

ANNEXURE A

CITY OF JOHANNESBURG MEDIUM TERM OPERATING BUDGET 2023/24 - 2025/26 Financial Performance (revenue and expenditure)

Description	2019/20	2020/21	2021/22	Current year 2022/23		2023/24 Medium Term Revenue & Expenditure Framework		
R thousand	Audited Outcome	Audited Outcome	Audited Outcome	Approved Budget	Adjusted Budget	Budget Year 2023/24	Budget Yr +1 2024/25	Budget Yr +2 2025/26
	R 000	R 000	R 000	R 000	R 000	R 000	R 000	R 000
REVENUE by source								
Property rates	12 552 224	13 035 792	13 499 729	14 133 073	14 133 073	16 372 765	17 125 911	17 913 703
Service charges - electricity revenue	15 412 359	15 568 828	17 109 018	21 338 109	19 483 832	23 097 508	24 928 538	27 525 302
Service charges - water revenue	6 963 931	7 281 652	7 826 924	9 777 174	8 942 401	9 604 943	10 238 869	10 914 634
Service charges - sanitation revenue	4 885 356	5 139 718	5 690 973	6 085 363	6 525 841	6 893 182	7 348 131	7 833 109
Service charges - refuse revenue	1 790 875	1 874 331	2 155 601	2 397 969	2 387 376	2 571 163	2 699 726	2 834 712
Rental of facilities and equipment	356 203	353 171	365 352	515 995	505 846	535 867	561 897	588 181
Interest earned - external investments	551 438	280 304	220 328	193 489	160 487	170 867	179 791	188 758
Interest earned - outstanding debtors	244 359	487 203	494 320	414 979	435 012	448 661	468 578	490 602
Dividends received								
Fines, penalties and forfeits	1 066 621	1 547 896	60 971	891 592	396 993	951 574	998 201	1 045 116
Licences and permits	7 176	16 174	9 414	9 180	9 884	10 870	11 401	11 935
Agency services	691 231	732 289	739 148	367 039	367 039	386 492	405 428	424 479
Transfers and subsidies received	8 833 061	10 083 003	10 112 842	7 619 945	7 588 187	8 281 453	8 981 688	9 947 870
Other revenue	1 943 944	1 935 411	1 876 730	6 273 346	6 267 672	6 530 158	6 998 412	7 276 762
Gains				6 987	5 914	5 914	5 914	5 914
DIRECT REVENUE	55 298 778	58 335 772	60 161 350	70 024 240	67 209 557	75 861 417	80 952 485	87 001 077
Interest earned - outstanding debtors : Inter-Company				1 455 383	1 380 867	1 613 447	1 541 617	1 620 723
Other revenue : Inter-Company				1 485 676	1 451 234	2 127 811	2 231 132	2 363 760
Transfers and subsidies received : Inter-Company				5 575 614	4 914 741	5 244 505	5 326 538	5 245 191
Costing - Internal Revenue				887 411	836 507	896 693	946 933	1 003 280
Total Internal Transfers				9 404 084	8 583 349	9 882 456	10 046 220	10 232 954
TOTAL REVENUE excluding capital grants/contr,	55 298 778	58 335 772	60 161 350	79 428 324	75 792 905	85 743 874	90 998 706	97 234 031
EXPENDITURE by type								
Employee related costs	14 360 724	15 268 496	16 127 058	18 357 153	17 429 220	18 705 353	19 608 962	20 499 872
