

Ilembe District Municipality Final Budget and Tariffs 2009/10

An information guide on the capital and operating budgets and tariffs of the Ilembe District Municipality for 2009/10



Notice

Notice is hereby given in terms of Section 24 of the Municipal Finance Management Act No. 56 of 2003 that the Operating and Capital Budgets for 2009/10 financial year have been framed and approved by Council and the following is an abstract of such budgets which will be available for inspection for a period of seven (7) days from the date of publication of this notice.

Highlights of the Budget

The allocation of the Capital and Operating Budget is summarised as follows:

Water & Sanitation - Capital Budget	R139 million or 96%
Administration - Capital Budget	R 6 million or 4%
Total Capital Budget	R145 million or 100%
Water & Sanitation - Operating Budget	R156 million or 60%
Community and Social Services	R103 million or 40%
Total Operating Budget	R259 million or 100%

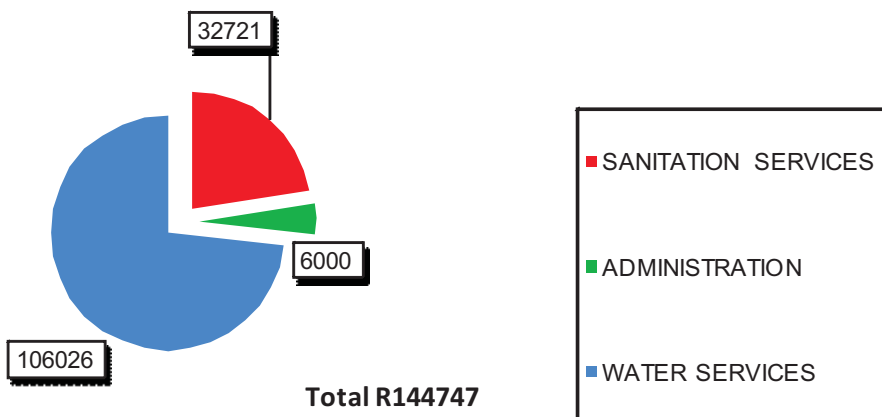
The allocation of the combined Capital and Operating Budget is further summarised as follows:

Water & Sanitation - Capital Budget	R139 million or 34%
Administration - Capital Budget	R 6 million or 1%
Water & Sanitation - Operating Budget	R156 million or 39%
Community and Social Services	R103 million or 26%
Total Operating & Capital Budget	R404 million or 100%

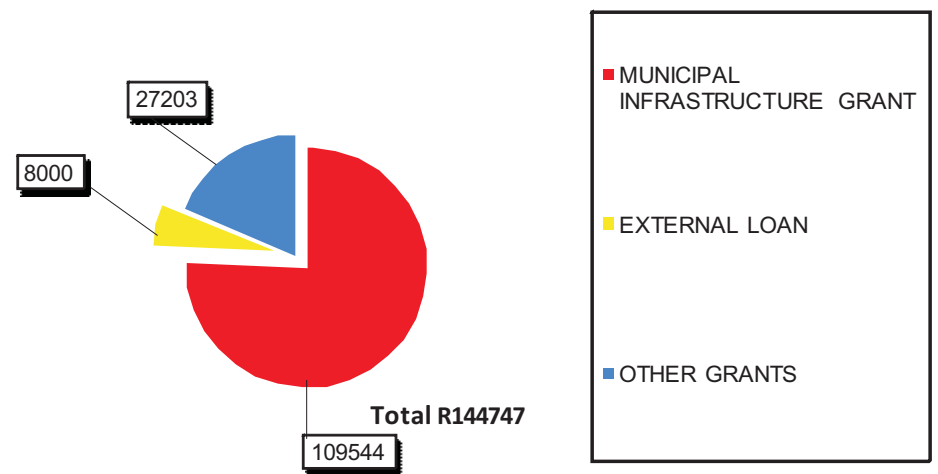
The total capital and operating budget is R404 million. The above equates to 81% towards development and services and 19% towards Administration.

