



NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

SC 01/03/2021 PLANNING AND DEVELOPMENT: 2021/22 DRAFT IDP DOCUMENT

1. PURPOSE

To present 2021/22 Draft IDP document to Council

2. BACKGROUND

In terms of the Local Government Municipal Systems Act, 2000 Section 34(a) (i) the Municipality must review its Integrated Development Plan annually in accordance with an assessment of its performance measurement to the extent that changing circumstances so demand.

In terms of Section 153 of the Constitution "Municipality must structure and manage its administration and budget processes to give priority to the basic needs of the community and promote the social and economic development of the community"

3. DISCUSSION

The 2021/2022 IDP must and will be done and implemented in the context of the new District Development Model.

The Model aims to ensure coherence in the planning by all spheres of Government as well as Stakeholders outside of Government. The District Development Model is geared towards strengthening all existing mechanisms that are there, so that we achieve a One Plan, One Budget in the District.

It is no longer only about aligning but planning together. What we are coming for with the District Development Model is for all Departments, Municipalities and Private Sector to be in one space and plan jointly on the needs of our people. We should exploit the potential and opportunities of our District. There must never be a project from national that happens in the District without the District knowing, and it is not in the IDP.

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4. COMPONENTS OF IDP

The Municipal Systems Act (Act 32 of 2000) stipulates quite clearly that the following components must be included in a credible IDP:

- The vision of the Council for long term development and institutional transformation
- An assessment of the existing level of development and access to basic services of communities
- Strategic objectives and development priorities which the Council is going to focus on in the next twelve months.
- A comprehensive financial plan which will ensure financial sustainability of the Municipality in order to achieve such development priorities.
- Clearly defined key performance indicators and targets as part of the Performance Management System (PMS) of the Municipality
- A summary of the sector plans which will contribute towards the strategic objectives which include the following:
 - Spatial Development Framework
 - LED Strategy
 - Disaster Management Plan
 - Water Service Development Plan
 - Integrated Transport Plan and
 - Integrated Waste Management Plan, etc.
 - Financial Plan



5. FOCUS OF 2021/22 FY IDP

The focus for this year will be to foster a practical intergovernmental relations mechanism to plan, budget and implement jointly to provide a coherent government for the Community of Ngaka Modiri Molema District. Whilst recognizing the value of a long-term vision and strategy, as well as targets in our 5 Year Plan, there is an equal recognition of the need for a clear implementation plan with a focus on immediate action and the attainment of short-term gains.

One of the processes to be pursued in this regard is to ensure that the IDP goals, objectives are driven through a range of strategic interventions and Catalytic Projects. A Catalytic Project is defined as a project of significant scale (i.e. its reach) and scope (i.e. impact on employment, services, economic and social investment, and/or rates), thereby displaying some or all of the following characteristics:

- It makes a substantial impact,
- It significantly impacts spatial form,
- It creates jobs, and increase land value; and
- contributes to the achievement of the vision and goals of the District

The significance of a project being awarded "Catalytic" status is that it will confirm that such a project had been subjected to a screening and prioritisation process of the District Public Works and Infrastructural Forum. As such, Catalytic Projects will receive preferential facilitation support and guidance, in recognition of the contribution such a project can make to achieve the growth targets of the District.

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6. NATIONAL KEY PERFORMANCE AREAS

The following are the National Key Performance Areas:-

1. Financial viability and management
2. Infrastructure Development and Service Delivery
3. Good Governance and Public Participation
4. Institutional Development and Transformation
5. District Economic Development

6.1 Back to Basics Pillars

- KPA 1: Basic Service Delivery and Infrastructure Development
- KPA 2: Municipal Transformation and Organizational Development
- KPA 3: District Economic Development
- KPA 4: Municipal Financial Viability and Management
- KPA 5: Good Governance & Public Participation
- KPA 6: Spatial Rationale

The Key Performance Areas, Key Performance Indicators and Targets of the Municipality will be discussed and finalized with the adoption of the 2021/22 Service Delivery Budget Implementation Plan (SDBIP), with the resultant Strategic Document.