Remuneration of councillors	166 267	168 116	163 542	185 164	185 164	184 542	193 400	202 105
Debt impairment	6 925 118	6 404 714	5 849 126	5 905 328	5 072 127	5 903 090	6 299 020	6 702 307
Depreciation and asset impairment	3 454 253	4 121 630	3 808 881	4 549 947	4 545 798	4 777 336	5 047 696	5 275 245
Finance charges	2 524 064	2 606 924	2 621 303	2 889 039	2 681 121	2 171 098	2 189 841	2 218 654
Bulk purchases	11 640 339	12 259 781	14 023 079	15 363 589	14 165 609	16 403 226	17 965 586	19 018 827
Inventory consumed	6 389 732	6 391 251	7 213 231	5 029 694	4 888 427	5 207 821	5 542 576	5 911 701
Contracted services	4 179 772	5 076 796	6 246 305	7 942 715	6 900 602	7 322 833	7 312 435	6 910 749
Transfers and subsidies paid	288 507	38 208	138 090	183 850	141 173	138 835	35 519	35 588
Other expenditure	4 848 199	5 404 171	5 325 512	6 402 790	6 342 175	6 728 932	6 753 311	6 453 696
Losses	81 934	61 387	71 255	2 839 751	2 839 781	3 047 061	3 248 145	3 462 501
DIRECT EXPENDITURE	54 858 909	57 801 474	61 587 382	69 649 019	65 191 197	70 590 128	74 196 491	76 691 245
Finance charges : Inter-Company				1 455 383	1 380 867	1 613 447	1 541 617	1 620 723
Other expenditure : Inter-Company				1 485 676	1 451 234	2 127 811	2 231 132	2 363 760
Transfers and subsidies paid : Inter-Company				5 575 614	4 914 741	5 244 505	5 326 538	5 245 191
Costing - Internal Expenditure				887 411	836 507	896 693	946 933	1 003 280
Total Internal Transfers				9 404 084	8 583 349	9 882 456	10 046 220	10 232 954
TOTAL EXPENDITURE	54 858 909	57 801 474	61 587 382	79 053 104	73 774 546	80 472 585	84 242 711	86 924 199
OPERATING SURPLUS / (DEFICIT)	439 869	534 298	(1 426 032)	375 221	2 018 359	5 271 289	6 755 994	10 309 832
Capital Transfers Recognised								
Transfers and subsidies - capital (National / Provincial)	2 349 474	2 520 625	1 997 286	2 209 403	2 209 240	2 803 834	3 100 815	3 450 051
Transfers and subsidies - capital (Other / External)	335 641	301 548	462 733	590 040	544 948	404 473	317 274	245 874
Transfers and subsidies - capital (in-kind - all)		(713)	(713)					
OPERATING SURPLUS / (DEFICIT)	3 124 984	3 355 758	1 033 274	3 174 664	4 772 548	8 479 596	10 174 083	14 005 757
Taxation	(10 267)	(379 224)	(133 376)	85 261	81 878	84 833	81 779	483 221
OPERATING SURPLUS / (DEFICIT) - after tax	3 135 251	3 734 982	1 166 650	3 089 403	4 690 669	8 394 763	10 092 304	13 522 536
Share of Surplus / (Deficit) of Associate								
Share of Surplus / (Deficit) of Joint Venture								
Share of Surplus / (Deficit) of Minorities								
OPERATING SURPLUS / (DEFICIT) for the year	3 135 251	3 734 982	1 166 650	3 089 403	4 690 669	8 394 763	10 092 304	13 522 536

