



CITY OF CAPE TOWN  
ISIXEKO SASEKAPA  
STAD KAAPSTAD

# 2022/23 Tabled Budget – Subcouncil 11

Public Participation Process  
April 2022



# The Tabled 2022/23 Budget

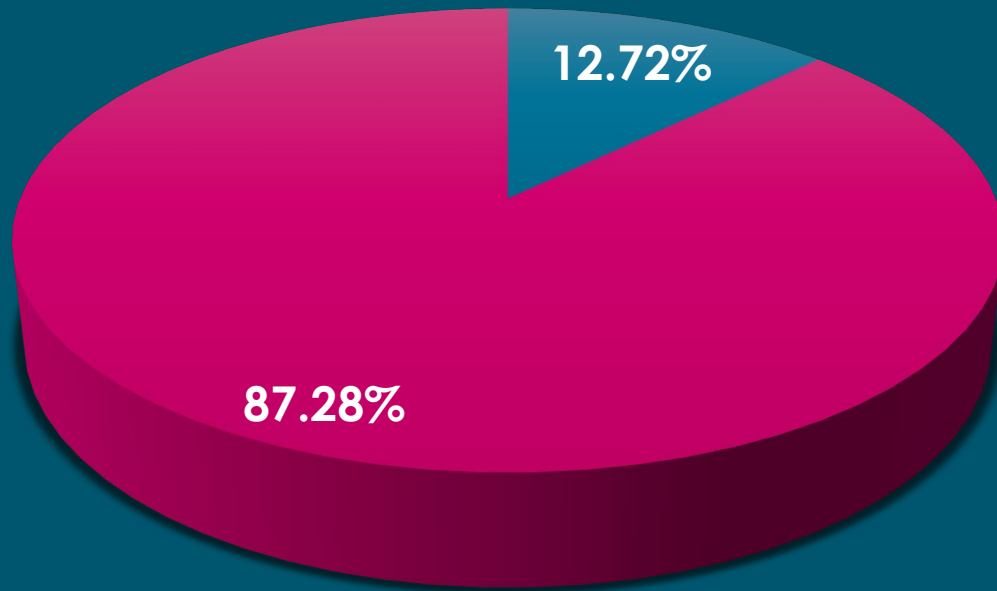
# Budget



CITY OF CAPE TOWN  
ISIXEKO SASEKAPA  
STAD KAAPSTAD

# Total Proposed 2022/23 Budget

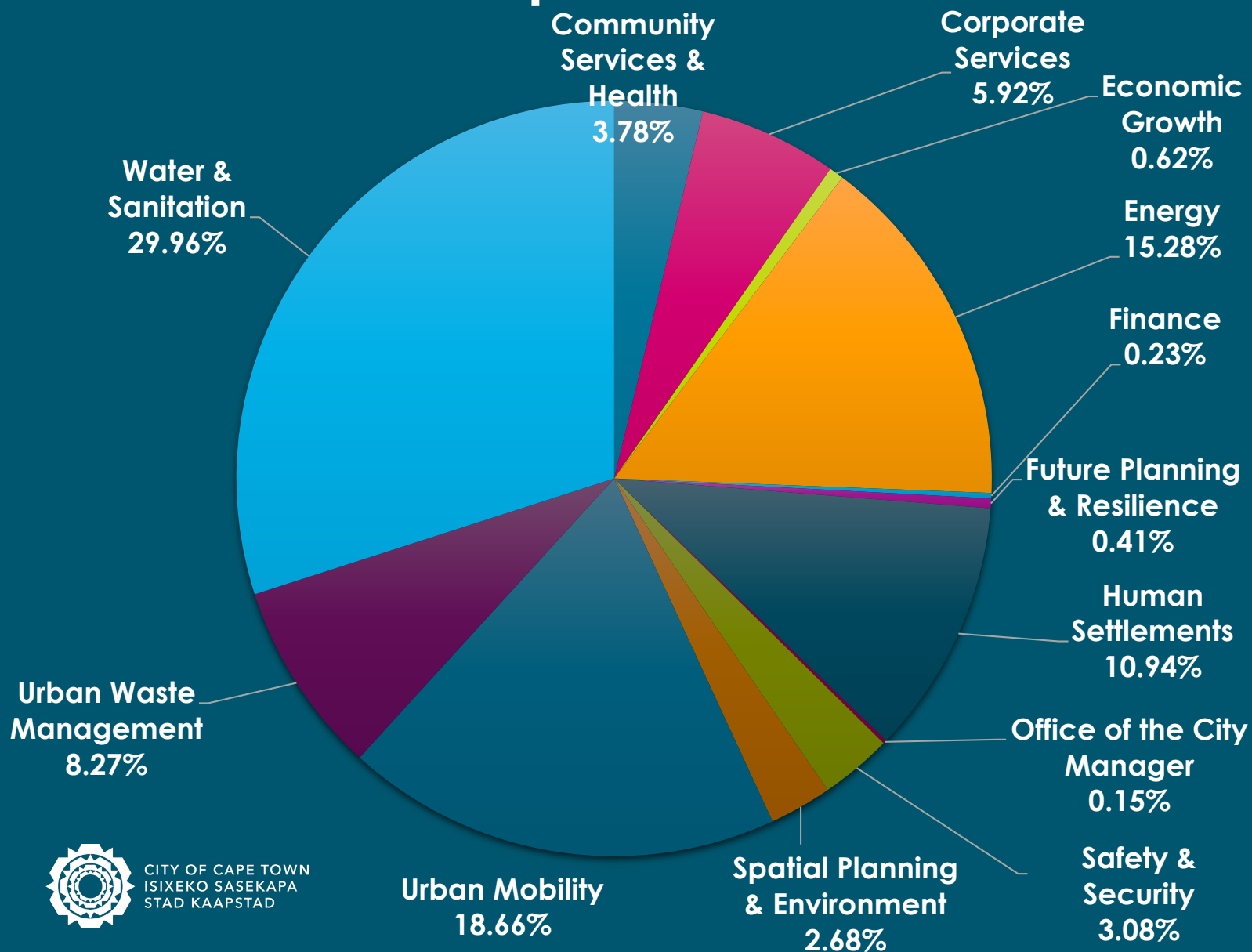
