

# PUBLIC COMMENT ON THE CITY OF CAPE TOWN'S 2020/21 DRAFT BUDGET AND PROPOSED AMENDMENTS TO THE 2017-2022 INTEGRATED DEVELOPMENT PLAN (IDP) (2020/21 AMENDMENTS) INCLUDING CHANGES TO THE CORPORATE AND MUNICIPAL ENTITIES SCORECARD

Notice is hereby given in terms of the Local Government: Municipal Systems Act No. 32 of 2000, the Municipal Finance Management Act No. 56 of 2003 and the Municipal Property Rates Act No. 6 of 2004, that the City's proposed amendments to the 2017-2022 Integrated Development Plan (2020/21 Amendments) document (including changes to the Corporate and Municipal Entities Scorecard: setting of appropriate key performance indicators and performance targets for the municipality) and draft Budget for 2020/21 will be available for comment at the main municipal administrative buildings, all Subcouncil offices (listed below), online at [www.capetown.gov.za](http://www.capetown.gov.za) haveyoursay and all municipal libraries from 27 March 2020 up to and including 2 May 2020. Copies of these documents are also available on CDs at the aforementioned venues.

In line with National Government and City of Cape Town decisions, all contact public meetings have been cancelled. The Budget tabled at the end of March 2020 will be available through electronic means for public comment.

The documents can also be accessed through our website from 27 March 2020 at [www.capetown.gov.za/budget](http://www.capetown.gov.za/budget).

Written correspondence should be addressed to: The City Manager, 2020/21 IDP/Budget, 5th Floor, Podium Civic Centre, Cape Town 8001; or Private Bag X9181, Cape Town 8000; or Fax: 021 400 1332 or E-mail: [Budget.Comments@capetown.gov.za](mailto:Budget.Comments@capetown.gov.za)

Any person wishing to comment must do so in writing to the above address, online or submit comments to their local Subcouncil office by no later than 16:30 on Saturday, 2 May 2020. Any person, who is unable to write, may come to the offices mentioned below during office hours and a member of staff will assist him/her to transcribe his/her comments.

The following table contains a list of venues where the proposed amendments to the IDP and draft Budget Document will be available for perusal:

SUBCOUNCIL	ADDRESS	SUBCOUNCIL MANAGER
Subcouncil 1	Municipal Offices, cnr Grosvenor and Hermes Ave, Saxonsea, Atlantis	Wessie van der Westhuizen Tel: 021 444 6037
Subcouncil 2	Municipal Offices, Brighton Road, Kraaifontein	Amelia van Rhyn Tel: 021 444 1132/1134
Subcouncil 3	Milnerton Municipal Building, First Floor, Royal Ascot, Bridle Way, Milnerton	Johannes Brand Tel: 021 444 4862
Subcouncil 4	Municipal Offices, cnr Voortrekker and Tallent Roads, Parow	Ardela van Niekerk Tel: 021 444 0196
Subcouncil 5	Municipal Offices, cnr Jakkelvis Avenue and Kiat Road, Bonteheuwel	Wilfred Schreivian Evan Solomons-Johannes (Acting) Tel: 021 400 1365
Subcouncil 6	Municipal Offices, Voortrekker Road, Bellville	Pat Jansen Tel: 021 444 3717
Subcouncil 7	Municipal Offices, Oxford Street, Durbanville	Carin Viljoen Tel: 021 444 0689
Subcouncil 8	Municipal Offices, cnr Fagan Street and Main Road, Strand	Erika Williams Tel: 021 850 4150
Subcouncil 9	Khayelitsha Shopping Centre, Khayelitsha	Jonghlanga Franche Tel: 021 444 5537
Subcouncil 10	Khayelitsha Training Centre, cnr Lwandile and Phendula Crescent, Khayelitsha	Mandlenkosi Sitonga Tel: 021 444 7315
Subcouncil 11	Fezeka Building, cnr Steve Biko Drive and Lansdowne Road, Gugulethu	Kayise Nombakwe Tel: 021 444 5387 / 5384
Subcouncil 12	Lentegeur Administrative Building, cnr Melkbos and Merrydale Roads, Lentegeur	Johnson Fetu Tel: 021 360 1351
Subcouncil 13	Fezeka Building, cnr Steve Biko Drive and Lansdowne Road, Gugulethu	Lunga Bobo Tel: 021 444 5366
Subcouncil 14	Fezeka Building, cnr Steve Biko Drive and Lansdowne Road, Gugulethu	Anthony Daniels Tel: 021 444 5395
Subcouncil 15	Pinelands Training Centre, 51 Stephens Road, Central Square, Pinelands	Mariette Griessel Tel: 021 444 9797
Subcouncil 16	11th Floor, 44 Wale Street, Cape Town	Lucille Muller (Acting) Tel: 021 487 2055 / 2759
Subcouncil 17	Athlone Civic Centre, cnr Protea and Klipfontein Roads, Athlone	Christa Liebenberg Tel: 021 444 0503
Subcouncil 18	Cnr Buck Road and 6th Avenue, Lotus River	Fred Monk Tel: 021 444 8788
Subcouncil 19	Municipal Offices, Central Circle, off Recreation Road, Fish Hoek	Desiree Mentor Tel: 021 444 9461 / 021 784 2000
Subcouncil 20	Alphen Centre, Constantia Main Road, Constantia	Richard White Tel: 021 444 8112
Subcouncil 21	Municipal Offices, cnr Van Riebeeck and Carinus Streets, Kulsrivier	Lorraine Frost Tel: 021 400 2344
Subcouncil 22	Municipal Offices, cnr Van Riebeeck and Carinus Streets, Kulsrivier	Roxanne Moses Tel: 021 444 1366
Subcouncil 23	Lentegeur Administrative Building, cnr Melkbos and Merrydale Roads, Lentegeur	Raphael Martin Tel: 021 444 8722
Subcouncil 24	Kuyasa Library, Walter Sisulu Road, Khayelitsha	Goodman Rowana Tel: 021 444 7532
All Libraries	<a href="http://www.capetown.gov.za/libraries">Click on www.capetown.gov.za/libraries</a>	
Cape Town South Peninsula	Concourse, Civic Centre, Hertzog Boulevard, Cape Town	
	Municipal Offices, cnr Main and Victoria Roads, Plumstead	