CORE ADMINISTRATION
MEDIUM TERM OPERATING BUDGET 2023/24 - 2025/26
Financial Performance (revenue and expenditure)

Description	Current year 2022/23		2023/24 Medium Term Revenue & Expenditure Framework		
R thousand	Approved Budget	Adjusted Budget	Budget Year 2023/24	Budget Yr +1 2024/25	Budget Yr +2 2025/26
	R 000	R 000	R 000	R 000	R 000
REVENUE by source					
Property rates	14 133 073	14 133 073	16 372 765	17 125 911	17 913 703
Service charges - electricity revenue					
Service charges - water revenue					
Service charges - sanitation revenue					
Service charges - refuse revenue					
Rental of facilities and equipment	181 295	136 164	146 267	153 233	160 295
Interest earned - external investments	173 003	140 000	147 420	154 201	161 140
Interest earned - outstanding debtors	147 347	157 796	156 881	164 448	172 093
Dividends received					
Fines, penalties and forfeits	891 509	396 910	951 486	998 109	1 045 020
Licences and permits	9 180	9 884	10 870	11 401	11 935
Agency services	367 039	367 039	386 492	405 428	424 479
Transfers and subsidies received	7 619 367	7 587 609	8 280 856	8 981 094	9 947 314
Other revenue	5 162 547	4 842 981	5 012 394	5 243 125	5 483 829
Gains	5 000	5 000	5 000	5 000	5 000
DIRECT REVENUE	28 689 360	27 776 456	31 470 432	33 241 950	35 324 808
Interest earned - outstanding debtors : Inter-Company	1 282 083	1 204 951	1 422 178	1 338 643	1 406 314
Other revenue : Inter-Company	828 267	797 551	864 384	912 381	967 109
Transfers and subsidies received : Inter-Company					
Costing - Internal Revenue	887 411	836 507	896 693	946 933	1 003 280
Total Internal Transfers	2 997 761	2 839 009	3 183 255	3 197 957	3 376 703
TOTAL REVENUE excluding capital grants/contr,	31 687 121	30 615 465	34 653 686	36 439 907	38 701 511
EXPENDITURE by type					
Employee related costs	10 606 290	9 656 277	10 499 453	11 009 526	11 513 437
Remuneration of councillors	185 164	185 164	184 542	193 400	202 105
Debt impairment	1 682 590	1 693 039	1 954 710	2 044 831	2 136 991
Depreciation and asset impairment	3 068 154	3 090 243	3 266 553	3 461 530	3 616 250
Finance charges	2 857 130	2 652 460	2 154 959	2 173 539	2 202 186
Bulk purchases					
Inventory consumed	50 757	63 114	69 144	69 119	65 359
Contracted services	3 754 971	3 186 633	3 386 305	3 400 117	3 222 159
Transfers and subsidies paid	158 903	115 352	116 727	12 087	11 280
Other expenditure	3 381 159	3 525 594	3 673 209	3 690 600	3 544 841
Losses					
DIRECT EXPENDITURE	25 745 118	24 167 875	25 305 603	26 054 750	26 514 608
Finance charges : Inter-Company	173 300	175 916	191 269	202 974	214 409
Other expenditure : Inter-Company	573 095	569 369	1 175 317	1 226 583	1 298 954
Transfers and subsidies paid : Inter-Company	5 575 614	4 914 741	5 244 505	5 326 538	5 245 191
Costing - Internal Expenditure	887 411	836 507	896 693	946 933	1 003 280
Total Internal Transfers	7 209 420	6 496 533	7 507 784	7 703 028	7 761 834
TOTAL EXPENDITURE	32 954 538	30 664 408	32 813 387	33 757 778	34 276 442
OPERATING SURPLUS / (DEFICIT)	(1 267 417)	(48 943)	1 840 299	2 682 129	4 425 069
Capital Transfers Recognised					
Transfers and subsidies - capital (National / Provincial)	1 527 683	1 574 033	2 296 140	2 411 815	3 026 993
Transfers and subsidies - capital (Other / External)	175 240	150 148	5 000	5 000	
Transfers and subsidies - capital (in-kind - all)					
OPERATING SURPLUS / (DEFICIT)	435 506	1 675 238	4 141 439	5 098 944	7 452 062
Taxation					
OPERATING SURPLUS / (DEFICIT) - after tax	435 506	1 675 238	4 141 439	5 098 944	7 452 062
Share of Surplus / (Deficit) of Associate					
Share of Surplus / (Deficit) of Joint Venture					
Share of Surplus / (Deficit) of Minorities					
OPERATING SURPLUS / (DEFICIT) for the year	435 506	1 675 238	4 141 439	5 098 944	7 452 062

MUNICIPAL ENTITIES
MEDIUM TERM OPERATING BUDGET 2023/24 - 2025/26
Financial Performance (revenue and expenditure)

