

SPECIAL BUDGET COUNCIL MINUTES: 26 JUNE 2025

MINUTES

OF THE SPECIAL BUDGET MEETING OF THE COUNCIL OF THE CITY OF CAPE TOWN HELD ON THURSDAY 26 JUNE 2025 IN THE COUNCIL CHAMBER, 6th FLOOR, PODIUM, CIVIC CENTRE, CAPE TOWN AT 10H00.

MEMBERS PRESENT:

Cllr S Abbass (DI)	Cllr T Dedezana (ANC)	Cllr M E Kleinsmith (DA)
Cllr F Abrahams (CCC)	Cllr P W De Vos (DA)	Cllr C Kobeni (DA)
Cllr M F Achmat (AJ)	Cllr X D Diniso (ANC)	Cllr N F Kopman (ANC)
Cllr A Adams (DA)	Cllr D Dudley (ACDP)	Cllr E Langenhoven (DA)
Cllr R Adams (DA)	Cllr S S Duka (ANC)	Cllr A Lansdowne (DA)
Cllr Y Adams (CMC)	Cllr B Duli-Mkinase (DA)	Cllr U F Lasiti (DA)
Cllr A S Addinall (PA)	Cllr A Z M I Elyas (DA)	Cllr S Liell-Cock (DA)
Cllr M Adonis (DA)	Cllr C J Esau (DA)	Cllr A G Lightburn (DA)
Cllr F K Ah-Sing (DA)	Ald G Fourie (DA)	Ald X T Limberg (DA)
Cllr W Akim (DA)	Cllr P Francke (DA)	Cllr S Little (GOOD)
Ald E Andrews (DA)	Cllr C V Franklin (DA)	Cllr N Lombi (ANC)
Cllr E Anstey (DA)	Cllr A Gabuza (ANC)	Cllr J Loots (DA)
Cllr R Arendse (DA)	Cllr M Gadeni (ANC)	Cllr A C Louw (GOOD)
Cllr A Arnolds (EFF)	Cllr D R Goliath (CCC)	Cllr M Mabungani (ACDP)
Cllr S N August (DA)	Cllr G E Gordon (DA)	Cllr E M Madikane (ANC)
Cllr U M Barends (DA)	Cllr A J Griesel (DA)	Cllr G D Malgas (CCC)
Cllr Z A Badroodien (DA)	Cllr L A Gungxe (ANC)	Cllr S Mamkeli (GOOD)
Ald A J G Basson (DA)	Cllr K W Gxasheka (ANC)	Cllr M Manuel (DA)
Cllr A M Benadie (DA)	Cllr B Hansen (DA)	Cllr B B Maqungwana (UDM)
Cllr L Benge (GOOD)	Cllr W Harris (DA)	Cllr K Maré (DA)
Cllr F Berry (DA)	Cllr G Haskin (ACDP)	Cllr M J Marr (DA)
Cllr K Bodin (CAPEXIT)	Cllr P G Helfrich (DA)	Cllr L Martin (ANC)
Cllr S S Booyesen (DA)	Cllr A Hendricks (AJ)	Cllr J Martlow (DA)
Cllr E Botha-Rossouw (FF Plus)	Cllr P Hendricks (PA)	Cllr D Z Masiu (DA)
Cllr R Bresler (DA)	Cllr R C Hill (DA)	Cllr N Matutu (ANC)
Cllr M C Burke (ACDP)	Executive Mayor G G Hill-Lewis (DA)	Cllr P Maxiti (DA)
Cllr R C Cameron (DA)	Cllr N Hlohlá (PAC)	Cllr S Mbandezi (DA)
Cllr R W Cannon (DA)	Cllr T Jackson (DA)	Cllr L N Mbiza (ANC)
Cllr K R Carls (DA)	Cllr M R Jacobs (ARA)	Cllr N W McFarlane (DA)
Cllr M A Cassiem (DA)	Cllr N Jacobs (CCC)	Cllr A P McKenzie (DA)
Cllr C Cerfontein (DA)	Cllr P S Jacobson (FF Plus)	Cllr I P McMahon (DA)
Cllr M N Chitha (ANC)	Ald W D Jaftha (DA)	Cllr C M Mes (DA)
Cllr B Clarke (DA)	Cllr A Jansen (DA)	Cllr B Mhaga (DA)
Cllr G J Classen (ARA)	Cllr E Jansen (DA)	Cllr J L Miller (CAPEXIT)
Cllr D G Cottee (ANC)	Cllr C Janse van Rensburg (DA)	Cllr J S Mills (DA)
Cllr J Cupido (GOOD)	Cllr P J Jansen van Vuuren (FF Plus)	Cllr R Minnaar (CCC)
Cllr M Dambuza (EFF)	Ald C Jordaan (DA)	Cllr T M Mjuza (ANC)
Cllr A Davids (CCC)	Cllr N Jowell (DA)	Cllr M A Mkutswana (ANC)
Cllr C O Davids (GOOD)	Ald C R Justus (DA)	Cllr Y Mohamed (DA)
Cllr R Davids (DA)	Cllr N Kayi (PA)	Cllr T Mokhathi (DA)
Cllr A C De Beer (UIM)	Ald M L Kempthorne (DA)	Ald S Moodley (DA)
	Cllr M R Kleinschmidt (DA)	Cllr A Moses (DA)

