

**KWADUKUZA MUNICIPALITY****MUNICIPAL NOTICE NO 96/2025****RESOLUTION LEVYING PROPERTY RATES FOR THE FINANCIAL YEAR  
1 JULY 2025 TO 30 JUNE 2026.**

Notice is hereby given in terms of section 14(1) and (2) of the Local Government: Municipal Property Rates Act, 2004; that at its meeting of 29 May 2025, the Council resolved by way of council resolution number **C248/2024-2025**, to levy the rates on property reflected in the schedule below with effect from 1 July 2025.

| Category of property                          | Rate ratio | Cent amount in the Rand rate determined for the relevant property category (decimal)) |     |
|---|------------|---|-----|
| Residential property                          | 1:1        | 0.009675  | c/R |
| Residential property used for commercial used | 1:3        | 0.029929  | c/R |
| Business and commercial property              | 1:3        | 0.029929  | c/R |
| Vacant land property                          | 1:3        | 0.029929  | c/R |
| Property used for worship.                    | 1:0        | 0.000000  | c/R |
| Industrial property                           | 1:3        | 0.029929  | c/R |
| Agricultural property                         | 1:0.25     | 0.002419  | c/R |
| Mining property                               | 1:3        | 0.029929  | c/R |
| Public service infrastructure property        | 1:0.25     | 0.002419  | c/R |
| Public benefit organisation property          | 1:0:25     | 0.000000  | c/R |
| Public Service Property                       | 1:3        | 0.029929  | c/R |

|  |     |          |     |
|--|-----|----------|-----|
| Council owned property   | 1:3 | 0.029929 | c/R |
| Unauthorised or illegal development or use and abandoned property or building. | 1:5 | 0.060000 | c/R |

In terms of the Final Rates Policy 2025/2026, the Municipality may levy different rates for different categories of properties. The rating structure for 2025/2026 financial year is proposed as follows:

- 0.009675 cents in the Rand on the market value in respect of residential properties (including bed and breakfast establishments consisting of three bedrooms or less), and property categories not stated hereunder.
- 0.029929 cents in the Rand on the market value in respect of residential properties used for commercial purposes (including bed and breakfast establishments comprising more than 3 bedrooms, apartment and villa establishments, and guesthouses of up to six rooms).
- 0.002419 cents in the Rand on the market value in respect of agricultural properties and public service infrastructure properties.
- 0.029929 cents in the Rand on the market value in respect of industrial, business and commercial properties, mining properties, vacant properties, properties used for public service purposes.
- 0.00000 cents in the rand on properties used for worship and public benefit organisations.
- 0.029929 cents in the Rand on the market value in respect of guesthouses of more than 6 rooms.
- 0.060000 cents in the Rand in respect of the unauthorised or illegal development or use and abandoned property or building.
- An additional 0.003547 cents in the Rand on the market value in respect of commercial properties situated within the Special Rating Area as designated by Council.
- That the first R50 000 of all vacant residential properties owned by registered indigent beneficiaries be exempt from the calculation of rates
- The first 30% of all Public Service Infrastructure (PSI) properties be exempt from the calculation of rates.

## **EXEMPTIONS, REDUCTIONS AND REBATES**

In terms of section 15 of the Local Government: Municipal Property Rates Act, 2004.

**Residential Properties:** In respect of improved residential properties, in addition to the R15 000 statutory impermissible rate as per section 17(1) (h) of the Municipal Property Rates Act., a further reduction of R85 000 is approved for property values exceeding R150 000. Persons owning improved residential property with a rateable value of R150 000 and below will not be liable for the payment of rates.

That improved residential property with a rateable value of R150 000 and below, owned by registered indigent beneficiaries be exempt from the calculation of rates.

**Guesthouse & Residential used for Commercial use:** Due to a reclassification of the rating category from Residential to Commercial for Guesthouses and Residential properties used for commercial purposes, in terms of Chapter 8 of the Municipal Property Rates Act No 6 of 2004, the following rebates will now apply.

- 66.63% rebates in Residential used for commercial properties.
- 91.77% rebates in Guesthouse Properties

In terms of qualifying criteria set out in the rates policy of the Council, the 2025/2026 rates be subject to the following exemptions, rebates, and reductions:

- A general rebate, applicable in the 2025/2026 financial year only, in respect of all categories of properties, excluding properties in receipt of developers' rebates and unauthorised or illegal development or use and Abandoned Property Building: 20%

The following shall apply after deduction of the general rebate:

- Pensioners and Disability Grantees rebates:

|                                      |       |
|--------------------------------------|-------|
| Applicants under the age of 65 years | - 25% |
| Applicants between 65 and 75 years   | - 30% |
| Applicants older than 75 years       | - 35% |

- Agricultural properties: 50%
- Rebate: child headed households: 100%
  - Excluded Services Rebate: 15%  
(Applicable only in respect of existing service level agreements)
  - Places of worship: 100%
  - Public benefit organizations: 100%
  - Land reform beneficiaries: 100%
- State land: 100%
- Commercial Developers incentives:

|               |        |
|---------------|--------|
| 100% rebate - | Year 1 |
| 90% rebate -  | Year 2 |
| 80% rebate -  | Year 3 |
| 70% rebate -  | Year 4 |
| 60% rebate -  | Year 5 |

No Incentive - From year 6 onwards

Please note general rebate not applicable to commercial developers.

Residential Developers incentives, applicable only in respect of existing service level agreements:

|                |                     |
|----------------|---------------------|
| 100% rebate -  | Year 1              |
| 100% rebate -  | Year 2              |
| 90% rebate -   | Year 3              |
| 80% rebate -   | Year 4              |
| 70% rebate -   | Year 5              |
| 60% rebate -   | Year 6              |
| 50% rebate -   | Year 7              |
| No Incentive - | From year 8 onwards |

Please note general rebate not applicable.

- 100% rebate in respect of the following PSI properties (phasing out of rates):
  - national, provincial or other public roads on which goods, services or labour move across a municipal boundary.
  - water or sewer pipes, ducts or other conduits, dams, water supply reservoirs, water treatment plants or water pumps forming part of a water or sewer; and
  - Railway lines forming part of a national railway system.

#### 1. **Date of operation of determination of rates**

That this determination comes into operation on 01 July 2025.

#### 2. **Final date for payment of rates:**

- **Annual payment of rates:** That the final date for the payment of annual rates be fixed at 30 September 2025. Interest and administration charges will be raised in terms of Council's Credit Control & Debt Collection Policy and Tariff of Charges. Any capital rates outstanding as at 30 November 2025 will be subject to an administration charge of 10% as stipulated in Council's Credit Control Policy and Tariff of Charges.
- **Monthly rates payments:** That rates may be paid in 11 (eleven) equal instalments with the first instalment payable on or before the last municipal working day of August 2026. Thereafter each monthly instalment must be paid on or before the last working day of each month and provided that interest will accrue at 10% per annum in terms of Council's Credit Control & Debt Collection Policy and Tariff of Charges if an instalment is not paid by the last working day of the month. Any capital rates outstanding as at 30 June 2026 will be subject to an administration charge of 10% as stipulated in Council's Credit Control & Debt Collection Policy and Tariff of Charges.

- Council will by special arrangement with individual property owners agree that rates be paid annually. Application to pay rates on an annual basis must be completed by 15 July 2025.

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