



Thuso House 61 Jorissen Street Braamfontein PO Box 5000 Johannesburg South Africa Tel +27(0) 11 358 3420 Fax +27(0) 11 358 3630

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www.joburg.org.za

JOBURG DEBT REHABILITATION PROGRAM AMENDED PHASE 3 – IMPROVED QUALIFYING CRITERIA

FREQUENTLY ASKED QUESTIONS (APRIL 2022)

What is Joburg Debt Rehabilitation Program?

The Joburg Debt Rehabilitation Program aims to assist defaulting customers **in bringing** their outstanding municipal accounts up to date.

Who may apply for this program?

Residential customers, small businesses, faith-based organisations or places of worship, and non-profit organisations, Old Age Homes, Orphanages and Body Corporates may apply on the condition that they comply with the qualifying criteria.

How will this benefit pensioners and indigent customers who cannot afford to sign an acknowledgement of debt?

The City has made provision for customers who cannot afford to pay their outstanding debt. 100% of debt above 90 days (about three months) to be written off where the applicant is a pensioner or registered indigent customer.

Can residential customers from Soweto who receive electricity from Eskom also apply?

Yes, because the program is not just about one service (i.e., electricity) but caters for all five services billed on the municipal account.

What are the qualifying criteria?

- The write-off is applicable to residential, small businesses, faith-based organisations or places of worship, non-profit organisations, Old Age Homes, Orphanages, and Body Corporates account holders.
- The market value of the property and all properties owned by the applicant must not exceed R2,5 million (excluding business, churches, and non-profit organisation customers).
- The account holder's account balance must be in arrears for more than 90 days at the time of submission of the application.
- The combined gross income from all activities of the account holder/s and spouse must be less than R22 000 per month.

- Where the monthly gross income from both the residential account holder/s is more than R22 000.00, only a percentage of the debt above 90 days shall be written off on the condition that the account holder/s settles that account in full. The scale to be used will be:
 - Between R22 000 to R30 000 = 30% write-off of the debt above 90 days shall be offered; all interest and penalty charges shall be reversed
 - Between R30 001 to R40 000 = 20% write-off of the debt above 90 days will be offered; all interest and penalty charges shall be reversed
 - Between R40 001 to R50 000 = 10% write-off of the debt above 90 days will be offered; all interest and penalty charges shall be reversed
 - Above R50 001 = all sundry charges (i.e., disconnection fees and interest charges) shall be reversed.

Small businesses, places of worship and non-profit organization will be required to provide the latest audited annual financial statements with a turnover not exceeding R3 000 000.

Account must be kept up to date for twelve months from the date of initial write off.

When does the programme start?

1 March 2022.

When does the Programme end?

30 June 2022.

Requirements when applying for this write off:

- The account holder must have a valid South African identity document or a document that confirms the legal residence in South Africa.
- The account holder must produce the latest copy of their municipal account.
- Proof of income for the account holder and spouse.
- Certified bank statement, for all accounts, held by the account holder and spouse, for a period of three months before date of application.
- The account holder must complete the application form, in the case of deceased estates, the person in possession of the Letter of Authority from the Master of the Court's office.
- The account holder and his/her spouse must give the City permission to perform a background check through a reputable credit bureau.
- The account holder must provide meter numbers and meter readings of all meters on their properties. Account holders must provide pictures of the metering devices which clearly identify:
 - ✓ the location of the device
 - ✓ the reading on the device
 - ✓ the meter number

- The account holder must sign an appropriate agreement with the City.
- The City reserves the right to cancel the agreement and reinstate debt written-off should it be discovered that the account holder provided the City with falsified information.
- Small businesses, places of worship and NGO's/non-profit organisations must submit audited financial statements and six months banks statements.

How will I know that my application is approved?

The City appointed a "Debt write-off" committee that will consider all applications. The committee will assess all applications on a case-by-case basis. A decision taken based on the predetermined qualifying criteria. The committee will meet on regular basis to consider applications, customers will be informed of the decision of the Committee.

What happens when the customer violates write-off conditions?

- Should the applicant be found to be misrepresenting themselves, the City will reinstate the original debt and institute immediate termination of services.
- Should the account holder tamper with the City's infrastructure, the original debt will be reinstated, and services terminated.

Where can customers apply and submit application forms for the debt write off?

- Customers can send an email to rehabilitation@joburg.org.za
- Visit <u>www.joburg.org.za</u> for application forms or complete the online application form
- Customers may visit any of the City's revenue Customer Service Centres across the City of Johannesburg. See below all category A physical addresses

Region A	Waterfall Customer Service Centre, Cnr Woodmead and Waterfall drives, Midrand
Region B	Randburg Civic, Cnr Bramfischer & Jan Smuts roads, Randburg. (011) 326 0691
Region C	Roodepoort Civic Centre, 100 Christiaan De Wet Road, Florida Park (011) 761-0111 Roodepoort City Hall, 62 Berlandina Street, Roodepoort. (011) 761-6000
Region D	Jabulani Civic Centre, 1 Koma Road, (011) 930 0192
Region E	Sandton Customer Service Centre, 137 Daisy Street, Sandown, Sandton (011) 582 1400
Region F	Thuso House Customer Service Centre, 61 Jorissen Street, Braamfontein. (011) 628 4081
Region G	Lenasia Civic, Cnr Rose Avenue and Elands Street, Lenasia Ext 1 (011) 854-1870