NB: Information provided is an extract from the draft Tariffs, Fees and Charges Book. For the full version consult Annexure 6 of the 2020/21 draft Budget Document.

## 1. PROPERTY RATES (reflected as rate-in-the-Rand)

The rate-in-the-Rand is multiplied by the municipal valuation of the property to calculate the annual rates amount that will be billed, subject to the rebates provided for in the Rates Policy and is zero-rated for VAT.

- 1.1 Residential Properties - R0.005770 (The City will not levy a rate on the first R300 000.00 of the market value as per the Valuation Roll)
- 1.2 Industrial Properties - R0.011540
- 1.3 Business and Commercial Properties - R0.011540
- 1.4 Agricultural Properties - R0.001154
- 1.5 Mining Properties - R0.011540
- 1.6 Properties owned by an Organ of State and used for public service purposes - R0.011540
- 1.7 Public service infrastructure - R0.001443
- 1.8 Properties owned by a Public Benefit Organisation and used for specified public benefit activities - R0.001443
- 1.9 Properties used for multiple purposes - per allocation
- 1.10 Vacant land - R0.011540
- 1.11 Cemeteries and Crematoria - R0.00
- 1.12 Properties owned by an organisation - not for profit and used for animal shelters - R0.00
- 1.13 Properties owned by an organisation - not for profit and used as an early childhood development facility - R0.001443
- 1.14 Properties owned by an organisation - not for profit and used for youth development - R0.001443
- 1.15 Properties owned by an organisation - not for profit and used as accommodation for the vulnerable - R0.001443
- 1.16 Properties owned by an organisation - not for profit and used as a local community museum - R0.00
- 1.17 Properties owned by an organisation - not for profit and used as an old age home - R0.001443
- 1.18 Properties owned by an organisation - not for profit and used exclusively for amateur sport - R0.001443
- 1.19 Properties owned by a Social Housing Regulatory Authority accredited Social Housing Institution and used for social housing - R0.001443

- 1.20 Properties owned by war veterans' associations and used for the welfare of war veterans - R0.001443
- 1.21 Nature conservation land - R0.00
- 1.22 The gross monthly household income and rebates for the 2020/21 financial year in respect of owners who are dependent on Pension or Social Grants for their livelihood are reflected in the table below:

GROSS MONTHLY HOUSEHOLD INCOME		% REBATE
2020/21		2020/21
0	R4 500,00	100%
R4 501,00	R6 000,00	95%
R6 001,00	R7 500,00	90%
R7 501,00	R9 000,00	80%
R9 001,00	R10 500,00	70%
R10 501,00	R12 000,00	60%
R12 001,00	R13 500,00	50%
R13 501,00	R14 500,00	40%
R14 501,00	R15 500,00	30%
R15 501,00	R16 500,00	20%
R16 501,00	R17 500,00	10%

- 1.23 Eligible property owners must apply for the rebate by 31 August of the financial year in which a General Valuation is implemented or within three months of implementing a Supplementary Valuation, failing which no such rebate may be granted.

