

City of Johannesburg Council 2024-03-19/20

COJ : MAYORAL COMMITTEE 2024-03-13

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56 TABLING OF THE 2024/25 – 2026/27 MEDIUM-TERM CAPITAL BUDGET

1. STRATEGIC THRUST

Good Governance
Financial Sustainability

2. OBJECTIVE

To table before Council the draft medium-term capital budget for the 2024/25 to 2026/27 financial years in compliance with Section 16 (2) of the Municipal Finance Management Act 56 of 2003 (MFMA, the Act).

3. SUMMARY

3.1 BUDGET PROCESS OVERVIEW

In terms of the Section 16 (2) of MFMA, the Mayor must table a draft annual budget at a Council meeting 90 days before the start of the budget year.

In terms of Section 87 (1) of the MFMA, Municipal Entities are required to submit their draft budgets to the parent municipality not later than 150 days before the start of the entity's financial year.

The budget process for 2024/25 commenced on 4 December 2023 when budget indicatives were issued. Departments and municipal entities (MEs) were requested to prepare budget proposals and these budget proposals were then presented to the Budget Steering Committee held on 17, 22-24 January 2024. Departments and entities were requested to allocate resources towards the City's political priorities with the focus on service delivery initiatives. Final budget indicatives were issued on 4 March 2024 using the 2023/24 adjustment budget as a basis to ensure financial sustainability over the medium term.

The Minister of Finance's budget speech was held on 21 February 2024 and the budget does include the latest national allocations as reflected in the Gazette. The provincial allocation will be available later and will be included in the final budget that will be submitted to Council during the month of May 2024.

Consultation Process

The draft capital budget is tabled for information and consultation, rather than approval and will be refined to take the outcome of the public participation process into account.

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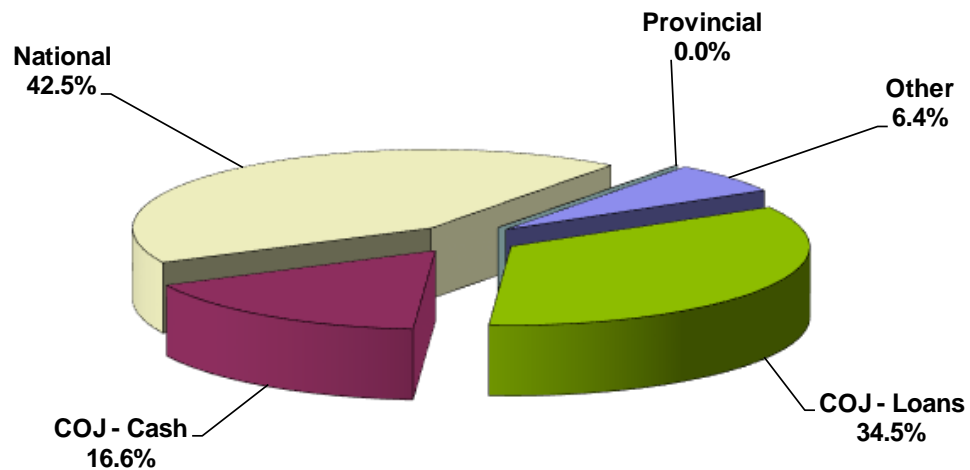
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3.2 MEDIUM TERM CAPITAL BUDGET

The level of capital expenditure and borrowing are based on the principles of affordability, prudential indicators, and sustainability (debt ratio, current ratio, operating surplus, and the impact or return of the capital investment on the operating account).

The capital budget of the City projects a spending plan of approximately R22 billion over the next three-year period. The capital budget for the 2024/25 financial year amounts to approximately R7.2 billion. Approximately R3.7 billion of the capital budget will be funded by the City and R3.5 billion from grants and public contributions.

Funding Sources for 2024/25



- R2.5 billion of capital will be funded from loans;
- R1.2 billion of capital will be funded through cash surpluses;
- R385.6 million will be funded from grants received from National (PTIS – R360.6 million and NDPG – R25 million);
- R2 billion will be funded through the Urban Settlement Development Grant (USDG);
- R739.7 will be funded through the Upgrading of Informal Settlements Program (UISP); and
- R463.4 million will be funded from other sources (public and bulk service contributions).