Summary of the Capital & Operating Budget for 2009/10

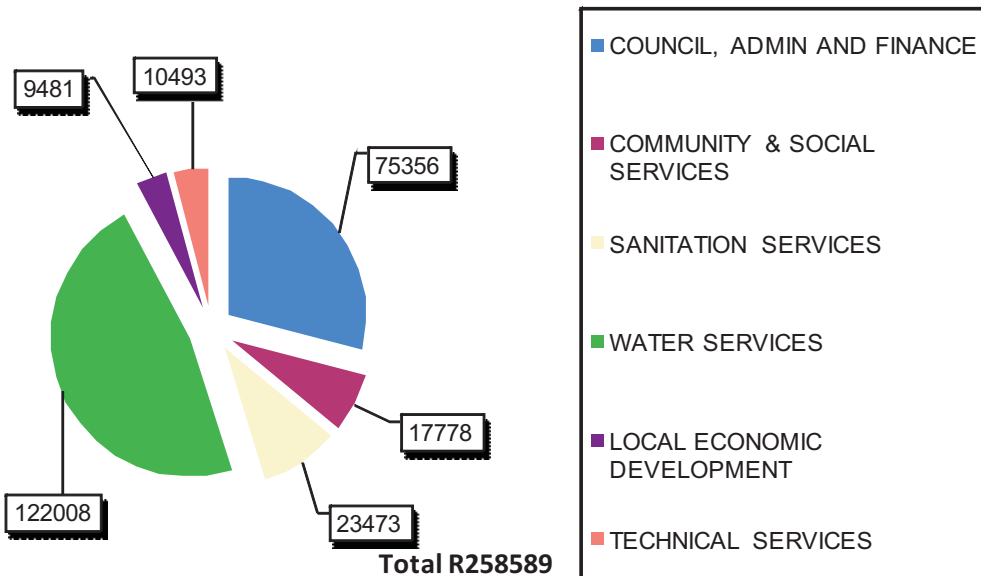
ILEMBE DISTRICT MUNICIPALITY
CAPITAL BUDGET EXPENDITURE 2009/2010 R000's



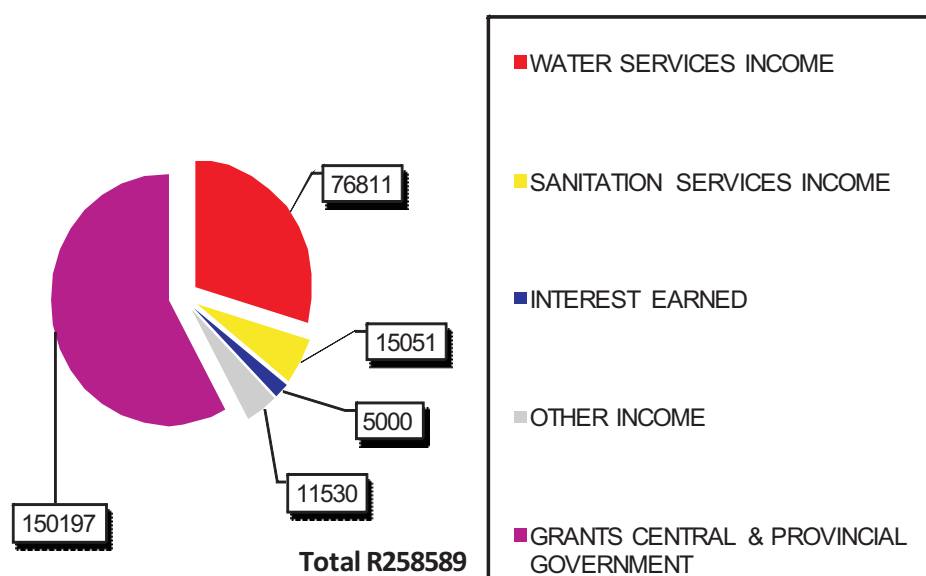
ILEMBE DISTRICT MUNICIPALITY
CAPITAL BUDGET FINANCING 2009/2010 R000's



ILEMBE DISTRICT MUNICIPALITY
OPERATING BUDGET EXPENDITURE 2009/2010 R000's



ILEMBE DISTRICT MUNICIPALITY
OPERATING BUDGET INCOME 2009/2010 R000's





**ILEMBE DISTRICT MUNICIPALITY
WATER & SEWERAGE TARIFFS
(Excluding the Siza Water Concession Area)**

2008/09 & 2009/10 WATER TARIFF		
	2008/09 WATER TARIFF	2009/10 WATER TARIFF
A. AVAILABILITY CHARGE		
Availability charge on all vacant properties and properties not connected to a meter within the area that can reasonably be connected to a water reticulation system, with the exception of reticulated areas where infrastructure was funded by National or Provincial Government.	R57.20 Per Month	R65.80 Per Month