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Cllr L M Mqina (ANC)	Cllr E Sawant (DA)	Cllr D Visagie (DA)
Cllr N Mvinjelwa (DA)	Cllr M R Schrikker (CCC)	Cllr J Visser (DA)
Cllr P S Mzolisa (DA)	Cllr I Sherry (DA)	Ald J Vos (DA)
Ald I D Neilson (DA)	Cllr M M Sibunzi (DA)	Cllr T C Welz (DA)
Cllr D Nelson (DA)	Cllr C C Siebritz (DA)	Cllr J J Witbooi (DA)
Cllr W Neumann (GOOD)	Cllr L Simangweni (ANC)	Cllr J Woodman (DA)
Cllr B Ngcombolo (ANC)	Ald J P Smith (DA)	Cllr S Zumana (ANC)
Cllr D Ngubelanga (AIC)	Cllr F J Solomons (CCC)	
Cllr M Nikelo (DA)	Cllr L Somdaka (ANC)	
Cllr W M Nimmerhout (PA)	Cllr L P Sonyoka (ANC)	
Cllr S Nodliwa (ANC)	Cllr Z W Sophazi (ANC)	
Cllr A Notywala (GOOD)	Ald X R Sotashe (ANC)	
Cllr M L Nqavashe (DA)	Cllr K Southgate (DA)	
Cllr A Ntsodo (DA)	Cllr S L Stacey (DA)	
Cllr T Nyamakazi (ANC)	Cllr C J Steenberg (PA)	
Cllr R H Palm (GOOD)	Cllr J N Stevens (ANC)	
Cllr G C Peck (DA)	Cllr N R E Sukers (ACDP)	
Cllr X Peter (ANC)	Cllr Z Sulelo (DA)	
Cllr M J Petersen (DA)	Cllr P S Swart (DA)	
Cllr L Phakade (ANC)	Cllr S Taliep (DA)	
Cllr S Philander (DA)	Cllr M Temlett (DA)	
Cllr T I Pimpi (ANC)	Cllr H P Terblanche (DA)	
Cllr A Plaatjies (DA)	Ald T Thompson (DA)	
Cllr C Pophaim (DA)	Cllr S C Thompson (ANC)	
Cllr A J Potts (DA)	Cllr G Timm (DA)	
Ald S Pringle (DA)	Ald G G Twigg (DA)	
Cllr C B Punt (DA)	Cllr N L Tyhido (ANC)	
Ald F Purchase (DA)	Cllr E Uygun (FF Plus)	
Cllr Z L Qoba (ANC)	Ald T Uys (DA)	
Cllr R M Quintas (DA)	Cllr S I van der Linde (DA)	
Cllr M H Raise (DA)	Cllr B van der Merwe (DA)	
Cllr F H Raymond (DA)	Ald J F H van der Merwe (DA)	
Cllr S Rigby (DA)	Ald A van der Rheede (DA)	
Ald S Rossouw (DA)	Cllr P E van der Ross (DA)	
Cllr S Salie (AJ)	Cllr B van Reenen (DA)	
Cllr N Satarien (CCC)	Cllr A van Zyl (DA)	
Cllr F A Sauls (DA)	Cllr R Viljoen (DA)	

