18 217 200.00
Integrated national electrification programme (municipal) grant	Capital	13 494 000.00	8 000 000.00	7 000 000.00
Regional bulk infrastructure grant	Capital	-	-	-
Water services infrastructure grant	Capital	-	14 163 000.00	-
Internally generated funds	Capital	5 000 000.00		
<b>Total</b>		<b>34 958 450.00</b>	<b>39 240 200.00</b>	<b>25 217 200.00</b>

**OPERATIONAL BUDGET SUMMARY**

Description	2024/25 Medium Term Revenue & Expenditure Framework			
	Budget Year 2023/24	Budget Year 2024/25	Budget Year 2025/26	Budget Year 2026/27
<b>Rand</b>				
Total Operating Revenue	248 669 590	227 442 026	236 856 182	247 703 904
Total Operating Expenditure	237 519 175	332 750 268	347 984 047	363 240 896
<b>Surplus/(Deficit) for the year</b>	<b>11 150 415</b>	<b>(105 308 242)</b>	<b>(111 127 865)</b>	<b>(115 536 992)</b>

## Electricity Increase by 4.9%

PROPERTY TAX 4.9%					
ASSESSMENT RATES	Approved 2019/2020	Approved 2021/22	Approved 2022/23	Approved 2023/24	Draft Approved 2024/25
Residential	0.007944	0.006070	0.006192	0.0063154	0.0066248
Residential - vacant land	0.0079439	0.0060701	0.0061915	0.0063154	0.0066248
Formal / Informal Settlements	0.0079439	0.0060701	0.0061915	0.0063154	0.0066248
Small Holdings	0.0079439	0.0060701	0.0061915	0.0063154	0.0066248
Farm Properties used / not used	0.0004764	0.0004143	0.0004226	0.0004311	0.0004522
Industrial	0.0119102	0.0103371	0.0105439	0.0107547	0.0112817
Business and Commercial	0.0119102	0.0103371	0.0105439	0.0107547	0.0112817
Communal land - residential & small holdings	0.0079439	0.0060701	0.0061915	0.0063154	0.0066248
Communal land - Business and commercial	0.0119102	0.0103371	0.0105439	0.0107547	0.0112817
Public Service Infrastructure (P.S.I)	0.0079439	0.0060701	0.0061915	0.0016253	0.0017049
Public Benefits Organisations (P.B.O)	0.0079439	0.0060701	0.0061915	0.0016253	0.0017049
Mining (buildings)	0.0567700	0.0579054	0.0590635	0.0602448	0.0631968
Rebate	30,000	30,000	30,000.00	30,000	30,000
Pensioners / social grants rebate / exemption	20%	20%	0.20	20%	20%
Temporary relief rebate / exemption	20%	20%	0.20	20%	20%
Bona fide farmers rebate / exemption	25%	25%	0.25	25%	25%

## TARIFFS FOR THE FINANCIAL YEAR 2024/2025

### WATER - 4.9%

Description	Charges	Approved 2022/23	Approved 2023/24	Draft Approved 2024/25
Residential - basic		450.56	463.18	485.87
Residential - consumption	0 - 6kl	16.72	17.19	18.03
	6.1 - 12kl	19.38	19.93	20.90
	13kl - 30kl	22.78	23.42	24.57
	More than 30kl	31.06	31.93	33.49
Business - basic		450.56	463.18	485.87
Business - consumption	0 - 6kl	19.38	19.93	20.90
	6.1 - 12kl	22.78	23.42	24.56
	13kl - 30kl	31.05	31.92	33.49
	More than 30kl	39.05	40.14	42.11
Prepaid Metering				
New Residential consumption	0 - 6kl	16.13	16.58	17.39
	6.1 - 12kl	18.70	19.23	20.17
	13kl - 30kl	21.98	22.60	23.70
	More than 30kl	31.05	31.92	33.49
Hospitals, Old Age Homes Schools and Hostels		13.34	13.72	14.39
Departmental Use		15.40	15.83	16.61
Consumer Deposits		1,959.75	2,014.62	2,113.33

**TARIFFS FOR THE FINANCIAL YEAR 2024/2025**
**ELECTRICITY (Nersa 14.6%)**
**Domestic tariffs**
**Domestic Conventional**