Description	Current year 2022/23		2023/24 Medium Term Revenue & Expenditure Framework		
R thousand	Approved Budget	Adjusted Budget	Budget Year 2023/24	Budget Yr +1 2024/25	Budget Yr +2 2025/26
	R 000	R 000	R 000	R 000	R 000
REVENUE by source					
Property rates					
Service charges - electricity revenue	21 338 109	19 483 832	23 097 508	24 928 538	27 525 302
Service charges - water revenue	9 777 174	8 942 401	9 604 943	10 238 869	10 914 634
Service charges - sanitation revenue	6 085 363	6 525 841	6 893 182	7 348 131	7 833 109
Service charges - refuse revenue	2 397 969	2 387 376	2 571 163	2 699 726	2 834 712
Rental of facilities and equipment	334 700	369 682	389 600	408 664	427 886
Interest earned - external investments	20 486	20 487	23 447	25 590	27 618
Interest earned - outstanding debtors	267 632	277 216	291 780	304 130	318 509
Dividends received					
Fines, penalties and forfeits	83	83	88	92	96
Licences and permits					
Agency services					
Transfers and subsidies received	578	578	597	594	556
Other revenue	1 110 799	1 424 691	1 517 764	1 755 287	1 792 933
Gains	1 987	914	914	914	914
DIRECT REVENUE	41 334 880	39 433 101	44 390 986	47 710 535	51 676 269
Interest earned - outstanding debtors : Inter-Company	173 300	175 916	191 269	202 974	214 409
Other revenue : Inter-Company	657 409	653 683	1 263 427	1 318 751	1 396 651
Transfers and subsidies received : Inter-Company	5 575 614	4 914 741	5 244 505	5 326 538	5 245 191
Costing - Internal Revenue					
Total Internal Transfers	6 406 323	5 744 340	6 699 201	6 848 263	6 856 251
TOTAL REVENUE excluding capital grants/contr,	47 741 203	45 177 440	51 090 187	54 558 799	58 532 520
EXPENDITURE by type					
Employee related costs	7 750 863	7 772 943	8 205 900	8 599 436	8 986 435
Remuneration of councillors					
Debt impairment	4 222 738	3 379 088	3 948 380	4 254 189	4 565 316
Depreciation and asset impairment	1 481 793	1 455 555	1 510 783	1 586 166	1 658 995
Finance charges	31 909	28 661	16 139	16 302	16 468
Bulk purchases	15 363 589	14 165 609	16 403 226	17 965 586	19 018 827
Inventory consumed	4 978 937	4 825 314	5 138 677	5 473 457	5 846 342
Contracted services	4 187 744	3 713 970	3 936 528	3 912 318	3 688 590
Transfers and subsidies paid	24 947	25 821	22 108	23 432	24 308
Other expenditure	3 021 631	2 816 581	3 055 724	3 062 711	2 908 855
Losses	2 839 751	2 839 781	3 047 061	3 248 145	3 462 501
DIRECT EXPENDITURE	43 903 902	41 023 322	45 284 525	48 141 741	50 176 637
Finance charges : Inter-Company	1 282 083	1 204 951	1 422 178	1 338 643	1 406 314
Other expenditure : Inter-Company	912 581	881 865	952 494	1 004 549	1 064 806
Transfers and subsidies paid : Inter-Company					
Costing - Internal Expenditure					
Total Internal Transfers	2 194 664	2 086 816	2 374 672	2 343 192	2 471 120
TOTAL EXPENDITURE	46 098 566	43 110 138	47 659 197	50 484 933	52 647 757
OPERATING SURPLUS / (DEFICIT)	1 642 638	2 067 302	3 430 990	4 073 866	5 884 764
Capital Transfers Recognised					
Transfers and subsidies - capital (National / Provincial)	681 720	635 207	507 694	689 000	423 058
Transfers and subsidies - capital (Other / External)	414 800	394 800	399 473	312 274	245 874
Transfers and subsidies - capital (in-kind - all)					
OPERATING SURPLUS / (DEFICIT)	2 739 158	3 097 309	4 338 157	5 075 139	6 553 695
Taxation	85 261	81 878	84 833	81 779	483 221
OPERATING SURPLUS / (DEFICIT) - after tax	2 653 897	3 015 431	4 253 324	4 993 360	6 070 474
Share of Surplus / (Deficit) of Associate					
Share of Surplus / (Deficit) of Joint Venture					
Share of Surplus / (Deficit) of Minorities					
OPERATING SURPLUS / (DEFICIT) for the year	2 653 897	3 015 431	4 253 324	4 993 360	6 070 474