The following Councillors submitted an apology for leaving early:

Cllr A C De Beer (UIM)

The following Councillor submitted an apology for late arrival:

Cllr A S Addinall (PA)
Cllr N Kayi (PA)
Cllr L M Mqina (ANC)
Cllr B Ngcombolo (ANC)
Cllr X Peter (ANC)
Cllr P E van der Ross (DA)

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APOLOGIES

Cllr D Badela (ANC)
Cllr D De Vos (DA)
Cllr T Gqada (DA)
Cllr P C Heynes (ANC)
Cllr F Higham (DA)
Cllr K Kama (ANC)
Cllr A Kwebulana ((EFF)
Cllr F P Lombard (DA)
Cllr V Matanzima (DA)
Cllr L Mazwi (EFF)
Cllr B Mei (EFF)
Cllr T Mpengezi (ANC)
Cllr N A Ntshweza (ANC)
Cllr G D Paige (ACDP)
Cllr B L Payiya (ANC)
Cllr P P Tause (ANC)
Cllr A Tetani (ANC)
Cllr N V Tyandela (EFF)
Cllr C L Visser (DA)
Cllr F C Walker (DA)

ABSENT WITHOUT APOLOGY

The following Councillors were absent without an apology:

Cllr N R Adonis (DA)
Cllr L Bam (EFF)
Cllr P N Booie (EFF)
Cllr D Christians (DA)
Cllr M S Makuwa (ANC)
Cllr N Stuurman (EFF)
Cllr B Yeko (EFF)

PRESENT

Executive Management Team

Mr G Morgan - Acting City Manager
Ms S Mandlana - ED: Community Services and Health
Mr V Botto - ED: Safety and Security
Mr R McGaffin - ED: Spatial Planning and Environment
Ms D Campbell - ED: Urban Mobility
Mr J McNeil - ED: Urban Waste Management

Executive Committee Services

Mrs R Razack - Manager : Executive Committee Services
Mrs R Alberts

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Mr M Carolus
Ms J Cooper
Ms C France
Mr E Fray
Mr G Josephs
Ms M Levendall
Ms L McGregor
Mr N Meissenheimer
Mr M Moses

Legal Services

Ms R Sayed

<u>LIST OF ACRONYMS FOR INFORMATION</u>		<u>SEATS</u>
ACDP	- African Christian Democratic Party	5
AIC	- African Independent Congress	1
AJ	- Al Jama-ah	3
ANC	- African National Congress	43
ARA	- Africa Restoration Alliance	2
CCC	- National Coloured Congress	7
CAPEXIT	- Cape Independence Party	2
CMC	- Cape Muslim Congress	1
DA	- Democratic Alliance	134
DI	- Democratic Independence	1
EFF	- Economic Freedom Fighters	10
FF Plus	- Freedom Front Plus	4
GOOD	- GOOD	9
PA	- Patriotic Alliance	5
PAC	- Pan Africanist Congress of Azania	1
UDM	- United Democratic Movement	1
UIM	- United Independent Movement	1
Total		231

SECTION 1 OPENING OF MEETING

The Speaker, Ald F Purchase welcomed all Councillors, officials, public in the gallery, the media, as well as the public connected via the livestream YouTube link.

A moment of silence was observed.

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Councillors were called upon to register their attendance.

It be noted that the following totals of Councillors from the respective Political Parties present at the meeting were taken into account when the subjoined decisions were taken by Council:

ACDP	- African Christian Democratic Party	5
AIC	- African Independent Congress	1
AJ	- Al Jama-ah	3
ANC	- African National Congress	34
ARA	- Africa Restoration Alliance	2
CCC	- National Coloured Congress	7
CAPEXIT	- Cape Independence Party	2
CMC	- Cape Muslim Congress	1
DA	- Democratic Alliance	124
DI	- Democratic Independence	1
EFF	- Economic Freedom Fighters	2
FF Plus	- Freedom Front Plus	4
GOOD	- GOOD	9
PA	- Patriotic Alliance	5
PAC	- Pan Africanist Congress of Azania	1
UDM	- United Democratic Movement	1
UIM	- United Independent Movement	1

SPC 02/06/25 APOLOGIES / LEAVE OF ABSENCE

The Chief Whip of Council, Cllr D Visagie announced the applications for leave of absence as listed below.