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The table below reflects the medium-term capital budget over the next three years.

Funding source	Original Budget 2023/24 R 000	Adjusted Budget 2023/24 R 000	Budget 2024/25 R 000	Budget 2025/26 R 000	Budget 2026/27 R 000
COJ - Loans	2 500 000	2 500 000	2 500 000	2 500 000	2 500 000
COJ - Cash	2 000 000	1 200 000	1 200 000	1 500 000	1 500 000
National	2 803 834	2 860 462	3 078 935	3 426 888	2 466 936
Provincial		4 500			
Other	338 372	338 372	463 397	454 033	458 226
Total	7 642 206	6 903 334	7 242 332	7 880 921	6 925 162

Annexure A attached reflects the medium-term capital budget per vote.

Annexure B attached reflects the detail capital projects for the 2024/25 to 2026/27 financial years.

The 2024/25 Capital Budget is as follows:

SUSTAINABLE CLUSTER

Sustainable Cluster Capital	Adjusted Budget 2023/24 R 000	Budget 2024/25 R 000	Budget 2025/26 R 000	Budget 2026/27 R 000
Environment And Infrastructure	9 100	26 500	22 050	11 000
Human Settlements	1 428 856	1 169 535	1 572 736	1 251 560
City Power	1 357 654	1 334 798	1 434 149	1 363 161
Johannesburg Water	1 072 082	1 211 086	1 508 298	1 037 217
Pikitup	92 215	214 994	315 050	677 493
Johannesburg Social Housing Company	337 496	247 066	380 572	272 961
Total Capital	4 297 403	4 203 979	5 232 855	4 613 392

The three-year medium-term capital budget of the Sustainable Cluster amounts to approximately R14.1 billion. Below follows a highlight of capital budget/project per department and municipal entity within the Sustainable Cluster for the 2024/25 financial year.

- Environment and Infrastructure is allocated R26.5 million for capital. Allocation to the various projects include:
 - Air Quality Analyzers: Asset Management R10 million;
 - Braamfonteinspruit Upper Catchment R1.5 million; and
 - Waste Management: Waste Sorting Facilities R15 million.

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- The Human Settlements department is allocated a capital budget of R1.2 billion in the 2024/25 financial year. The budget is allocated to the following projects:
 - Tshepisoong Proper R15.8 million;
 - Operational capital (HS) New Operational Capex Braamfontein Werf F City Wide R2.9 million;
 - Inner City Upgrading (Transitional/Emergency and Rental Stock) Renewal Rental Flats Johannesburg F Regional R4 million;
 - Braamfischerville Ext 12&13: C Ward R13.3 million;
 - Lufhereng Mixed Development (Bulk Link & Internal Infrastructure Roads Storm Water Management Systems Sewer & Water for 24 000 houses) R275.5 million;
 - South Hills Housing Mixed Development R10.4 million;
 - Fleurhof Mixed Development R30.7 million;
 - Dube Hostel Renewal Building Alterations Dube Ext2 D Ward R18.4 million;
 - Goudrand Rental Development R30 million;
 - Elias Motsoaledi Ext1 Township Development (Region D - Ward 24) R29.9 million;
 - Klipspruit/Kliptown New Bulk Infrastructure (Housing project around the Walter Sisulu Square) Klipspruit D Ward R22.9 million;
 - Kanana Park Ext 1 R8.4 million;
 - Finetown Proper -Region G R11.1 million;
 - Kanana Park Ext 34 & 5 R8.4 million;
 - Drieziek Ext3 R15.4 million;
 - Drieziek Ext5 R15.4 million;
 - Ennerdale South R15.4 million;
 - Como City Phase 2 (Malibongwe Ridge) R17.3 million;
 - Riverside View ext 28 (Diepsloot Ext 12) R12.4 million;
 - Land Acquisition for Housing Developments City Wide R150 million;
 - Bramfischerville Ext 7 & 8 R15.4 million;
 - Drieziek Ext4 R15.4 million;
 - Kanana Park Ext 2 R8.4 million;
 - Madala Hostel Redevelopment R14.7 million;
 - Stock Flats and Old-Age Home Upgrading R12.4 million;
 - Southern Farms Mega Mixed Development R8.4 million; and
 - Formalisation of informal settlements (UISP) R387.2 million.
- City Power is allocated R1.3 billion for capital. Allocation to the various projects include:
 - Installation of new service connections in Alexandra Ext.63 R8.7 million;
 - New service connections in Berea R24 million;
 - RTU installations New SCADA City Wide R10.7 million;
 - Prepare mini subs and load centres for 11 kV conversion Renewal Township Reticulation in Jeppestown South R10.5 million;
 - Installation of new service connections in Halfway House R5.7 million;