B. WATER CONSUMPTION TARIFF	2008/09 WATER TARIFF		2009/10 WATER TARIFF	
	DOMESTIC		DOMESTIC	
	TARIFF	BASIC MONTHLY CHARGE	TARIFF	BASIC MONTHLY CHARGE
0 – 6kl	0	0	0	0
7 – 10kl Registered Indigent Consumers Only.	R5.40	R10.50	0	0
7-10kl	R5.40	R10.50	R6.80	R26.00
11 – 20kl	R6.20	R26.00	R7.40	R26.00
21 – 30kl	R8.40	R26.00	R9.70	R26.00
>30 kl	R10.70	R31.20	R12.30	R26.00

DOES APPLY TO THE 2009/10 YEAR- Where a bulk meter exists at a residential complex, the above tariff will apply to that meter, except that the 2009/10 >20kl tariff will be R8.10, and the number of units in the complex will **NOT** be taken into account when calculating the monthly water charge for the complex.
APPLIES ONLY TO THE 2009/10 YEAR- 0-6 kilolitres plus basic charge free to all consumers and 710 kilolitres plus basic charge free to registered indigent consumers only.

B. WATER CONSUMPTION TARIFF CONTD.	2008/09 WATER TARIFF INDUSTRIAL/COMMERCIAL		2009/10 WATER TARIFF INDUSTRIAL/COMMERCIAL/GOVERNMENT/SCHOOLS (BUSINESS)	
	TARIFF	BASIC MONTHLY CHARGE	TARIFF	BASIC MONTHLY CHARGE
0 – 6kl	R8.40	R26.00	R9.70	R51.80
7 – 10 kl	R8.90	R26.00	R10.20	R51.80
11 – 30kl	R8.90	R26.00	R10.20	R51.80
>30 kl	R10.70	R45.00	R12.30	R51.80

B. WATER CONSUMPTION TARIFF CONTD.	2008/09 WATER TARIFF SCHOOLS, RELIGIOUS AND WEFARE ORGANISATIONS		2009/10 WATER TARIFF RELIGIOUS AND REGISTERED WELFARE ORGANISATIONS	
	TARIFF	BASIC MONTHLY CHARGE	TARIFF	BASIC MONTHLY CHARGE
0 – 6kl	R6.20	0	R7.40	0
7 – 10kl	R6.20	R26.00	R7.40	R29.90
7 - 30kl	R6.20	R26.00	R7.40	R29.90
>30 kl	R6.20	R26.00	R7.40	R29.90

NB: In the case of premises being used for both Business and Domestic purposes, the tariff for Business will apply from the 2009/10 year 2008/09 year - In the case of premises being used for both Business and Domestic purposes, the tariff for Domestic Consumers shall apply to the whole of the premises concerned, provided that an application may be made by the Operator of Business element within the premises for the Industrial/Commercial tariff to be applied to the portion of the building used for Industrial/Commercial purposes.

	2008/09	2009/10
Bulk Water Sales to Ithala per kilolitre.	R3.80	R4.75
Water sales to all domestic properties registered in the name of Sappi Kraft (Mandeni) and being used by Sappi Kraft per kilolitre. – No free basic water allocation. Excluding accounts registered in private individuals' names.	R1.27	R1.46
C. WATER TANK DELIVERIES		
Delivery of water by municipal tankers to areas without access to boreholes, springs or reticulated water (restricted to 6kl per month per household) – Domestic	R178.50 Per Tank	R205.30 Per Tank
Delivery of water by municipal tankers to areas without access to boreholes, springs or reticulated water (restricted to 6kl per month per business/government institution) – Business and Government	-	R205.30 Per Tank plus R10.00 per kilometre.
Water sales to private tankers per kilolitre.	R11.50	R13.20