Tariff blocks	Approved 2021/22	Approved 2022/23	Approved 2023/24	Draft Approved 2024/25	
Block 1 (0-50 kWh)	125.83	135.23	155.65	178.38	cent
Block 2 (51-350 kWh)	159.74	171.67	197.60	226.45	cent
Block 3 (351-600 kWh)	215.63	231.74	266.74	305.68	cent
Block 4 (> 600 kWh)	267.75	287.76	331.21	379.56	cent
Basic charge p/month	407.28	437.72	503.82	577.37	Rand

**Domestic Prepaid**

Tariff blocks	Approved 2021/22	Approved 2022/23	Approved 2023/24	Draft Approved 2024/25	
Block 1 (0-50 kWh)	131.29	137.07	157.77	180.80	cent
Block 2 (51-350 kWh)	178.75	186.62	214.80	246.16	cent
Block 3 (351-600 kWh)	231.91	245.00	282.00	323.17	cent
Block 4 (> 600 kWh)	253.87	272.84	314.04	359.89	cent

**Commercial Tariffs**

Commercial Conventional	Approved 2021/22	Approved 2022/23	Approved 2023/24	Draft Approved 2024/25	
Basic charge	780.08	838.35	964.94	1,105.82	Rand
Energy charge	223.69	240.74	277.09	317.55	cent

Commercial Prepaid	Approved 2021/22	Approved 2022/23	Approved 2023/24	Draft Approved 2024/25	
Energy charge	261.11	280.51	322.87	370.01	cent

**Industrial Tariffs**

Industrial Conventional	Approved 2021/22	Approved 2022/23	Approved 2023/24	Draft Approved 2024/25	
Basic charge	658.44	707.65	814.51	933.42	Rand
Energy charge	200.00	214.95	247.41	283.53	cent
Demand charge	225.32	242.16	278.73	319.42	Rand

Industrial Bulk	Approved 2021/22	Approved 2022/23	Approved 2023/24	Draft Approved 2024/25	
Basic charge	331.27	356.03	409.79	469.62	Rand
Energy charge	193.00	207.42	238.74	273.59	cent
Demand charge	223.52	240.23	276.50	316.87	Rand

Industrial Prepaid	Approved 2021/22	Approved 2022/23	Approved 2023/24	Draft Approved 2024/25	
Energy charge	231.94	249.34	286.99	328.89	cent

Other Tariffs	Approved 2021/22	Approved 2022/23	Approved 2023/24	Draft Approved 2024/25	
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<b>Schools</b>					
Energy Charge	231.94	249.34	286.99	328.89	cent

<b>Advertising Boards</b>					
Energy charge	260.99	280.51	322.87	370.01	cent

<b>Small Scale Embbed generation (SSEG) export tariff (Excluding Residential)</b>	N/a	N/a	109.59	125.59	cent
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<b>BULK SERVICES - CONNECTION CHARGES</b>					
Per erven, or per 600m2, or per apartment unit. This amount is subjected to interim price increases of infrastructural costs, which will allow for the recalculation of a new tariff. The tariff is VAT exclusive and is payable with the submission of building plans for 2nd living unit. Bulk service connection fees is payable by developers as per agreement with Municipal Manager.	79 820,51	91 466,33	98 298,86	113 141,99	rand
<b>BULK SERVICES - BUSINESS AND INDUSTRIAL PLOTS</b>					
Water - per square meter shop space	275,50	315,70	339,28	390,51	rand
Sewerage - per square meter shop space	192,76	220,88	237,38	273,22	rand
Electricity - per amp	225,19	258,04	277,32	319,20	rand
Roads - actual cost of upgrading of road infrastructure	23,87	27,35	29,39	33,83	per m2
The upward adjustment of these tariffs are subject to cost variances or the change in the use of the property.					
The calculation of shop space is not only per the building plans but;					
on the total property/erven less the parking area, in the case of available plans and where the developer binds himself to undertake the development of the parking area accordingly or when there are no plans available as in the case of an open plot, to work on;					
the total property/erven (100% surface) less the parking area requirement (1 parking/13.75 sq. m) for each 25 sqm shop space or, 55% of the total plot.					
<b>Hotels/Guesthouses</b>					
As of the 5th room R66 347,64 per every 4 rooms	79 820,51	91 466,32	98 298,86	113 141,98	rand
Flats on top of business buildings	19 434,56	22 270,06	23 933,64	27 547,62	rand