## Budget Split



- Capital Expenditure
- Operating Expenditure

	2022/23 R'000	2022/23 %
Operating Budget	53 658 090	87.28%
Capital Budget	7 822 801	12.72%
<b>Total</b>	<b>61 480 891</b>	

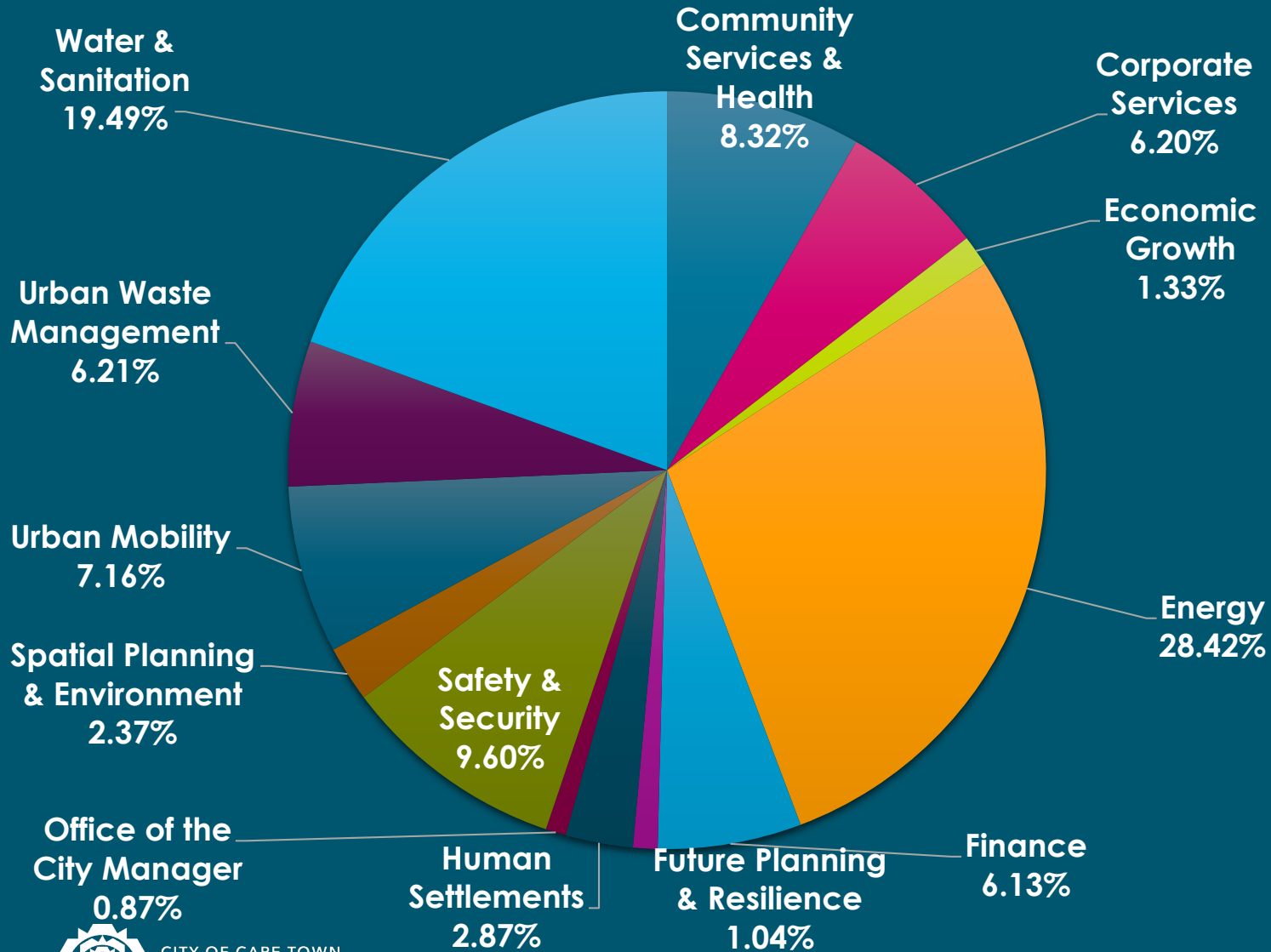
# What will the 2022/23 Capital Budget be spent on?