D. INSTALLATION OF METERED CONNECTION WITHIN ROAD RESERVE		
	2008/09	2009/10
i) 15mm – Registered Indigent Consumers	R1 070.00	R300.00
15mm – Residential Rural and Low Cost Housing Property Value < R50 000		R600.00
15mm – All other Consumers		R1 230.00
ii) 20 mm	R1 360.00	R1 564.00
iii) >20 mm	Cost + 10%	Cost + 10%
iv) Additional charge for road or pavement reinstatement	Cost + 10%	Cost + 10%
* Special Tariff for indigent:	Water Deposit of R50.00 subject to the consumer concerned providing the Municipality with an Indigent form supported by the Ward Councillor and checked with the 's Indigent Register.	

E. RECONNECTION CHARGE		
The charge for reconnection of any water supply installation which has been previously disconnected due to non payment:		
	2008/09	2009/10
i) 15mm to 20mm	R217.00	R250.00
ii) > 20mm	R819.70	R943.00

F. CUSTOMER COMPLAINTS CALL OUTS		
	2008/09	2009/10
Any customer call out which has been established to be the customer's liability.	Cost + 10%	Cost + 10%

G. SURCHARGE
The Council may, by resolution, enforce a surcharge to cover the costs of unforeseen circumstances.

H. ILLEGAL WATER CONNECTIONS		
	2008/09	2009/10
Disconnections of illegal water connections and tampering with meter installation or seal on meter.	R2 500.00	R2 875.00

I. ADDITIONAL WORK FOR WATER & SEWER INSTALATIONS		
	2008/09	2009/10
a) Extra work for excavation in rocky material	Cost + 10%	Cost + 10%
b) Supply and installation of isolating valve on customer side of meter for water pipe up to 30mm in diameter.	R188.00	R216.00
c) Supply and installation of isolating valve on customer side of meter for water pipe up to 40mm in diameter.	R243.00	R280.00
d) Supply and installation of isolating valve on customer side of meter for water pipe more than 40mm in diameter	Cost + 10%	Cost + 10%
e) Supply and installation of valve box on customer side of water meter	R178.00	R205.00
f) Opening up and reinstatement of customer's paving	R157.00 / m ²	R181.00 / m ²
g) Cost of single cut in customer's paving	R65.00 / m ²	R75.00 / m ²
h) Excavation and removal of old meter and pipe work, installation of new meter box with meter and isolating valve and reconnection.	Cost + 10%	Cost + 10%
i) Any other tariff not included	Cost + 10%	Cost + 10%
j) Meter Test Fee		
i) 15mm to 20mm	R600.00	R690.00
ii) 25mm to 80mm	R986.00	R1 134.00
iii) >100mm	R1 516.00	R1 737.00

	2008/09		2009/10	
k) Developer's Water Contribution Per Unit	Reticulation	Bulk	Reticulation	Bulk
	R7 100.00	R3 750.00	R8 165.00	R4 313.00

The following factors are to be utilised when calculating the above Developers Contribution:

Type of Development	Factor to be applied to Above Tariff
Dwelling Houses	1.0
Low Rise Buildings	1.0
High Rise Multiple Dwelling (Flats/Hotels)	0.5
Offices and Shops	0.4
Social Housing and Industrial Development	By Agreement

2008/09 & PROPOSED 2009/10 SEWER TARIFFS

A. 1 KWADUKUZA AREA (EXCLUDING SIZA WATER CONCESSION AREA) AND MANDENI AREA SEWER TARIFF
Sewer Tariff to be calculated on the market value of the property reflected in the 's valuation roll (excluding the Siza Water Concession Area) and the Mandeni valuation roll as follows:

2008/09	2009/10	Type of Property
0.33 cents in the rand on the market value	0.38 cents in the rand on the market value	In respect of agricultural properties.
0.25 cents in the rand on the market value	0.29 cents in the rand on the market value	In respect of residential properties including sectional title units.
0.88 cents in the rand on the market value	1.01 cents in the rand on the market value	In respect of industrial, business and commercial properties.
1.10 cents in the rand on the market value up to a maximum of R200.00 per month	1.27 cents in the rand on the market value up to a maximum of R230.00 per month	In respect of schools and properties used for worship or by welfare organisations.
1.10 cents in the rand on the market value	1.27 cents in the rand on the market value	In respect of vacant properties.
1.65 cents in the rand on the market value	1.90 cents in the rand on the market value	In respect of state owned properties and public service infrastructure properties.
1.65 cents in the rand on the market value	1.90 cents in the rand on the market value	In respect of any other property not mentioned above.