## 2. CONSUMPTIVE TARIFFS AND CHARGES

Water, Sanitation, Electricity and Solid Waste Management attracts VAT at 15%.

### 2.1 WATER

Five levels of tariffs are recommended for the 2020/21 financial year. The proposed tariffs align with projected sets of consumption levels. There is a proposed 4.5% increase on the level 1 tariffs (including the fixed basic charge) recommended for implementation from 1 July 2020 (The proposed increases for the no restriction and emergency levels are also 4.5%. The proposed increases for level 2 and level 3 are 6.5%.)

Tariff increases are predominantly due to the water augmentation plan to ensure security of water supply, water demand management initiatives, ensuring the management of assets at appropriate levels, sustain and enhance the maintenance programs as well as supplying water at appropriate compliance, capacity, skills, service delivery and responsiveness levels.

Below are the proposed 2020/21 Level 1 tariffs to be implemented from 1 July 2020:

- 2.1.1 Domestic Full - Water which is used predominantly for domestic purposes and supplied to single residential properties.

Free Basic Services for Indigent Customers only.

DOMESTIC FULL - NON INDIGENT	UNIT	2020/21 EXCL. VAT	2020/21 INCL. VAT
Step 1 (0 ≤ 6 kℓ)	Per kℓ	R15.58	R17.92
Step 2 (>6 ≤ 10.5 kℓ)	Per kℓ	R22.17	R25.49
Step 3 (>10.5 ≤ 35 kℓ)	Per kℓ	R31.47	R36.19
Step 4 (>35 kℓ)	Per kℓ	R69.09	R79.46

DOMESTIC FULL - INDIGENT	UNIT	2020/21 EXCL. VAT	2020/21 INCL. VAT	2020/21 EXCL. VAT	2020/21 INCL. VAT
Step 1 (0 ≤ 6 kℓ)	Per kℓ	R0.00	R0.00	R0.00	R0.00
Step 2 (>6 ≤ 10.5 kℓ)	Per kℓ	R0.00	R0.00	R0.00	R0.00
Step 3 (>10.5 ≤ 35 kℓ)	Per kℓ	R31.47	R36.19	R0.00	R0.00
Step 4 (>35 kℓ)	Per kℓ	R69.09	R79.46	R0.00	R0.00

### 2.1.2 Consumptive Tariffs for Backyard Users. (Council property)

BACKYARD USERS	UNIT	2020/21 EXCL. VAT	2020/21 INCL. VAT
Step 1 (0 ≤ 6 kℓ)	Per kℓ	R0.00	R0.00
Step 2 (>6 ≤ 10.5 kℓ)	Per kℓ	R0.00	R0.00

- 2.1.3 Domestic Cluster - multi-Residential Unit (i.e. Sectional Title, Single Title cluster developments, Gated Villages, Blocks of Flats with unregistered individual ownership of flats).

Free Basic Services for Indigent Customers only.

DOMESTIC CLUSTER - NON INDIGENT	UNIT	2020/21 EXCL. VAT	2020/21 INCL. VAT
Step 1 (0 ≤ 6 kℓ)	Per kℓ	R15.58	R17.92
Step 2 (>6 ≤ 10.5 kℓ)	Per kℓ	R22.17	R25.49
Step 3 (>10.5 ≤ 35 kℓ)	Per kℓ	R31.47	R36.19
Step 4 (>35 kℓ)	Per kℓ	R69.09	R79.46

Cluster Development Properties registered in the name of a SHRA-accredited Social Housing Institution and, registered as City Partners - Full and Conditional:

DOMESTIC CLUSTER - SOCIAL HOUSING INSTITUTIONS - CITY PARTNERS	UNIT	2020/21 EXCL. VAT	2020/21 INCL. VAT
Step 1 (0 ≤ 6 kℓ)	Per kℓ	R0.00	R0.00
Step 2 (>6 ≤ 10.5 kℓ)	Per kℓ	R22.17	R25.49
Step 3 (>10.5 ≤ 35 kℓ)	Per kℓ	R31.47	R36.19
Step 4 (>35 kℓ)	Per kℓ	R69.09	R79.46

DOMESTIC CLUSTER - INDIGENT	UNIT	2020/21 EXCL. VAT	2020/21 INCL. VAT	2020/21 EXCL. VAT	2020/21 INCL. VAT
Step 1 (0 ≤ 6 kℓ)	Per kℓ	R0.00	R0.00	R0.00	R0.00
Step 2 (>6 ≤ 10.5 kℓ)	Per kℓ	R0.00	R0.00	R0.00	R0.00
Step 3 (>10.5 ≤ 35 kℓ)	Per kℓ	R31.47	R36.19	R0.00	R0.00
Step 4 (>35 kℓ)	Per kℓ	R69.09	R79.46	R0.00	R0.00

- 2.1.4 In cases where domestic customers reside in cluster units on mixed-use zoned properties, they may apply for the tariff structure to be allocated per unit per month. An affidavit will be required and the application will be inspected and considered on the proportion of predominant use.

- 2.1.5 Commercial - Water supplied to premises predominantly of a commercial nature: 2020/21: R28.54 (R32.83 incl. VAT) per kℓ

- 2.1.6 Industrial - Water which is used in manufacturing, generating electricity, land-based transport, construction or any related purpose: 2020/21: R28.54 (R32.83 incl. VAT) per kℓ

- 2.1.7 Government - National / Provincial departments, Hospitals: 2020/21: R28.54 (R32.83 incl. VAT) per kℓ

- 2.1.8 Schools / Educational Institutions / Sport bodies / Religious Institutions: 2020/21: R28.54 (R32.83 incl. VAT) per kℓ

- 2.1.9 Departmental / Municipal use: 2020/21: R28.54 (R32.83 incl. VAT) per kℓ

- 2.1.10 Charities / PBO / NPO (including NPOs for animal shelters / early childhood development/youth development/local community museum facilities): 2020/21: R24.08 (R27.69 incl. VAT) per kℓ

- 2.1.11 Accommodation for the Vulnerable (including homeless people shelters / homes catering for the health of the physically or mentally challenged individuals / homes for children / old age homes (as defined)).

ACCOMMODATION FOR THE VULNERABLE	UNIT	2020/21 EXCL. VAT	2020/21 INCL. VAT
Step 1 (0 ≤ 0.75 kℓ)	Per kℓ per person	R0.00	R0.00
Step 2 (> 0.75 kℓ)	Per kℓ per person	R24.08	R27.69

- 2.1.12 In line with the adoption of the Urban Agriculture Policy a free allocation of 10kℓ per month is in place, exclusively for subsistence farming by defined Vulnerable Groups.

- 2.1.13 Miscellaneous - All consumers who do not fall within the above categories including Hydrant Standpipes: 2020/21: R28.54 (R32.83 incl. VAT) per kℓ

- 2.1.14 Miscellaneous External - All consumers supplied outside the City of Cape Town: 2020/21: R42.92 (R49.36 incl. VAT) per kℓ

- 2.1.15 Bulk Tariff - Exclusive of the Water Research Commission Levy.

Only for Bulk Supply to other Municipalities and for cost recovery from Water Services Reticulation of the City of Cape Town:

BULK TARIFF	UNIT	2020/21 EXCL. VAT	2020/21 INCL. VAT
Bulk Tariff - External Customers	Per kℓ	R8.74	R10.05
Bulk Tariff - Reticulation	Per kℓ	R8.74	N/A

- 2.1.16 Monthly Fixed Basic Charge for Water:

ALL USER CATEGORIES		INDIGENT PROPERTIES		
METER SIZE	2020/21 EXCL.VAT	2020/21 INCL.VAT	2020/21 EXCL.VAT	2020/21 INCL.VAT
15mm Per Meter	R58.52	R67.30	R0.00	R0.00
20mm Per Meter	R104.50	R120.18	R0.00	R0.00
25mm Per Meter	R163.02	R187.47	R0.00	R0.00