Directorate	Proposed Budget 2022/23 R'000
Community Services & Health	295 958
Corporate Services	463 165
Economic Growth	48 748
Energy	1 195 687
Finance	18 229
Future Planning & Resilience	32 415
Human Settlements	856 189
Office of the City Manager	12 029
Safety & Security	240 755
Spatial Planning & Environment	209 355
Urban Mobility	1 459 528
Urban Waste Management	647 002
Water & Sanitation	2 343 741
<b>TOTAL</b>	<b>7 822 801</b>



# Who will be spending the 2022/23 Operating Budget?

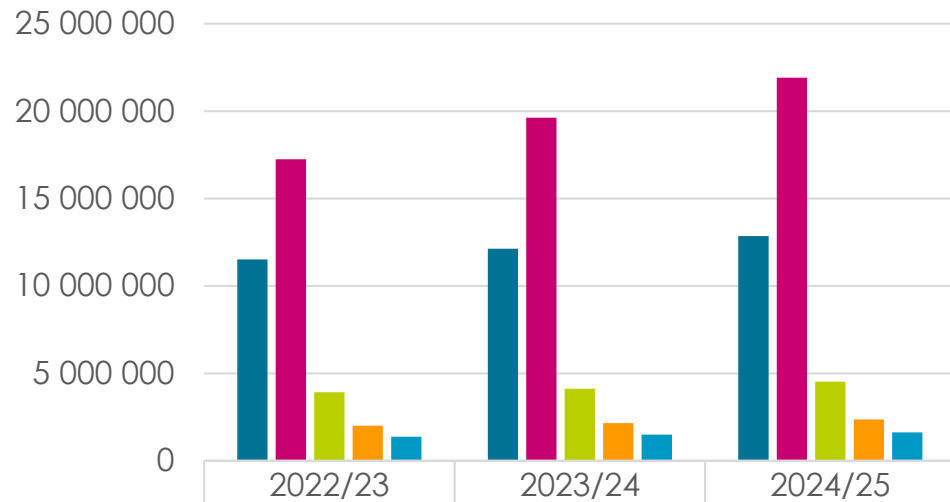


Expenditure By Directorate	Proposed Budget 2022/23 R'000
Community Services & Health	4 462 771
Corporate Services	3 325 660
Economic Growth	713 070
Energy	15 248 998
Finance	3 290 230
Future Planning & Resilience	559 830
Human Settlements	1 541 081
Office of the City Manager	465 970
Safety & Security	5 149 384
Spatial Planning & Environment	1 273 635
Urban Mobility	3 841 198
Urban Waste Management	3 330 148
Water & Sanitation	10 456 115
<b>Total Expenditure by Directorate</b>	<b>53 658 090</b>