RESOLVED that the following applications for leave of absence as announced by the Chief Whip, **BE NOTED:**

Cllr D Badela (ANC)
Cllr D De Vos (DA)
Cllr T Gqada (DA)
Cllr P C Heynes (ANC)
Cllr F Higham (DA)
Cllr K Kama (ANC)
Cllr A Kwebulana ((EFF)
Cllr F P Lombard (DA)
Cllr V Matanzima (DA)
Cllr L Mazwi (EFF)
Cllr B Mei (EFF)

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Cllr T Mpengezi (ANC)
Cllr N A Ntshweza (ANC)
Cllr G D Paige (ACDP)
Cllr B L Payiya (ANC)
Cllr P P Tause (ANC)
Cllr A Tetani (ANC)
Cllr N V Tyandela (EFF)
Cllr C L Visser (DA)
Cllr F C Walker (DA)

ACTION: L KELLUM

MAYORAL ADDRESS

The Speaker called on the Executive Mayor, Ald G Hill-Lewis to address Council, as follows:

“Speaker, Four years ago, we formed this City government on the back of a pledge to do more, in particular to build Cape Town into a city of hope for all, and the beacon of hope for our country that we all know our Mother City can be. Being a city of hope is a vision – not a catch-phrase – and we cannot achieve it by kicking the can down the road, not when our higher purpose is the enormous task of enabling job-creating economic growth that lifts more and more people out of poverty.

We must do the right things now in laying the foundation for a city that is an even better place to live in future, even in the midst of the sad decline evident in so many other towns and cities. That is why over the last four years we have raised the ambitions of the City’s infrastructure investment agenda, and why we continue to make the necessary reforms to ensure sustainable service delivery into the future. And so today we convene this Council to pass two historic measures that will ensure the arc of Cape Town’s future bends towards hope.

First, we are here to adopt the City’s Invested in Hope Budget, including an SA-record R40bn three-year infrastructure programme, essential tariff reforms for sustainable service delivery, and SA’s widest social assistance net for struggling households and pensioners. And second, we are here to adopt watershed amendments to the City’s Municipal Planning By-Law, which will make it much easier to build and develop in Cape Town, especially when it comes to affordable housing and enabling many more people to make the leap from informal housing to dignified rental units. I will deal with this topic in more detail in an address to Council later today.

But first, Speaker, onto the business of the budget adoption. This is not just a budget. It is a declaration of intent: that Cape Town will not wait for crisis to force our hand. That we will not let our children inherit a city weakened by our hesitation. And that, unlike other metros, we will not let our infrastructure crumble before we act. We are budgeting for the next 20 years, not just the next 12 months. And yes — to do this, we’ve had to make difficult decisions. But they are the right decisions for a city that is determined to be a city of hope for all. I would like to express my and the City’s gratitude to Capetonians for a robust engagement on this Invested in Hope budget, which took place over two public participation periods well in excess of legislative requirements. As a city, we have had the opportunity to engage in a meaningful public debate about the choices before us, and what it will take to

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ensure we remain South Africa's city of hope. We have affirmed the critical need to invest in infrastructure, and a thorough public examination of our SA-record R40bn three-year capital budget has shown that there are no luxury or optional infrastructure projects that are not urgently needed. We have all seen the warning signs our city infrastructure is sending us. We can hear the creaking and the groaning of a system under strain.