40mm Per Meter	R418.00	R480.70	R0.00	R0.00
50mm Per Meter	R653.13	R751.09	R0.00	R0.00
80mm Per Meter	R1 672.00	R1 922.80	R0.00	R0.00
100mm Per Meter	R2 612.50	R3 004.38	R0.00	R0.00
150mm Per Meter	R5 878.13	R6 759.84	R0.00	R0.00
200mm Per Meter	R10 450.00	R12 017.50	R0.00	R0.00
250mm Per Meter	R16 307.23	R18 753.31	R0.00	R0.00
300mm Per Meter	R23 512.50	R27 039.38	R0.00	R0.00

### 2.2. SANITATION

Five levels of tariffs are recommended for the 2020/21 financial year. These proposed tariffs align with projected sets of consumption levels. There is a proposed 4.5% increase on the level 1 tariffs recommended for implementation from 1 July 2020 (The proposed increases for the no restriction and emergency levels are also 4.5%. The proposed increases for level 2 and level 3 are 6.5% and 8% respectively.)

Tariff increases are predominantly due to upgrades and extensions to the wastewater treatment plants, ensuring the management of assets at appropriate levels, sustain and enhance the maintenance programs as well as supplying sanitation at appropriate compliance, capacity, skills, service delivery and responsiveness levels.

Below are the proposed 2020/21 Level 1 tariffs to be implemented from 1 July 2020:

- 2.2.1 Domestic Full - Single residential properties: 70% of water consumption to a maximum of 35 kℓ of sewerage per month (70% of 50 kℓ of water equals 35 kℓ of sewerage).

Free Basic Services for Indigent Customers only.

DOMESTIC FULL - NON INDIGENT	UNIT	2020/21 EXCL. VAT	2020/21 INCL. VAT
Step 1 (0 ≤ 4.2 kℓ)	Per kℓ	R13.69	R15.74
Step 2 (>4.2 ≤ 7.35 kℓ)	Per kℓ	R19.48	R22.40
Step 3 (>7.35 ≤ 24.5 kℓ)	Per kℓ	R29.15	R33.52
Step 4 (>24.5 ≤ 35 kℓ)	Per kℓ	R52.45	R60.32

DOMESTIC FULL - INDIGENT	UNIT	2020/21 EXCL. VAT	2020/21 INCL. VAT	2020/21 EXCL. VAT	2020/21 INCL. VAT
Step 1 (0 ≤ 4.2 kℓ)	Per kℓ	R0.00	R0.00	R0.00	R0.00
Step 2 (>4.2 ≤ 7.35 kℓ)	Per kℓ	R0.00	R0.00	R0.00	R0.00
Step 3 (>7.35 ≤ 24.5 kℓ)	Per kℓ	R29.15	R33.52	R0.00	R0.00
Step 4 (>24.5 ≤ 35 kℓ)	Per kℓ	R52.45	R60.32	R0.00	R0.00

DOMESTIC FULL - INDIGENT	UNIT	2020/21 EXCL. VAT	2020/21 INCL. VAT	2020/21 EXCL. VAT	2020/21 INCL. VAT
Step 1 (0 ≤ 4.2 kℓ)	Per kℓ	R0.00	R0.00	R0.00	R0.00
Step 2 (>4.2 ≤ 7.35 kℓ)	Per kℓ	R0.00	R0.00	R0.00	R0.00
Step 3 (>7.35 ≤ 24.5 kℓ)	Per kℓ	R29.15	R33.52	R0.00	R0.00
Step 4 (>24.5 ≤ 35 kℓ)	Per kℓ	R52.45	R60.32	R0.00	R0.00

### 2.2.2 Consumptive Tariffs for Backyard Users (Council property).

BACKYARD USERS	UNIT	2020/21 EXCL. VAT	2020/21 INCL. VAT
Step 1 (0 ≤ 4.2 kℓ)	Per kℓ	R0.00	R0.00
Step 2 (>4.2 ≤ 7.35 kℓ)	Per kℓ	R0.00	R0.00

- 2.2.3 Domestic Cluster - multi-Residential Unit developments (i.e. Sectional Title, Single Title cluster developments, Gated Villages, Blocks of Flats with unregistered individual ownership of flats). 90% of water consumption up to a maximum of 35 kℓ per unit.

Free Basic Services for Indigent Customers only.

DOMESTIC CLUSTER - NON INDIGENT	UNIT	2020/21 EXCL. VAT
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