# How is the Operating Budget funded?

## Property Rates & Service Charges

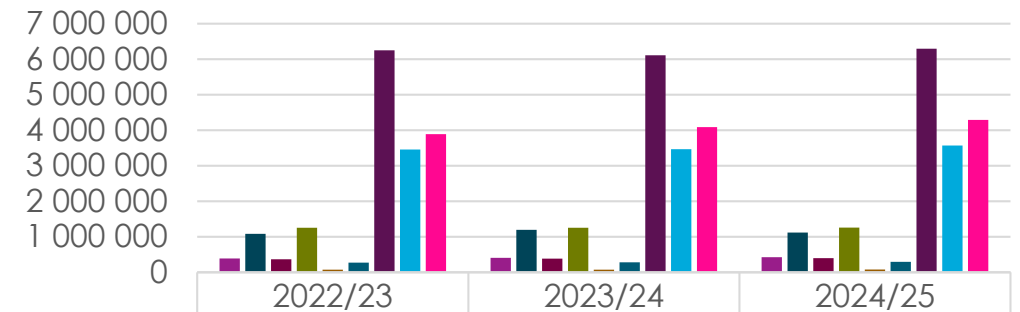
Revenue by Source



	2022/23	2023/24	2024/25
Property rates	11 519 486 297	12 132 471 154	12 858 482 380
Service charges - electricity revenue	17 241 469 152	19 624 538 657	21 913 943 284
Service charges - water revenue	3 928 012 111	4 121 615 401	4 523 451 780
Service charges - sanitation revenue	2 014 505 742	2 155 521 132	2 366 761 716
Service charges - refuse revenue	1 381 240 545	1 501 125 312	1 629 348 456

## Other

Revenue by Source



	2022/23	2023/24	2024/25
Rental of facilities and equipment	389 179 814	405 995 702	423 706 562
Interest earned - external investments	1 084 924 351	1 195 225 537	1 120 141 188
Interest earned - outstanding debtors	367 514 767	383 143 032	399 529 488
Fines, penalties and forfeits	1 252 692 879	1 255 011 314	1 257 431 771
Licences and permits	73 250 994	76 474 033	79 838 869
Agency services	271 615 753	283 566 852	296 043 792
Transfers and subsidies	6 249 449 059	6 110 139 370	6 296 825 944
Other revenue	3 458 556 158	3 464 305 993	3 570 465 076
Gains	3 891 754 490	4 086 013 764	4 289 971 572

# Property Rates and Tariffs



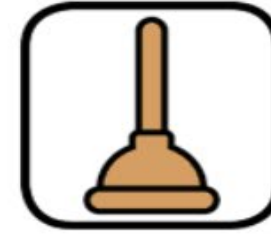
Electricity



Water



Rates & Levies



Sewer & Effluent



Refuse

# Summarising the 2022/23 Social Package

- The social package will assist in relieving some of the financial burden experienced by especially low-income households as follows:
- **WATER & SANITATION:**
  - **15 kℓ** of water per month per indigent household, free of charge;
  - **10.5 kℓ** of sanitation per month per indigent household, free of charge.
- **REFUSE REMOVAL:**
  - Consumers whose properties are valued below **R500 000** receive rebates between **0%** and **100%** on the first **240 ℓ container**;
  - Consumers who earn **below R7 500** and who are registered on the Indigent Register will qualify for a rebate between **0%** and **100%** on the first **240 ℓ container**.
- **ELECTRICITY:**
  - Each household with a municipal property value of less than and equal to **R400 000** and a prepaid meter receives a monthly
    - **60 kWh** free electricity if they normally buy less than **250 kWh** per month on average over a 12-month period; or
    - **25 kWh** free electricity if they normally buy between **250** and **450 kWh** per month on average over a 12-month period.



# Summarising the 2022/23 Social Package (2)

- **PROPERTY RATES**

- Households whose properties are valued R300 000 and below receives a rebate of 100% on their property rates;
- Households who are registered on the Indigent Register will qualify for rebates as follows:

Income bracket	Rebate %
R0 – R4 500	100%
R4 501 – R6 000	95%
R6 001 – R7 500	90%

- The Senior Citizen and Disabled Person Rate Rebate maximum monthly household income is R17 500 with a varying rebate from 10% to 100%.