There are too many places where sewage overflows are a daily norm. There are still too many places where it is normal for children to play surrounded by waste. Let us never grow used to this or think this is acceptable. It is not. That is not the Cape Town we're building. The warning signs our city infrastructure is sending us are also a call to action. They demand of us that we act now — boldly and responsibly. Today we are proud to present this infrastructure investment plan to Council fully intact, because we know it will ensure our growing city is an even better place to live in future. Today we ensure that we will not walk the path of decline chosen by so many other municipalities who fail to invest in critical infrastructure. Included in this budget is SA's biggest public transport project – the new MyCiTi south-east route – as well as multi-billion rand upgrades to our city's sewer, water, electricity, and road networks. This is backed by major investments in safety and cleaning, with the forthcoming deployment of over 700 new officers to the ground including, for the first time, dedicated neighbourhood police officers in every ward, and ramped-up visible cleaning along our highways and in our CBDs. All of which will ensure our city is a more attractive, safer place for locals and visitors alike.

Public engagement has also resulted in meaningful changes from the initial draft tabled in March, by significantly lowering the proposed city-wide cleaning tariff, and the fixed water charge. Because we do recognise that not everyone who owns a higher value property is necessarily wealthy or cash-flush. As a direct result of public feedback, we have been able to find innovative means of further expanding Cape Town's social assistance net to even more households. And so we have extended the 'first R450 000 rates-free' benefit to all properties up to R7m, and raised the pensioner support qualifying threshold, increasing this to R27 000 income monthly, up from R22 000. This will enable pensioners – regardless of property value – to qualify for up to 100% off their rates and city-wide cleaning charges, as well as lifeline electricity, including up to 60 free units and cheaper, subsidised per-unit costs.

And Speaker, I have even better news for pensioners today. We have even further improved this deal – already SA's best – following the second round of public participation. A 100% pensioner rebate will now be available up to R10 000 monthly income (up from R7 500), and a 50% rebate will be available up to R20 000 income. Discounts of 20% are also available up to R24 000 income, and 10% up to the R27 000 max threshold. And that is not all which is new in this final budget. We are also including special debt write-off measures as an incentive for more households to enter payment arrangements with us. To be clear: debt write-offs are not handouts. They are incentives for struggling households to make a payment arrangement and to, from a clean slate, begin making the necessary contributions to our City's running.

Potential beneficiaries of these special measures may include:

- Pensioners and social grant recipients with debt older than a year
- Various types of civic and non-profit organisations with debt older than a year
- Active indigent customers
- Residents of city rental stock and BNG housing

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- Owners of properties up to R7m with historical debt or interest accumulating on their debt
- Those with outstanding debts on final accounts older than one year (instead of three years)

Speaker these are the newest measures. We have also elected to retain the electricity price relief, and the cross-subsidisation principles at the heart of the original budget draft, in the form of fixed charges linked to property value. The only other alternative to property value determining your fixed contribution to infrastructure and fixed service costs, is for everyone to pay a flat charge regardless of whether you are low-income or affluent. We must be clear that lower-income and wealthy households cannot make equal contributions to infrastructure and fixed service costs. It's not fair, nor sustainable, and believe me, households at all levels of the property value spectrum do contribute their fair share within their means. We've structured this budget to ask a little more from those who can afford it, and to protect essential services for those who can't. Electricity price relief will see thousands of households pay less to consume electricity from 1 July, and likewise getting rid of the former 'pipe levy' based on pipe size, and basing it now on property value, means that all homes under R2,5m will pay less for their fixed water charges than they would have on the pipe-size system for 25/26. For commercial customers, we have heard the points raised by major commercial property owners like SAPOA. The City will allow commercial customers more time to adapt to the phased introduction of the City-wide Cleaning Tariff. Therefore, in 25/26 commercial customers in particular will continue to contribute to funding the city-wide cleaning service in the way they currently do – via a percentage of their electricity price.

Speaker, this final revised budget will ensure that we not only protect households under R2.5m as this budget was designed to do, but that we also bring meaningful relief to more homes. This picture looks even better for newly-qualifying pensioner rebate beneficiaries. This final budget also further ensures that 97% of ratepayers won't experience a 20%-plus increase in monthly bills, and virtually no one will experience a 30% increase on any reasonable household consumption scenario. The 3% of cases where this year's tariff reforms may lead to an unusually steep increase of over 20%, relate to homes of high value with very low electricity and water usage well-below the average household, likely due to large solar and borehole investments. In other words, exactly the customers who the City encourages to sell us as much of their excess solar power that they can generate, in exchange for municipal bill credits, and even cash once the total bill reaches zero. It also worth noting that this budget achieves all that it does while still maintaining the lowest monthly bills among SA's cities.