## Water Increase by 4.9%

<b>TARIFFS FOR THE FINANCIAL YEAR 2024/2025</b>				
<b>WATER - 4.9%</b>				
<b>Description</b>	<b>Charges</b>	<b>Approved 2022/23</b>	<b>Approved 2023/24</b>	<b>Draft Approved 2024/25</b>
<i>Residential - basic</i>		450.56	463.18	485.87
<i>Residential - consumption</i>	<i>0 - 6kl</i>	16.72	17.19	18.03
	<i>6.1 - 12kl</i>	19.38	19.93	20.90
	<i>13kl - 30kl</i>	22.78	23.42	24.57
	<i>More than 30kl</i>	31.06	31.93	33.49
<i>Business - basic</i>		450.56	463.18	485.87
<i>Business - consumption</i>	<i>0 - 6kl</i>	19.38	19.93	20.90
	<i>6.1 - 12kl</i>	22.78	23.42	24.56
	<i>13kl - 30kl</i>	31.05	31.92	33.49
	<i>More than 30kl</i>	39.05	40.14	42.11
<b>Prepaid Metering</b>				
<b>New Residential consumption</b>	<i>0 - 6kl</i>	16.13	16.58	17.39
	<i>6.1 - 12kl</i>	18.70	19.23	20.17
	<i>13kl - 30kl</i>	21.98	22.60	23.70
	<i>More than 30kl</i>	31.05	31.92	33.49
<i>Hospitals, Old Age Homes Schools and Hostels</i>		13.34	13.72	14.39
<i>Departmental Use</i>		15.40	15.83	16.61
<i>Consumer Deposits</i>		1,959.75	2,014.62	2,113.33

## Refuse Increase by 4.9%

REFUSE - 4.9% Residential/Commercial 4.9%				
Description	Charges	Approved 2022/23	Approved 2023/24	Draft Approved 2024/25
Residential	Per home	194.84	198.35	208.06
Per additional living unit		194.84	198.35	208.06
Business	Per point	556.42	572.00	600.03
Mall		22,179.05	22,800.06	23,917.27
Industrial		556.42	572.00	600.03
Containers	Per container	446.60	459.11	481.61

## Sewer Increase by 4.9%

SEWERAGE - 4.9% Residential/Commercial 4.9%				
Description	Charges	Approved 2022/23	Approved 2023/24	Draft Approved 2024/25
Basic charge		439.90	447.82	469.76
Residential & Flats		317.68	323.40	339.24
Buckets		91.91	93.57	98.15
Business & Guesthouses		805.12	821.22	861.46
Hotels & Motels		2,434.50	2,483.19	2,604.87
Mall		11,875.65	12,113.17	12,706.71
Hospitals/Old age homes / Schools		2,111.06	2,153.28	2,258.79
Availability - empty serviced stands		468.91	478.29	501.73
ASSMANG & other (arrangement)	per 1000 l	59.28	60.47	63.43
Deposit		7,183.02	7,326.68	7,685.68
NEW CONNECTIONS FEES ON STANDS THAT WAS DEVELOPED BY MUNICIPALITY				
Cost of material		1,463.86	1,493.14	1,566.30
Cost of labour		365.96	373.28	391.57
15% Administration Levy on material and labour cost		274.49	279.98	293.70
		2,104.31	2,205.32	2,313.38
ADMIN FEE ON STANDS THAT WAS DEVELOPED BY DEVELOPERS				
Admin Fee		1,097.89	1,119.85	1,174.72
Purified Sewerage Water (if available)	per kilo litre	3.29	3.36	3.52
Per Extraction		469.76	479.16	502.64
<b>SEWERAGE PUMPING</b>				
Per tanker load		59.28	60.47	63.43
Pumping on erven		832.15	848.79	890.38
After hours and public holidays		1,003.52	1,023.59	1,073.75

Copies of the said documents (including approved tariffs) will be available on the municipal website and Libraries from 01 July 2024 @[www.tsantsabane.gov.za](http://www.tsantsabane.gov.za).

Enquiries may be directed to Mr Leonard Coakley (CFO) in respect of the budget and related documentation, at telephone number (053) 313 7300 during normal office hours.