# Proposed average tariff increases for 2022/23

- **Electricity**
  - Average increase of 9.5%
- **Refuse**
  - Increase of 5.0%
- **Water & Sanitation**
  - Average increase of 6.5%
- **Property Rates**
  - Average increase in cent-in-the-Rand of 5.2%

# Rebates applied 2022/23 based on property value

Property Value	Refuse Removal Charges	Water	Sanitation	Property Rates	Electricity: Lifeline 1 <250KwH	Electricity: Lifeline 2 >250KwH <450KwH
R400 001 – R500 000	25%	-	-	-	-	-
R350 001 – R400 000	25%	100%	100%	-	60KWH free	25KWH free
R300 001 – R350 000	50%	100%	100%	-	60KWH free	25KWH free
R300 000 and below	100%	100%	100%	100%	60KWH free	25KWH free

## Property Rates – Rate in the Rand

Property Rates	2021/22 Rate in the Rand	2022/23 Proposed: Rate in the Rand	% Increase
Residential	0.00603	0.006344	5.2%
Agricultural	0.001206	0.001269	5.2%
Business & Commercial, Industrial, Mining, Organ of State, Vacant land	0.01206	0.012688	5.2%
Public Benefit Organisations and Public Service Infrastructure, Old Age home, Early Childhood Development, Accommodation for Vulnerable, Amateur Sport	0.001508	0.001586	5.2%

# Proposed Water Tariffs - Restriction level 0

DOMESTIC FULL & DOMESTIC CLUSTER - NON INDIGENT	UNIT	2021/22 EXCL. VAT	2022/23 EXCL. VAT	% increase
Step 1 (0 ≤ 6kl)	Per kl	R15.86	R16.89	6.50%
Step 2 (>6 ≤ 10.5kl)	Per kl	R21.79	R23.21	6.50%
Step 3 (>10.5 ≤ 35kl)	Per kl	R29.61	R31.54	6.50%
Step 4 (>35kl)	Per kl	R54.65	R58.20	6.50%



Fixed Charge			
Meter Size (mm)	2021/22 EXCL. VAT	2022/23 EXCL. VAT	% increase
15	R61.45	R65.44	6.50%
20	R109.73	R118.86	6.50%
25	R171.17	R182.30	6.50%
40	R438.90	R467.43	6.50%
50	R685.65	R730.36	6.50%
80	R1,755.60	R1,869.71	6.50%
100	R2,742.60	R2,921.43	6.50%
150	R6,172.04	R6,573.21	6.50%
200	R10,972.50	R11,685.71	6.50%
250	R17,122.59	R18,235.55	6.50%
300mm and Above	R24,688.13	R26,292.85	6.50%

**To note: Water and Sanitation - Indigents are billed at R0**



# Proposed Sanitation Tariffs - Restriction level 0

DOMESTIC FULL & DOMESTIC CLUSTER - NON INDIGENT	UNIT	FY 2021/22 EXCL. VAT	FY 2022/23 EXCL. VAT	% increase
Step 1 ( $0 \leq 4,2$ kl)	Per kl	R13.94	R14.84	6.50%
Step 2 ( $>4.2 \leq 7.35$ kl)	Per kl	R19.15	R20.39	6.50%
Step 3 ( $>7.35 \leq 24.5$ kl)	Per kl	R26.89	R28.64	6.50%
Step 4 ( $>24.5 \leq 35$ kl)	Per kl	R42.30	R45.05	6.50%



# Proposed Residential Electricity Tariffs

Category	Unit	Block	Steps	2021/22	2022/23	% increase
				<u>c/kWh</u>	<u>c/kWh</u>	
				Excl. VAT	Excl. VAT	
Lifeline INCLUDES the FBE portion	Energy Charge (c/kWh)	Block 1	0-350kWh	142.86	156.43	9.50%
		Block 2	350.1+ kWh	288.05	315.41	9.50%
Domestic	Energy Charge (c/kWh)	Block 1	0-600 kWh	236.89	259.39	9.50%
		Block 2	600.1+ kWh	288.05	315.41	9.50%
Home User	Service Charge		Rand Per Month	168.95	185.00	9.50%
	Energy Charge (c/kWh)	Block 1	0-600kWh	208.73	228.56	9.50%
		Block 2	600.1+ kWh	288.05	315.41	9.50%



**Home User Tariff** is applicable to the following consumers:

- credit meters;
- prepayment meter installed and a municipal property valuation of R1 million or more.

**Domestic Tariff** are applicable to the following consumers:

- prepayment meter installed and have a municipal property valuation greater than R400 000 up to R999 999

**Lifeline Tariff** as per the City's Tariff Policy prepayment meter installed and have a municipal property valuation less than or equal to R400 000. Other exception for indigent, disabled and rebated tenants also applied here.