NOTWITHSTANDING THE ABOVE THE MAXIMUM INCREASE OVER AND ABOVE THE TARIFF CHARGED IN 2008/09 WILL BE CAPPED AT 30% WHILE IN THE CASE OF A DECREASE THE 2008/09 TARIFF WILL APPLY.

TO CALCULATE THE SEWER TARIFF THE VALUE IN THE VALUATION ROLL AS AT 30 JUNE EACH YEAR WILL BE USED. NO ADJUSTMENTS MADE TO VALUATIONS DURING THE YEAR WILL BE UTILISED TO AMEND THE SEWER TARIFF. THE ADJUSTMENTS WILL ONLY BE MADE AT THE 30 JUNE FOLLOWING THE ADJUSTMENT.

	2008/09	2009/10
Sewered properties not included in the KwaDukuza or Mandeni valuation rolls.	Nil	70% of the water consumption and water charge levied on a monthly basis.

B. SEWER CONNECTION FEE (SADDLE ONLY)		
	2008/09	2009/10
i) 110 mm diameter	R1 190.00	R1 369.00
ii) 150 mm diameter	R1 703.00	R1 958.00
iii) 225 mm diameter	R3 784.00	R4 352.00

C. UNBLOCKING OF SEWERS (WITHIN CUSTOMER'S PREMISES)		
	2008/09	2009/10
1. For the first 2 hours	R70.10 per hour	R80.60 per hour
2. For each additional hour	R56.10 per hour	R64.50 per hour

D. CONSERVANCY REMOVAL		
	2008/09	2009/10
Per Draw	R266.00	Cost + 10%
Plus additional charge exceeding 15km from Stanger or Mandeni Depot	R14.00 / km	Cost + 10%
Disposal at Sewer Works by Private Contractor	R100.00 / 10m ³ Load	R115.00 / 10m ³ Load

E. Any other tariff not included		
	2008/09	2009/10
	Cost + 10%	Cost + 10%

F. Ithala Sewer Charges : As per existing agreement		
	2008/09	2009/10
G. Developer's Sewer Contribution Per Unit	Reticulation	Bulk
	R9 060.00	R5 252.00
	R10 420.00	R6 040.00

The following factors are to be utilised when calculating the above Developers Contribution:

Type of Development	Factor to be applied to Above Tariff
Dwelling Houses	1.0
Low Rise Buildings	1.0
High Rise Multiple Dwelling (Flats/Hotels)	0.5
Offices and Shops	0.4
Social Housing and Industrial Development	By Agreement

2008/09 & 2009/10 MISCELLANEOUS TARIFFS		
INTEREST ON OVERDUE ACCOUNTS		
	2008/09	2009/10
Any accounts in arrears in excess of 60 days will be charged interest on the outstanding amount in excess of 60 days at the annual interest rate of:	Prime interest rate as at 1 July 2008 + 5%	Prime interest rate as at 1 July 2009 + 5%

RD CHEQUES		
	2008/09	2009/10
Any cheque payments returned RD by the bank will be charged	R165.00	R190.00

ADMINISTRATION CHARGE ON INCORRECT PAYMENTS		
	2008/09	2009/10
Any payments made to in error will be charged a fee on request for a refund of the incorrect payment.	10% of the amount to be refunded.	10% of the amount to be refunded up to a maximum of R200.00.

RATES CLEARANCE CERTIFICATES		
	2008/09	2009/10
Issuing of rates clearance certificates.	R300.00	R345.00

WATER DEPOSITS		
	2008/09	2009/10
Included in the Credit Control Policy.		

Note: All amounts above are excluding VAT

Further Details on the 2009/10 Budget

Copies of the Ilembe Final Budget for 2009/10 will be available to be scrutinised at the Ilembe District Municipality Offices at 59/61 Mahatma Gandhi Street, KwaDukuza for a period of seven (7) days from the date of publication of this notice

M.D. NEWTON
ACTING MUNICIPAL MANAGER