Revenue and expenditure by municipal vote

Vote Description R thousand	Current Year 2022/23		2023/24 Medium Term Revenue & Expenditure Framework		
	Approved Budget	Adjusted Budget	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
Revenue by Vote					
Economic Development	127 200	108 316	126 771		
Environment And Infrastructure	94 107	19 835	10 265	10 694	19 126
Transport	1 566 706	1 331 507	1 601 548	1 585 928	1 582 674
Community Development	57 073	61 910	57 651	60 381	63 051
Health	190 625	191 329	272 762	231 949	266 961
Social Development	755	438	5 627	395	414
Group Forensic Investigation Services					
Office Of The Ombudsman	1 000	1 000			
City Manager	78 898	61 405	55 709	57 744	60 779
Speaker: Legislative Arm Of Council					
Group Information And Communication Technology					
Group Finance	25 176 790	25 143 787	28 069 238	29 804 905	31 716 993
Group Corporate And Shared Services	12 571	25 635	31 403	32 572	34 768
Human Settlements	1 081 752	1 128 265	1 498 871	1 653 744	2 344 393
Development Planning	98 684	99 055	123 585	105 577	89 599
Public Safety	1 325 543	830 941	1 402 729	1 495 572	1 585 574
Municipal Entities Accounts	580 578	497 214	515 413	619 304	587 469
City Power	22 050 766	20 654 490	24 179 259	26 127 359	28 688 102
Johannesburg Water	16 425 832	15 985 023	16 997 017	18 276 566	19 180 794
Pikitup	2 432 093	2 421 500	2 606 997	2 737 355	2 874 224
Johannesburg Roads Agency	202 013	133 411	128 962	135 281	141 639
Metrobus	90 475	60 475	63 682	66 802	69 942
Johannesburg City Parks And Zoo	86 125	83 269	87 586	87 218	84 990
Johannesburg Development Agency	82 771	72 027	75 926	79 655	83 282
Johannesburg Property Company	89 359	77 359	81 459	85 451	89 468
Metropolitan Trading Company	56 618	56 618	59 618	62 539	65 477
Joburg Market	570 894	612 164	646 656	671 073	696 185
Johannesburg Social Housing Company	290 492	257 810	303 597	311 447	296 695
Joburg City Theatres	53 962	48 962	67 394	71 063	74 403
Joburg Tourism					
Total Revenue (incl. capital grants and excl. internal trans	72 823 683	69 963 745	79 069 724	84 370 574	90 697 002
Expenditure by Vote					
Economic Development	293 398	247 229	256 035	152 866	159 330
Environment And Infrastructure	131 774	132 899	128 704	133 975	138 204
Transport	2 431 347	2 349 722	2 441 876	2 470 658	2 402 329
Community Development	1 401 804	1 269 277	1 328 693	1 369 372	1 384 703
Health	1 463 396	1 410 179	1 488 153	1 556 361	1 615 814
Social Development	368 386	323 969	339 497	350 793	356 355
Group Forensic Investigation Services	116 619	103 330	106 989	110 519	112 191
Office Of The Ombudsman	37 564	36 364	38 111	39 402	40 053
City Manager	1 810 870	1 658 591	1 717 844	1 750 846	1 729 772
Speaker: Legislative Arm Of Council	500 752	490 025	514 958	535 800	552 058
Group Information And Communication Technology	962 408	986 245	1 028 252	1 078 548	1 129 055
Group Finance	6 136 395	5 637 280	5 428 446	5 564 614	5 669 981
Group Corporate And Shared Services	602 981	473 432	808 019	885 039	896 877
Human Settlements	1 097 601	1 100 314	1 168 896	1 198 155	1 196 282
Development Planning	457 586	435 136	457 530	476 717	492 829
Public Safety	6 081 205	5 713 365	6 045 894	6 275 005	6 433 713
Municipal Entities Accounts	1 851 032	1 800 519	2 007 706	2 106 080	2 205 062
City Power	20 463 037	19 166 293	21 949 383	23 736 610	25 273 699
Johannesburg Water	13 935 429	13 108 426	13 942 416	14 728 487	15 516 427
Pikitup	3 508 805	3 302 411	3 505 085	3 584 499	3 596 550
Johannesburg Roads Agency	1 662 780	1 368 022	1 432 637	1 479 509	1 501 346
Metrobus	634 761	574 761	601 623	619 903	626 313
Johannesburg City Parks And Zoo	1 282 410	1 209 377	1 257 264	1 290 819	1 294 387
Johannesburg Development Agency	113 701	102 957	108 145	112 396	115 531
Johannesburg Property Company	839 294	771 818	932 673	962 548	976 750
Metropolitan Trading Company	420 207	384 975	403 275	415 051	419 091
Joburg Market	458 810	509 994	558 591	590 751	621 212
Johannesburg Social Housing Company	346 301	304 035	350 355	359 205	359 133
Joburg City Theatres	244 436	239 436	261 891	274 520	287 010
Joburg Tourism	79 192	62 696	66 020	69 222	72 409
Total Expenditure (incl. taxation and excl. internal transfe	69 734 280	65 273 075	70 674 961	74 278 270	77 174 466
Surplus / (Deficit) for the year	3 089 403	4 690 669	8 394 763	10 092 304	13 522 536

Note:

Revenue includes capital grants and contributions and expenditure taxation. Internal transfers have been excluded from both revenue and expenditure.