# Proposed Refuse Removal Tariffs

SERVICES RENDERED	2021/22 EXCL. VAT	2022/23 EXCL. VAT	% increase
Residential collection Once-per week 240 L service	142.00	<b>149.13</b>	5.02%



## Summary of increases (inclusive of VAT)

- Water will increase by R1.19 per kl (for usage up to 6kl);
- Sanitation will increase by R1.04 per kl (for usage up to 4.2kl);
- Water fixed charge to increase by R4.59 per month (15mm meter size);
- Electricity will increase on average by 27c per kWh;
- Electricity fixed charge to increase by R18.46 per month; and
- Refuse removal will increase by R8.20 per month.

# Rates and Tariffs Calculator

- The City has developed a Rates and Tariff calculator (similar to the bond calculator) to calculate an estimated total municipal bill for use by residential property owners or prospective property owners;
- This is available on the City website – landing page;
- To calculate an estimated bill based on the proposed rates and tariffs for the 2022/23 financial year this easy to use calculator will guide you through the process;
- The following disclaimer of the calculator should be noted:
  - *This calculator is for the residential properties only. The calculator serves to give an estimate for your municipal rates and tariffs based on the information provided and is intended for informational purposes only. The amounts so calculated do not constitute the actual municipal bill but merely an estimate which is not legally binding. Please consult your municipal bill for actual costs that may be due.*





# Subcouncil 11

Operating and Capital ward allocations  
Capital projects per subcouncil



# Proposed Capital projects and Operating Ward Allocation projects within Subcouncil area

Project/Programme	Proposed Budget		
	2022/23	2023/24	2024/25
Capacity Building - Ward 47	100 000	0	0
CBD Park - Upgrade	900 000	0	0
CCTV Installation - Hanover Park	1 500 000	0	0
Downberg Sports Ground - Upgrade	0	200 000	0
Hanover Park Housing Project	500 000	500 000	5 000 000
Hanover Park Pedestrian Bridges	2 000 000	0	0
IRT Phase 2A: Roadway - Govan Mbeki Road from Jan Smuts Drive to Heinz Road	106 720 000	193 430 000	232 748 000
Road Rehabilitation: Hanover Park, Area 2	2 000 000	0	0
Upgrades to the informal Traders Facility structure and public toilets in Hanover Park	1 500 000	2 500 000	1 500 000
Grants-in-Aid - Ward 48	50 535	0	0

# Proposed Capital projects and Operating Ward Allocation projects within Subcouncil area

Project/Programme	Proposed Budget		
	2022/23	2023/24	2024/25
Limpopo Park - Walking Track	324 000	0	0
Neighbourhood Watch Equipment - Ward 48	100 000	0	0
Park Attendants - Ward 48	100 000	0	0
Rent-a-Cop - Ward 48	365 465	0	0
Turfhall Stadium - Floodlights	0	3 068 752	0
Vygieskraals Sport Ground - Floodlight replacement	2 500 000	0	0
Youth Development - Ward 48	60 000	0	0
CCTV / LPR Cameras - Ward 58	242 000	0	0
CCTV/LPR Cameras Maintenance & Equipment - Ward 58	38 000	0	0
Law Enforcement Officer - Ward 58	297 540	0	0

# Proposed Capital projects and Operating Ward Allocation projects within Subcouncil area

Project/Programme	Proposed Budget		
	2022/23	2023/24	2024/25
Mayfield Park - Upgrade	125 000	0	0
Newlands Network Control Centre Uninterruptible Power Supply Battery Replacement	0	1 000 000	0
Rover Park - Gym equipment	37 500	0	0
Rover Park - Rubber Matting	37 500	0	0
Traffic Calming - Ward 58	200 000	0	0
Upgrade Roads - Ward 58	130 000	0	0
CCTV / LPR Cameras - Ward 59	245 000	0	0
Cycle Lane Installation - Ward 59	50 000	0	0
Draper Street Park - Upgrade	57 000	0	0
Kent Road Park - Upgrade	12 000	0	0