Speaker, with the reforms and investments in this budget – which we've called the Invested in Hope Budget – Cape Town is following the path less travelled. A path of hope over despair, and of prosperity over decline. Even if we walk it alone, we know that in adopting this budget today we are doing the right thing for a better future. That we will be a government that fixed, not one that failed. And that through our decisions here, Cape Town will shine as a city of hope for all, a place where more people are lifted out of poverty by the rising tide of opportunity, a city with its best days firmly ahead. Thank you."

It was noted that at the Programming Committee it was agreed that Items SPC03 to SPC06 on the agenda would be clustered for debate. The decisions are however recorded under the respective item numbers.

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203 Councillors were present at the meeting.

SPC 03/06/25 APPROVAL: AMENDMENTS TO THE 2022-2027 INTEGRATED DEVELOPMENT PLAN (IDP) - 2025/26 AMENDMENTS

RESOLVED that:

- (a) Council considered the public comments on the IDP review and the proposed amendments to the 2022 - 2027 IDP (2025/26 amendments), as contained in Annexure C to the report on the agenda.
- (b) the outcome of the IDP review as contained in Annexure A to the report on the agenda, be approved
- (c) the proposed amendments to the 2022 - 2027 IDP (2025/26 amendments) as contained in Annexure B to the report on the agenda, be approved.

[The ANC, AJ, ARA, CCC, CAPEXIT, EFF and PA recorded their votes against the above decision.]

ACTION: H COLE, G MORGAN

SPC 04/06/25 PUBLIC COMMENTS ON THE EXTENSION (28 MAY – 13 JUNE 2025) FOR THE CITY OF CAPE TOWN TABLED BUDGET (2025/26)

RESOLVED that:

- (a) the public participation process conducted in respect of the tabled 2025/26 Budget, be noted.
- (b) the comments received be referred to the relevant Directorates for consideration, considering available resources and potential realignment of implementation plans
- (c) appropriate responses be provided to all comments / submissions received, where possible.

[The ANC, AJ, ARA, CAPEXIT, EFF and PA recorded their votes against the above decision.]

ACTION: P NONGQONGQO, E SASS

SPC 05/06/25 BUDGET 2025/26 – 2027/28

The Executive Mayor, Ald G Hill-Lewis tabled the City's annual budget 2025/26 to 2027/28 during his Mayoral Address for adoption.

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Cllr S Mbandezi, seconded by Ald X Limberg, proposed the following amendment to the recommendation, as follows:

“Council notes that, as at 26 June 2025, the City has to date not received a formal decision from the National Energy Regulator of South Africa (“NERSA”) regarding its tariff application for 2025/26, despite the obligations of local government to have a budget in place before 1 July 2025.

The City is hereby authorised to charge its electricity customers in the 2025/26 year whatever tariffs the City may be informed formally by NERSA that it has approved for that year, as well as a surcharge on each such tariff equal to the difference between the NERSA-approved tariff and the amount in respect of that tariff category advertised in the City’s draft budget. Each such amount shall comprise the sum of the relevant NERSA-approved tariff and the relevant surcharge.”

The Legal Advisor present at the meeting, Ms R Sayed, indicated that the above amendment is legally compliant.

The amendment to the recommendation was supported by the majority of Councillors present.

The amended recommendation was put to the vote, with results as follows:

In favour : 126
Against : 66
Abstained : 1

The amended recommendation was duly supported.

RESOLVED that:

- (a) the City’s annual budget for the financial year 2025/26; and projected allocations for the two outer years 2026/27 and 2027/28, and related policies as set out in the following tables and annexures, be adopted
 - (i) Operating revenue and expenditure by functional classification reflected in Table 27.
 - (ii) Operating revenue and expenditure by vote reflected in Table 28.
 - (iii) Operating revenue by source and expenditure by type reflected in Table 30.
 - (iv) Multi-year capital appropriations by vote reflected in Annexure 1.

