

THE 2022/23 BUDGET WAS APPROVED AT THE END OF MAY 2022 AND IS GEARED TOWARDS MAINTAINING FINANCIAL STABILITY WHILE ADVANCING SERVICE DELIVERY AND DRIVING CRITICAL INFRASTRUCTURE INVESTMENT.

# CITY OF TSHWANE VISION

**To become a prosperous capital city through fairness, freedom and opportunity**

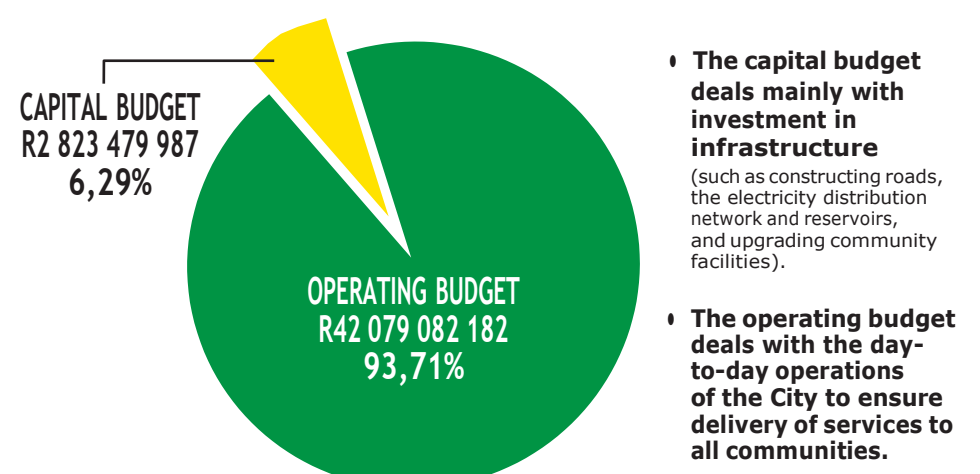
The vision of the City capitalises on Tshwane's position as South Africa's capital of opportunity and is embedded in the values of fairness, freedom and opportunity. The 2022/23 Budget represents the collective strategic priorities of the City of Tshwane multiparty coalition government.

The City's multiparty coalition government consists of the Democratic Alliance, ActionSA, Freedom Front Plus, African Christian Democratic Party, Inkatha Freedom Party and the Congress of the People.

THE TEN STRATEGIC FOCUS AREAS TO DEVELOP TSHWANE AND FAST-TRACK SERVICE DELIVERY ARE AS FOLLOWS:



THE CITY APPROVED A TOTAL BUDGET OF R44,9 BILLION FOR THE 2022/23 FINANCIAL YEAR. THE OPERATING BUDGET IS R42,1 BILLION AND THE CAPITAL BUDGET IS R2,8 BILLION.





# TARIFF INCREASES

## Water

A network availability charge for all properties irrespective of usage will be implemented. The network availability charge is equal to the first 9 kℓ charge for residential properties, which will cover the bulk cost and part of the operating costs.

The consumptive charges will increase by 9% on average. Registered indigents and residents with a property value of R150 000 or less are exempted from the network availability charge.

12 kℓ of water per 30-day period will again be granted free of charge to registered indigent households. It should further be noted that free water is also supplied to informal areas by water tankers and standpipes.

THE 9% WATER TARIFF INCREASE IS SUMMARISED AS FOLLOWS:

Water tariff: Level 1 restriction			
Category	Current tariff 2021/22	New tariff 2022/23	Increase
<b>Domestic</b>			
0 to 9 kℓ	-	-	
10 to 18 kℓ	R22,98	R25,05	9%
19 to 30 kℓ	R31,10	R33,90	9%
31 to 42 kℓ	R35,80	R39,02	9%
43 to 60 kℓ	R38,30	R41,75	9%
More than 60 kℓ	R41,01	R44,70	9%
Network access charge	R130,00	R141,70	9%
<b>Non-domestic</b>			
0 to 10 000 kℓ	R28,23	R30,77	9%
10 001 to 100 000 kℓ	R26,79	R29,20	9%
More than 100 000 kℓ	R24,97	R27,22	9%

## Sanitation

Sanitation charges are calculated according to the percentage of water discharged as indicated in the table below:

### COMPARISON BETWEEN CURRENT SANITATION CHARGES AND INCREASES

Sanitation tariff				
Category	Water discharged	Current tariff 2021/22	New tariff 2022/23	Increase
0 to 9 kℓ	98%	-	-	
10 to 12 kℓ	90%	R16,73	R18,24	9%
13 to 18 kℓ	75%	R16,73	R18,24	9%
19 to 24 kℓ	60%	R16,73	R18,24	9%
25 to 30 kℓ	52%	R16,73	R18,24	9%
31 to 42 kℓ	10%	R16,73	R18,24	9%
More than 42 kℓ	R16,73	R16,73	R18,24	9%
Network access charge		R77,00	R83,90	9%

Registered indigents and residents with a property value of R150 000 or less are exempted from the network availability charge.

## Electricity

The tariff increase for domestic, commercial and industrial customers is 7,47% in line with the National Energy Regulator of South Africa's guideline for municipalities.

The tariff structure regarding households provides for inclining block tariffs. Registered indigents are granted 100 kWh free of charge.

THE PROPOSED SLIDING SCALE TARIFFS FOR THE 2022/23 FINANCIAL YEAR THAT APPLY TO HOUSEHOLDS ARE AS FOLLOWS:

Electricity residential	Current tariff 2021/22	New tariff 2022/23	Increase
1 to 100 kWh	195,13 c/kWh	209,70 c/kWh	7,47%
101 to 400 kWh	228,35 c/kWh	245,41 c/kWh	7,47%
401 to 650 kWh	248,79 c/kWh	267,38 c/kWh	7,47%
More than 650 kWh	268,20 c/kWh	288,24 c/kWh	7,47%

## Refuse REMOVAL

A tariff increase of 6% for 2022/23 is proposed to render a stable refuse removal service to all areas. Refuse removal charges are based on the volume of refuse removed (container size) per week.

Description	Current tariff 2021/22	New tariff 2022/23
	Per month	Per month
<b>Weekly service charge</b>		
85 ℓ x 1 day per week (black bin)	R111,59	R118,28
85 ℓ x 2 days per week (black bin)	R223,17	R236,56
140 ℓ x 1 day per week	R183,73	R194,76
240 ℓ x 1 day per week (black bin)	R315,01	R333,92
1 100 ℓ x 1 day per week	R1 444,02	R1 530,67

The City of Tshwane reserves the right to determine the type of service, the minimum number of containers and the frequency of services per area.

## Property RATES

The first R15 000 of the market value of all residential properties is legislatively impermissible for the charging of property rates, and a further valuation reduction of R135 000 is granted by the City for charging property rates. All residential properties are thus not charged any property rates on the first R150 000 of the value and registered indigents pay no property rates. Furthermore, the social package is extended to all properties valued at R150 000 and below.

The residential tariff is the baseline tariff, which determines the ratios of some of the other tariffs. The rate ratio of residential to agricultural and public benefit organisations is legislatively determined to be 1:0,25.

BASED ON A 6% INCREASE FROM 1 JULY 2022, CALCULATIONS CAN BE DONE AS FOLLOWS:

Example of calculation of monthly property rates on residential properties			
Description	Value	Cent in the rand	Monthly rate
Market value	R1 000 000,00	R0.01107	R922,50
Impermissible value	-R15 000,00	R0.01107	-R13,84
Valuation rebate	-R135 000.00	R0.01107	-R124,54
<b>Monthly rates</b>			<b>R784,12</b>





# OPERATING PROGRAMMES

THE FOLLOWING ARE SOME OF THE PROGRAMMES ACCOMMODATED WITHIN THE OPERATIONAL BUDGET:

**Bulk purchases:  
Electricity –  
R12,1 billion**

**Electricity  
reticulation and  
power stations  
(repairs and  
maintenance) –  
R83,1 million**

**Local economic  
development  
and SMME  
initiatives –  
R5,7 million**

**Revenue  
enhancement:  
Debt collection –  
R148 million**

**Bulk purchases:  
Rand Water –  
R3,5 billion**

**Eskom  
connections –  
R5,2 million**

**Market  
infrastructure  
repairs and  
maintenance –  
R8,4 million**

**Sanitation  
chemical toilets –  
R37,5 million**

**Centurion Lake  
(maintenance) –  
R25 million**

**Expanded  
Public Works  
Programme  
initiatives –  
R70 million**

**Prevention  
of illegal land  
invasion –  
R31,6 million**

**Sinkholes –  
R29,6 million**

**Community  
development  
(food bank) –  
R4,8 million**

**Forensic audit –  
R28 million**

**Rental of plant  
and equipment –  
R43,6 million**

**Waste water  
purification –  
R73,8 million**

**Drug and  
substance  
abuse –  
R33,8 million**

**Household refuse  
removal –  
R745,1 million**

**Repairs and  
maintenance of  
clinics –  
R10,8 million**

**Water  
purification  
works –  
R13,5 million**

**Electricity  
disconnections –  
R27,5 million**

**Housing top  
structures (Human  
Settlements  
Development  
Grant) –  
R34,8 million**

**Repairs and  
maintenance of  
infrastructure  
and facilities –  
R352,9 million**

**Water tankers  
(rudimentary  
services) –  
R291,7 million**

**Electricity  
main supply  
and electricity  
reticulation  
(repairs and  
maintenance) –  
R160,9 million**

**Inner city  
(household  
refuse removal) –  
R10,4 million**

**Repairs and  
maintenance of  
resorts, dumping  
sites and nature  
reserves –  
R58,1 million**

**Wi-Fi –  
R23,8 million**

*Key*

## CAPITAL PROJECTS

SOME OF THE MAIN PROJECTS AND KEY FOCUS AREAS OF THE BUDGET AND INTEGRATED DEVELOPMENT PLAN TO BE ADDRESSED IN 2022/23 INCLUDE THE FOLLOWING:

Asset  
Protection  
Unit: Policing  
equipment –  
R1 million

Bronkhorstbaai:  
Refurbish and  
upgrade water  
purification plant –  
R35 million

Bus Rapid  
Transit  
infrastructure –  
R269,7 million

Cable theft  
technology –  
R10 million

Construction  
of 264 social  
housing units:  
Sunnyside –  
R8,5 million

Construction  
of 607 social  
housing units:  
Timberlands –  
R38 million

Construction of  
roads and storm  
water –  
R120,6 million

Detail design  
and internal  
reticulation:  
Townlands –  
R85,2 million

Electricity for All  
programme –  
R137 million

Internal roads:  
Northern areas –  
R51 million

Marabastad  
informal traders  
formalisation –  
R7 million

New bulk  
electricity  
infrastructure –  
R101 million

New Lusaka  
Clinic –  
R49 million

Prepaid electricity  
meters –  
R57 million

Purification plant  
upgrades –  
R36,1 million

Redevelop  
hostels:  
Mamelodi –  
R3 million

Refurbish water  
networks and  
address  
backlogs –  
R97 million

Replace worn-out  
water network  
pipes –  
R75 million

Replace, upgrade  
and construct  
waste water  
treatment works  
facilities –  
R146,8 million

Services for  
township  
developments –  
R36,9 million

Sewer reticulation  
and toilets:  
Ekangala Block  
A to F –  
R59 million

Redevelop  
hostels:  
Saulsville –  
R3 million

Refurbish  
subtransmission  
electrical  
infrastructure –  
R114 million

Tsosoloso  
Programme  
(upgrading roads  
in Saulsville) –  
R10,2 million

Upgrading and  
extension of  
market facilities –  
R10 million

Upgrading  
Caledonian  
Stadium –  
R25 million

Upgrading of road  
from gravel to tar  
in Ekangala (Ward  
102, 103, 104  
and 105) –  
R13,2 million

Upgrading  
Refilwe  
Stadium –  
R32 million

Tshwane  
Automotive SEZ  
Phase 1 bulk  
infrastructure  
roll-out –  
R113 million

Tshwane  
Public Lighting  
Programme –  
R13 million

Water  
conservation  
and demand  
management –  
R90 million

Sewer  
reticulation:  
Kudube  
Unit 5 –  
R38 million

Purchase books,  
book security  
system, furniture  
and equipment  
(community  
libraries) –  
R14,5 million

Detail design  
and bulk  
infrastructure:  
Chantelle –  
R101 million



IGNITING EXCELLENCE

[www.tshwane.gov.za](http://www.tshwane.gov.za)