# Proposed Capital projects and Operating Ward Allocation projects within Subcouncil area

Project/Programme	Proposed Budget		
	2022/23	2023/24	2024/25
Leisbeek Walk Way - Upgrade	24 000	0	0
Palmboom Road Park - Upgrade	35 000	0	0
Paradise Park - Upgrade	57 000	0	0
Rehabilitation of Belmont Road Bridge	0	3 000 000	1 000 000
Roslyn Road Park - Gym Equipment	15 000	0	0
Traffic Calming - Ward 59	130 000	0	0
Upgrade Roads - Ward 59	94 920	0	0
Early Childhood Development Equipment - Ward 60	100 000	0	0
Highgroove Road Park - Play Equipment	49 000	0	0
Lansdowne Library - Books & Materials	40 000	0	0



# Proposed Capital projects and Operating Ward Allocation projects within Subcouncil area

Project/Programme	Proposed Budget		
	2022/23	2023/24	2024/25
LPR Cameras - Ward 60	180 000	0	0
Maintenance LPR Cameras - Ward 60	39 000	0	0
Park Attendants - Ward 60	160 000	0	0
Raapenberg Pump Station Upgrade	0	10 000 000	80 000 000
Water & Sanitation Depot Upgrade: Raapenberg	4 000 000	0	0
Woodbury Park - Gym Equipment	122 000	0	0
Youth Development - Ward 60	100 000	0	0
IRT Phase 2A: M24 Imam Haron / Chichester Road from the M5 freeway to Claremont	0	0	4 417 000
IRT Phase 2A: Roadway - Turfhall Road from the M5 Freeway to Castor Road	0	2 000 000	67 964 000
Traffic Calming - Ward 60	110 000	0	0



# Area Central

Additional capital projects in Area Central



CITY OF CAPE TOWN  
ISIXEKO SASEKAPA  
STAD KAAPSTAD



# Additional capital projects in Area Central

Project/Programme	Proposed Budget		
	2022/23	2023/24	2024/25
Athlone Infill Housing Project - Phase 1	3 210 000	100 000	10 000 000
Belhar Vacant School sites Housing Project	750 000	825 000	6 225 000
Bonteheuwel Town Centre Precinct Upgrade	8 000 000	1 000 000	0
Business Support Infrastructure Development - Area Central	744 123	1 750 000	2 500 000
CCTV Installation - Parow Central Business District	2 000 000	0	0
Community Rentals Units Asset Upgrade Programme – Area Central	24 460 704	24 460 704	29 071 096
Construct new infrastructure for Informal Trading spaces according to Trading Plans - Area Central	0	743 750	1 062 500
Delft South Clinic Upgrade for diabetic services	0	0	3 000 000
Electricity System Equipment Replacement (includes mini substations, transformers and ring main units) - Area Central	32 200 000	48 000 000	47 900 000
Electrification - Area Central	2 056 187	2 500 000	2 500 000
Elsies River Halt Road, Owen Road - Non Motorised Transport	1 500 000	500 000	20 000 000
Elsies River Infill Housing Project	500 000	5 000 000	10 000 000

# Additional capital projects in Area Central (2)

Project/Programme	Proposed Budget		
	2022/23	2023/24	2024/25
Hanover Park - High Security Fencing	3 500 000	3 500 000	3 500 000
Library Books, Periodicals & Subscriptions - Area Central	2 237 369	2 178 673	2 265 820
Manenberg Council Rental Units Electrical Upgrading	3 000 000	2 000 000	1 000 000
Medium Voltage Infrastructure Refurbishment - Area Central	15 000 000	25 000 000	47 500 000
Medium Voltage System Infrastructure - Area Central	19 000 000	57 000 000	55 000 000
National Core Standards for Clinics (to comply with national health regulatory standards per existing clinics) - Area Central	3 000 000	3 000 000	13 000 000
Parow Station Pedestrian Arcade Upgrade	959 787	15 045 191	8 771 180
Renovations of Public Housing Offices - Area Central	0	1 375 000	0
Road Rehabilitation: Bishop Lavis	40 200 000	32 000 000	80 000
Road Rehabilitation: Heideveld: Area 6	0	500 000	1 000 000
Road Rehabilitation: Jakes Gerwel Drive between the N1 and N2	5 000 000	0	0
Road Rehabilitation: Manenberg	800 000	1 000 000	25 000 000