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- (v) Capital expenditure by standard classification reflected in Table 31.
- (vi) Capital funding by source reflected in Table 31.
- (vii) Budgeted cash flow statement as reflected in Table 33.
- (viii) Salaries and benefits of political office bearers, councillors and senior officials as reflected in Table 57 and Table 58.
- (ix) Performance indicators and benchmarks for 2025/26 as set out in Table 40.
- (x) Consolidated budget tables for the City and municipal entities (CTICC and CTS) as reflected in Table 104 to Table 113.
- (xi) Property (Tax) Rates as set out in Annexure 2.
- (xii) City Improvement Districts (CIDs) – Additional Rates as set out in Annexure 3.
- (xiii) Revised Consumptive Tariffs, Rates and Basic Charges for Electricity Generation and Distribution, Water and Sanitation, and Urban Waste Management Services as set out in Annexure 4.
- (xiv) Rates Policy as set out in Annexure 5.
- (xv) Tariffs, Fees and Charges Book as set out in Annexure 6.
- (xvi) Tariff Policies as set out in Annexure 7.
- (xvii) Credit Control and Debt Collection Policy as set out in Annexure 8 (with effect from 01 June 2025).
- (xviii) Grants-in-Aid Policy as set out in Annexure 9.
- (xix) Accounts Payable Policy as set out in Annexure 10.
- (xx) Virement Policy as set out in Annexure 11.
- (xxi) Cost Containment Policy as set out in Annexure 12.
- (xxii) Funding and Reserves Policy as set out in Annexure 13.
- (xxiii) Borrowing Policy as set out in Annexure 14.
- (xxiv) Cash Management and Investment Policy as set out in Annexure 15.
- (xxv) Policy Governing Planning and Approval of Capital Projects as set out in Annexure 16.
- (xxvi) Long Term Financial Plan Policy as set out in Annexure 17.

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- (xxvii) Policy Governing Adjustments Budgets as set out in Annexure 18.
- (xxviii) Municipal Entities Policy as set out in Annexure 19.
- (xxix) Budget Management and Oversight Policy as set out in Annexure 20.
- (xxx) Unforeseen and Unavoidable Expenditure Policy as set out in Annexure 21
- (xxxii) Integrated Development Plan (IDP) Financial Plan as set out in Annexure 22.
- (xxxiii) Transfers and grants to external organisations as set out in Annexure 23.
- (xxxiv) Schedule of Service Delivery Standards as set out in Annexure 24.
- (xxxv) Iconic and other events to be hosted by the City in 2025/26 as set out in Annexure 25.
- (xxxvi) Individual projects with a total project cost in excess of R50 million (to give effect to Section 19(1)(b) of the MFMA and Regulation 13(1)(b) of the MBRR) as reflected in Table 91 and as set out in Annexure 26.
- (xxxvii) Projected cost covering all financial years until capital projects are operational as well as future operational costs and revenue on projects / programmes, to give effect to sections 19(2) and 19(3) of all projects and programmes as listed in Annexure 26 and Annexure 1.
- (xxxviii) Detailed capital budget (MBRR Table SA36) as set out in Annexure 27.
- (xxxix) Details to capital programmes (2025/26 to 2027/28), as set out in Annexure 28.
- (xl) Detailed operational projects (MBRR Table SA38) as set out in Annexure 29.
- (xli) Operating- and capital ward allocation projects supported by subcouncils as set out in Annexure 30.
- (xlii) External mechanisms (MBRR Table SA32) as set out in Annexure 31.
- (xliiii) Cape Town International Convention Centre (CTICC) (Municipal Entity) – Schedule D (annual budget and supporting tables) as set out in Annexure 32.
- (xliv) Cape Town International Convention Centre (CTICC) (Municipal Entity) – Business Plan as set out in Annexure 33.