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- New service connections in Ferndale Ext.25 R12.7 million;
- New service connections in Roodepoort Ext.2 R19.8 million;
- New service connections in Reuven R25.7 million;
- New service connections in Hurst Hill R44.6 million;
- Replacement of aged and/or faulting MV cables Renewal Medium Voltage Network in North Riding Ext.30 R4.8 million;
- Integrated security, fire detection and suppression systems for major substations. Including fibre optic links (+ 50 % of budget). New Security Equipment City Wide R1 million;
- Refurbishment of LV Infrastructure Renewal Low Voltage in Reuven R4.7 million;
- Refurbishment of MV infrastructure, switchgear and transformers Renewal Medium Voltage Network in Reuven R4.7 million;
- Replacement of aged and/or faulting MV cables Renewal Medium Voltage Network in Reuven R4.7 million;
- Establish new 88/11 kV substation at Ruimsig. New Bulk Infrastructure R20 million;
- Acquire servitudes and substation sites New Transmission Line in Reuven R5.9 million;
- Allandale Substation: Upgrade 2x10 MVA transformers to 40 MVA Renewal Bulk Infrastructure in Commercia Ext.11 R14.3 million;
- Emergency Work Renewal Medium Voltage Network in North Riding Ext.30 R23.1 million;
- Replace open LV conductors with ABC Renewal Low Voltage City Wide R5 million;
- Emergency Work Renewal Medium Voltage Network in Reuven R14.4 million;
- Normalisation Renewal Medium Voltage Network in Alexandra Ext.42 R9.5 million;
- Installation of pre-paid meters and protective structures Renewal Metering Equipment in Lenasia Ext.13 R67.5 million;
- Operational Capex in Reuven R18.5 million;
- Replace batteries in substations Renewal Bulk Infrastructure City Wide R14.3 million;
- Install new IED's in substations Renewal Protection City Wide R17.3 million;
- Lutz: Establish new 88/11 kV cabling New Bulk Infrastructure Honeydew Manor Ext.11 R40 million;
- Transformer capital program to eliminate high risk transformers Renewal Bulk Infrastructure City Wide R9.5 million;
- Telecommunications, Fibre optic installations and upgrades Renewal SCADA in Reuven R9 million;
- Emergency work on the transmission network in Reuven R67.8 million;
- Revenue Generation Efficiency Project. Pre-paid system installation of semi-automated pre-paid and automated pre-paid (smart meters) Renewal Service Connections City Wide R33.8 million;

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- Upgrading of 88 kV overhead lines Renewal Bulk Infrastructure City Wide R33.5 million;
 - Replace obsolete energy meters with prepaid units City Wide R19.5 million;
 - Extend Mondeor substation and construct new 88 kV switching station. New Bulk Infrastructure in Mondeor R13.5 million;
 - Install statistical meters on all distributors City Wide R110 million;
 - IT Network Upgrade Renewal Computer Hardware City Wide R71.3 million;
 - Construct 88 kV switchyard adjacent to Pennyville substation. New Bulk Infrastructure in Pennyville R9.5 million;
 - Upgrade Eldorado Substation Renewal Bulk Infrastructure R5 million;
 - Upgrade MV Networks in CBD. Renewal Medium Voltage Network R4.8 million;
 - Electrification of various Informal Settlements - City Wide R202.5 million;
 - Rooftop PVC R48.8 million;
 - Bank City SWs: Satellite R67.8 million;
 - Brynorth: Substation R5.9 million;
 - Installation of new public lighting: Street lights (City Wide) R6.9 million;
 - Installation of new public lighting: Group luminaire replacement R19.2 million;
 - Dainfern Substation Upgrade R15 million;
 - Mobile sub-station R25 million;
 - Refurbish Vasco Switching Station R15 million;
 - Upgrade Eikenhof Substation R9.5 million; and
 - Energy Efficient Programme R100.9 million.
- Johannesburg Water is allocated R1.2 billion for capital. Allocation to the various projects include:

Water is allocated R909 million and projects include:

- Midrand: President Park Tower Reservoir 80MI R2.8 million;
- Water Demand Management: New Operate and Maintenance Assets (Orange Farm and Soweto) R156 million;
- New Basic Water and Sewer Services R10 million;
- Operational Capital: Planning and engineering studies R11.5 million;
- Operational Capital: Operations and Maintenance R140 million;
- Operational Capital: Corporate Requirements of Johannesburg Water R59 million;
- Sandton/Alexandra: Planned replacement watermains R28 million;
- Roodepoort/Diepsloot: Planned Replacement Watermains R12 million;
- Johannesburg Central: Planned Replacement Watermains R15 million;
- Sandton/Alexandra: Linbro Park Water Upgrade R1 million;
- Olifantsvlei Works: Digester Heating and Mixing R5 million;
- Soweto: Planned Replacement of the Watermains R10 million;
- Operational Capital: Provision for Emergency Work R7 million;
- Midrand: Blue Hills Tower 18ML R1 million;

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- Midrand: Carlswald New Reservoir R55 million;
- Sandton/ Alexandra: Woodmead Reservoir 22ML R30 million;
- Bushkoppies Works: Infrastructure Renewal Plan R35.5 million;
- Driefontein Works: Infrastructure Renewal Plan R10 million;
- Roodepoort/Diepsloot: Robertville Tower 225ML R5 million;
- Midrand: Erand Tower 2 15ML R55 million;
- Midrand: Pretoriusrand Tower 12ML R800 thousand;
- Midrand: Halfway house Reservoir 20ML R13 million;
- Midrand: Planned Replacement Sewermains R12 million;
- Midrand: Pretoriusrand Reservoir 10ML R800 thousand;
- Halfway House Water Upgrade R78 million;
- Johannesburg Central: Brixton Reservoir 2.26ML R108 million;
- Roodepoort/ Diepsloot: Diepsloot Reservoir 40 ML R3 million;
- Sandton/Alexandra: Linksfield Reservoir 375ML R1.5 million;
- DF: Infrastructure Renewal Plan 2 R1 million;
- Peri-urban 781mm diameter Bulk Main R1 million;
- Bryanston Tower 1.5 ML R3 million;
- NW: Infrastructure Renewal Plan 2 R500 thousand;
- Orange Farm/Deep South: Lenasia Reservoir 675mm diameter Bulk R5 million;
- Linbro Park Towner 15ML R2.5 million;
- Alexander Water Bulk Main Renewal (G7) R800 thousand;
- Cosmo City Reservoir 30 ML R1 million;
- Lion Park to Lanseria 600mm diameter Bulk Main R1 million;
- Crosby Bulk Pipeline R25 million;
- Turffontein Redevelopment Corridor: Forest Hill Tower R1.5 million; and
- Cosmo City Sewer Upgrade R1 million.

Sewer is allocated R302.1 million and projects include:

- Northern Works: Belt Presses New #4 R25 million;
- Bushkoppies Works: BK Balancing Tank Completed R5 million;
- Northern works: Unit 5 mod 2 R125 million;
- LA: Module 1 R5 million;
- Olifantsvlei: Refurbish Unit 2 R1 million;
- Goudkoppies Works: Infrastructure Renewal Plan R5 million;
- Northern Works: Infrastructure Renewal R8.5 million;
- Orange Farm/ Deep South: Planned Replacement Sewermains R10 million;
- Sandton/ Alexandra: Planned Replacement Sewermains R26 million;
- Roodepoort/ Diepsloot: Planned Replacement Sewermains R5 million;
- Roodepoort/ Diepsloot: Lanseria Outfall Sewer Upgrade R2 million;
- Johannesburg Central: Planned Replacement Sewermains R25 million;
- Soweto: Planned Replacement Sewermains R10 million;
- Johannesburg Central: Turffontein Redevelopment Corridor Sewer Renewal R800 thousand;
- Roodepoort/ Diepsloot: Diepsloot Sewer Pipelines and Bridge R10 million;