# Additional capital projects in Area Central (3)

Project/Programme	Proposed Budget		
	2022/23	2023/24	2024/25
Robert Sobukwe Non Motorised Transport	1 500 000	500 000	9 000 000
Street Lighting - Area Central	11 500 000	10 500 000	10 500 000
Substation Fencing - Area Central	3 000 000	2 800 000	1 400 000
Symphony Housing Project	53 400 000	41 900 000	0
Traffic Calming - Area Central	787 500	787 500	885 000
Upgrade of economic development informal trading facilities - Area Central	0	743 750	968 577
Upgrade of Manenberg Canal	278 721	9 931 366	12 426 307
Upgrade of Security at Health Facilities - Area Central	4 500 000	812 500	812 500
Upgrade of Security at Subcouncil Buildings - Area Central	1 007 750	1 107 750	1 582 500
Upgrade Vygekraal River banks, Athlone - Phase II	305 692	1 055 676	6 497 492
Upgrades to Clinics - Area Central	0	0	16 800 000
Ward Allocations - Area Central	0	10 000 000	10 000 000





# Subcouncil 11

Job Creation Opportunities

Operating Budget – Additional key focus areas



CITY OF CAPE TOWN  
ISIXEKO SASEKAPA  
STAD KAAPSTAD



- Job creation opportunities

Subcouncil	Estimated Budget	Estimated Job Opportunities
Subcouncil 11	859 738	70



# Operating Budget – Additional key focus areas City Wide (1)

- Mayor's Visible Service Acceleration (MVSA) – R69 million
  - To ramp-up and fast track initiatives aligned with community desires that will have a visible and tangible impact on the quality of life, safety and socio economic environment of its citizens in specific focus areas of high need and strategic importance
  - MVSA Initiatives include:
    - Precinct Management - R22 million
    - Deployment of Community Ambassadors – provide intelligence on respect to gang activities, drug pedalling, vandalism, prostitution and threats of service delivery protests - R18 million
    - Community Based Planning - analysis of local issues and development of approaches for local stabilisation to enable future infrastructure development - R6 million
    - Implementation of Community Action Plans - R12 million

# Operating Budget – Additional key focus areas City Wide (2)

- Leadership, Community Development and Skills Training - R4 million
- Public Facility and Safety Deployment - R8 million
- Public Ablution Facilities Rehabilitation - R4.3 million
- Urban Waste Management Area Cleaning and Waste Programmes - R7.5 million
- R1.5 billion million for Social Development & Health Services programmes which include:
  - HIV/AIDS Programme - R310.1 million
  - Vaccine Programme (Excluding COVID-19 vaccines) - R91.6 million
  - Extended TB Programme - R105.6 million
  - Nutrition – R7 million
  - Personal Primary Health Care Service in partnership with WCG – R882,7 million
  - Substance Abuse – R14 million
  - Women for Change – R12.5 million
  - People living on the street, Safe Spaces and additional bed space at shelters– R40 million
  - Arts & Culture Grants-in-Aid Partnership Agreements – R15.9 million

# Operating Budget – Additional key focus areas City Wide (3)

- Solid Waste services :

Area	Collections	Informal Settlements	Area Cleaning	Disposal
North	R341.4m	R40.6m	R365.7m	R174.8m
South	R273.1m	R70.4m	R334.7m	R85m
Central	R261.8m	R121.8m	R316.2m	R108.7m
East	R261.8m	R37.9m	R241.8m	R82.6m
<b>TOTAL</b>	<b>R1,138bn</b>	<b>R270.7m</b>	<b>R1,258bn</b>	<b>R451.1m</b>



CITY OF CAPE TOWN  
ISIXEKO SASEKAPA  
STAD KAAPSTAD

# Public Participation Process going forward



# Feedback process

## Public participation: comment by 03 May 2022

To view the Tabled Budget please visit: [www.capetown.gov.za/budget](http://www.capetown.gov.za/budget) or go to your nearest Subcouncil office or library for a copy of the draft 2022/23 budget and rates policy.

### Submit your comments in one of the following ways:

- **By email:** [Budget.Comments@capetown.gov.za](mailto:Budget.Comments@capetown.gov.za)
- **Online :** [www.capetown.gov.za/haveyoursay](http://www.capetown.gov.za/haveyoursay)
- **Collaboration Platform**, enter link below into your Internet Browser:
  - <https://www.capetown.gov.za/ideas>
- Through your **Subcouncil offices**
- **Verbal comments:** 0800 212 176

For assistance to comment in English, Afrikaans or isiXhosa, please phone 0800 212 176

Visit [www.capetown.gov.za/HaveYourSay](http://www.capetown.gov.za/HaveYourSay) for more information.





CITY OF CAPE TOWN  
ISIXEKO SASEKAPA  
STAD KAAPSTAD

**THANK YOU / DANKIE / ENKOSI**