7. BUDGET

The Municipal budget which must be aligned to IDP and also be mSCOA compliant is divided as follows:

1. 7.1 Operating Expenditure
2. 7.2 Capital Expenditure

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8. SDBIP

SDBIP ensures that the District Municipality delivers on objectives and targets which are not only aligned with the IDP and budget, but they also ensure practical realization of vision of the 6th Administration which rest on the successful implementation of the District Development Model.

RECOMMENDATIONS

1. That the Council note 2021/22 Draft IDP.
2. That Council members make inputs into the draft IDP.
3. That council note that the draft IDP will be made public for community to peruse and make inputs
4. That the Council note that the draft IDP will be submitted to the office of the MEC of North West Department of Cooperative Governance and Traditional Affairs for comments.

DATE OF MEETING	RESOLUTION	RESOLUTION NUMBER
	SC 01/03/2021 PLANNING AND DEVELOPMENT: 2021/22 DRAFT IDP DOCUMENT	
31st MARCH 2021	<ol style="list-style-type: none">1. Council noted 2021/22 Draft IDP.2. Council members made inputs into the draft IDP.3. Council noted that the draft IDP will be made public for community to peruse and make inputs4. Council noted that the draft IDP will be submitted to the office of the MEC of North West Department of Cooperative Governance and Traditional Affairs for comments.	SC 49/2020-2021

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DATE OF MEETING	RESOLUTION	RESOLUTION NUMBER
31st MARCH 2021	SC 01/03/2021 PLANNING AND DEVELOPMENT: 2021/22 DRAFT IDP DOCUMENT <ol style="list-style-type: none">1. Council noted 2021/22 Draft IDP.2. Council members made inputs into the draft IDP.3. Council noted that the draft IDP will be made public for community to peruse and make inputs4. Council noted that the draft IDP will be submitted to the office of the MEC of North West Department of Cooperative Governance and Traditional Affairs for comments.5. That ALL councillors of Ngaka Modiri Molema District Municipality should have information session,6. Council resolved that the “PLANNING AND DEVELOPMENT: 2021/22 DRAFT IDP DOCUMENT” be submitted to Provincial Treasury and COGTA	SC 49/2020-2021

**CLLR Y SECHOARO
COUNCIL SPEAKER**

**MR. O.A LOSABA
MUNICIPAL MANAGER**



NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY

SC 02/03/2021 DRAFT ANNUAL BUDGET OF NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY FOR 2021/22 TO 2023/24 (MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK)

PURPOSE

The purpose of the report is to table draft 2021/22 Medium- Term Revenue and Expenditure Forecast (MTREF) before Council in terms of Section 16 (1) of the Local Government: Municipal Finance Management Act (Act 56 of 2003) for consideration and adoption.

LEGISLATIVE BACKGROUND

Municipal Financial Management Act of 56 of 2003, Chapter 4, Municipal Budgets, Section 16 provides that – (1) The council of a municipality must for each financial year approve an annual budget for the municipality before the start of that financial year.

(2) In order for the municipality to comply with subsection (1), the mayor of the municipality must table the annual budget at the council meeting at least 90 days before the start of the budget year.

(3) Subsection (1) does not preclude the appropriation of money for capital expenditure for a period not exceeding three financial years, provided a separate appropriation is made for each of those financial years.

The above section reads together with regulation 14 of Tabling of annual budgets in municipal councils which provides that: -

- 1) An annual budget and supporting documentation tabled in a municipal council in terms of section 16(2) and 117 (3) of the Act must –
 - a) be in the format in which it will eventually be approved by the council, and
 - b) be credible and realistic such that it is capable of being approved and implemented as tabled.
- 2) When complying with the section 68 of the Act, the municipal manager must submit draft municipal service delivery and budget implementation plan to the mayor together with the annual budget to be considered by the mayor for tabling in terms of section 16(2) of the Act.

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- 3) For effective planning and implementation of the annual budget, the draft municipal service delivery and budget implementation plan may form part of the budget documentation and be tabled in the municipal council if so recommended by the budget steering.