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- (xxxxiv) Cape Town International Convention Centre (CTICC) (Municipal Entity) – Tariffs as set out in Annexure 34.
 - (xxxxv) Cape Town Stadium (CTS) (Municipal Entity) – Schedule D (annual budget and supporting tables) as set out in Annexure 35.
 - (xxxxvi) Cape Town Stadium (CTS) (Municipal Entity) – Business Plan as set out in Annexure 36.
 - (xxxxvii) Cape Town Stadium (CTS) (Municipal Entity) – Tariff Policy and Tariffs as set out in Annexure 37.
 - (xxxxviii) Operating subcouncil allocation projects supported by Subcouncils as set out in Annexure 38.
 - (xxxxix) 2022-2027 Integrated Development Plan (IDP) – Review and 2025/26 proposed amendments as set out in Annexure 39.
 - (i) Measureable Performance Objectives (MBRR Table SA7) as set out in Annexure 40.
 - (ii) Metro Trading Services Reform Programme - Trading Services Reform Strategies and Associated Implementation Road Maps as set out in Annexure 41.
 - (iii) Metro Trading Services Reform Programme - Performance Improvement Action Plan (PIAP) as set out in Annexure 42
- (b) the intent of the administration to follow MFMA Section 33 processes on items marked with an 'X' as reflected in the Demand (Procurement) Plan as set out in Annexure 43 to the report, be noted
- (c) the National Treasury MFMA Circulars 129 and 130 (Municipal Budget Circulars for the 2025/26 MTREF) as set out in Annexure 44 to the report, be noted
- (d) the 2026 Budget and Benchmark Engagement Summary Report issued by National Treasury as set out in Annexure 45 to the report, be noted
- (e) an amount of up to R22 million be approved, to be funded within the Rates account, which will be allocated in support of the City's Relief and Charitable Allocations.
- (f) the Capital Replacement Reserve (CRR): Ward Allocations for the 2025/26 financial year amounting to R52 451 633, be approved, which will be funded from savings identified in the 2024/25 financial year.

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- (g) An amount of R160 million for 2026/27 be funded from accumulated surpluses and loan funding, if needed, to provisionally (bridge) fund contractually committed IRT Phase 2A projects generally funded from the NT PTNG:BFI grant, until such time that National Treasury amends gazetted allocations. The City will review its funding approach on an annual basis as part of the budget process.
- (h) a process, in compliance with Section 46 of the Municipal Finance Management Act (MFMA), be approved to take up funding to support the capital programme included in the MTREF, depending on the City's cash flow requirements, will be undertaken after budget approval in June 2025. Should the cash flow position be sufficient to fund the capital programme either partially or fully, the funding will be adjusted accordingly.
- (i) an amount of R250 million from accumulated surpluses (VAT Clawback) be set aside at the end of the current financial year, to establish a 'Capital Contingency Fund', which will be used to co-fund the contingency values of grant-funded projects, where appropriate.
- (j) the high-level summary of changes between the tabled (May 2025) and proposed budget as reported in Annexure B, be adopted. These changes have already been incorporated into Annexure A of this report.
- (k) Council noted that, as at 26 June 2025, the City has to date not received a formal decision from the National Energy Regulator of South Africa ("NERSA") regarding its tariff application for 2025/26, despite the obligations of local government to have a budget in place before 1 July 2025.

The City is hereby authorised to charge its electricity customers in the 2025/26 year whatever tariffs the City may be informed formally by NERSA that it has approved for that year, as well as a surcharge on each such tariff equal to the difference between the NERSA-approved tariff and the amount in respect of that tariff category advertised in the City's draft budget. Each such amount shall comprise the sum of the relevant NERSA-approved tariff and the relevant surcharge."

[The ACDP and CCC recorded their votes against the above decision.]

ACTION: C STROUD, K JACOBY

At this stage, the meeting adjourned for lunch at 13H28 and re-commenced at 13H45.

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SPC 06/06/25 INTEGRATED DEVELOPMENT PLAN (IDP) AND BUDGET TIME-SCHEDULE FOR PERIOD: JULY 2025 - JUNE 2026

RESOLVED that the IDP and Budget Time-Schedule for July 2025 to June 2026, as contained in Annexure A to the report on the agenda, be approved.

[The EFF, AJ and CCC recorded their votes against the above decision.]

ACTION: H COLE, G MORGAN

THE MEETING ENDED AT 14H00.

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**ALD F PURCHASE
SPEAKER**

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DATE