Furthermore, regulation 15 (1) states that when public the annual budget and supporting documentation in terms section 22 (a) of the Act, read with section 21A of the Municipal System Act, the municipal manager must also make public any other information that the municipal council consider appropriate to facilitate the budget consultation process, including –

- a) Summaries of the annual budget and supporting documentation in terms in alternate languages predominant in the community; and
 - b) Information relevant to each ward in the municipality.
- 2) All information contemplated in sub-regulation (1) must cover-
 - a) the relevant financial and service delivery implications of the annual budget; and
 - b) at least the previous year's actual outcome, the current year's forecast outcome, the budget year, and the following two years.

RESOLUTIONS

The Council of Ngaka Modiri Molema District Municipality, acting in terms of section 16(2) of the Municipal Finance Management Act 56 of 2003 should note the following:

1. The draft annual budget of the municipality for the financial year 2021/22 and the multi-year and single-year capital appropriations as set out in the following tables:
 - 1.1 Budgeted Financial Performance (revenue and expenditure by standard-classification) as contained in Table 18.
 - 1.1.1 Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in Table 19.
 - 1.1.2 Budgeted Financial Performance (revenue by source and expenditure by type) as contained in Table 21.
 - 1.1.3 Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table 22.
 - 1.2 The financial position, cash flow budget, cash-backed reserve/accumulated surplus,

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asset management and basic service delivery targets are approved as set out in the following tables:

- 1.2.1 Budgeted Financial Position as contained in Table 23.
- 1.2.2 Budgeted Cash Flows as contained in Table 24.
- 1.2.3 Cash backed reserves and accumulated surplus reconciliation as contained in Table 25.
- 1.2.4 Asset management as contained in Table 26, and
- 1.2.5 Basic service delivery measurement as contained in Table 27
- 1.3 The Council of Ngaka Modiri Molema District Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) notes the following proposed tariffs for public consultation:
 - 1.3.1 The tariffs for service trucks.
 - 1.3.2 The tariffs for the water services.
 - 1.3.3 The tariffs for sanitation services.
 - 1.3.4 The tariffs for tender documents; and
 - 1.3.5 The tariffs for municipal health services.

DATE OF MEETING	RESOLUTION	RESOLUTION NUMBER
	SC 02/03/2021 DRAFT ANNUAL BUDGET OF NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY FOR 2021/22 TO 2023/24 (MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK)	
31st MARCH 2021	The Council of Ngaka Modiri Molema District Municipality, acting in terms of section 16(2) of the Municipal Finance Management Act 56 of 2003 noted the following: 1. The draft annual budget of the municipality for the financial year 2021/22 and the multi- year	SC 50/2020-2021

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and single-year capital appropriations as set out in the following tables:

1.1. Budgeted Financial Performance (revenue and expenditure by standard-classification) as contained in Table 18.

1.1.1. Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in Table 19.

1.1.2. Budgeted Financial Performance (revenue by source and expenditure by type) as contained in Table 21.

1.1.3. Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table 22.

1.2. The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:

1.2.1. Budgeted Financial Position as contained in Table 23.

1.2.2. Budgeted Cash Flows as contained in Table 24.

1.2.3. Cash backed reserves and accumulated surplus reconciliation as contained in Table 25.

1.2.4. Asset management as contained in Table 26,

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and

1.2.5. Basic service delivery measurement as contained in Table 27

1.3. The Council of Ngaka Modiri Molema District Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) notes the following proposed tariffs for public consultation:

1.3.1. The tariffs for service trucks.

1.3.2. The tariffs for the water services.

1.3.3. The tariffs for sanitation services.

1.3.4. The tariffs for tender documents; and

1.3.5. The tariffs for municipal health services.

2. Council resolved that the **"DRAFT ANNUAL BUDGET OF NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY FOR 2021/22 TO 2023/24 (MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK)"** be submitted to Provincial Treasury and COGTA

**CLLR Y SECHOARO
COUNCIL SPEAKER**

**MR. O.A LOSABA
MUNICIPAL MANAGER**