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- Northern Works: Unit 4 liquor treatment R10 million;
 - OV: Infrastructure Renewal Plan R5 million;
 - Soweto: Anthea Nancefield Sewer (Klipspruit River) Phase 1 R15 million;
 - EN: Upgrading of Southern Treatment Capacity R4.8 million;
 - OV: Infrastructure Renewal Plan 2 R2 million; and
 - OV: Inlet Screw Pumps Replacement R2 million.
- Pikitup is allocated R215 million for capital. Allocation to the various projects include:
 - Waste bulk containers R5 million;
 - Marie Louise Landfill site-improved compliance and alterations R44.7 million;
 - ICT Hardware and Software R5 million;
 - Facilities renewal, upgrades including branding and signage R10 million;
 - Buyback/Sorting facilities including drop-off centres and associated plant/equipment R10 million;
 - Robinson Deep landfill site improved compliance, alterations and cell development R48 million;
 - Goudkoppies Landfill site- improved compliance and alterations R36.8 million;
 - Linbro Park landfill site-improved compliance and alterations R20 million;
 - Office equipment R500 thousand;
 - Ennerdale Landfill site-improved compliance, alterations and cell development R10 million;
 - Upgrading and Engineering Services at Selby Depot R5 million;
 - New Fleet R15 million; and
 - Upgrading and engineering services at Midrand Depot R5 million.
 - JOSHCO is allocated a capital budget of R247.1 million in the 2024/25 financial year. The budget is allocated to the following projects:
 - Lufhereng Social Housing Project Region D R86.5 million;
 - Lombardy East Social Housing Project Region E R1.4 million;
 - Randburg Selkirk Social Housing Project Region B R8.4 million;
 - Nancefield Social Housing Project Region D R8.9 million;
 - Dobsonville Social Housing Project Region D R2.8 million;
 - Marlboro Social Housing Project Region E R2.8 million;
 - Princess Plots Social Housing Project Region C R10.6 million;
 - Existing Stock Redevelopment Upgrade and Major Maintenance Renewal Building Alterations Johannesburg F City Wide R8.4 million;
 - Nederburg Social Housing Project Region A R8.9 million;
 - Devland Golden Highway Social Housing Project Region D R7.3 million;
 - City Deep Social Housing Upgrade Region F R2.8 million;
 - Casamia Inner City Building Upgrade Region F R11 million;
 - Smit Street Inner City Building Conversion Region F R8.6 million;

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- 106 Claim Street Inner City Building Conversion Region F R3.7 million;
- Abel Road Inner City Building Conversion Region F R12.8 million;
- Booyens Street Inner City Conversion R8.1 million;
- 38 Rissik Street (NBS) Inner City Building Conversion R12.6 million;
- Malvern Building Conversion R1.6 million;
- Tum-Key 1: Region A R20.6 million;
- Tum-Key 1: Region B R4.5 million;
- Park Chambers R1.6 million;
- Kelvin R1.6 million;
- Frank Brown/ Milpark Social Housing Development R1.6 million; and
- Tum-Key : Region F (Denver Social Housing) R10.4 million.

HUMAN AND SOCIAL DEVELOPMENT CLUSTER

Human and Social Development Cluster Capital	Adjusted Budget 2023/24 R 000	Budget 2024/25 R 000	Budget 2025/26 R 000	Budget 2026/27 R 000
Community Development	41 448	45 582	31 758	42 560
Health	98 218	135 928	91 743	90 688
Social Development	101 963	55 133	76 305	79 011
Public Safety	60 230	50 344	47 109	59 950
Johannesburg City Parks And Zoo	51 330	40 510	47 905	36 900
Joburg City Theatres	21 571	20 088	23 066	24 718
Total Capital	374 760	347 584	317 886	333 828

The three-year medium-term capital budget of the Human and Social Development Cluster amounts to approximately R999.3 million. Below follows a highlight of capital budget/project per department and municipal entity within the Human and Social Development Cluster for the 2024/25 financial year.

- Community Development is allocated R45.6 million. Allocations to the various projects include:
 - Museum Africa and Precinct R806 thousand;
 - ACH Operational Capital R640 thousand;
 - Joburg Library (Centre of Excellence) R5.4 million;
 - Libraries Operational Capital R640 thousand;
 - Kaalfontein New Community Centre R18.1 million;
 - Cosmo City New swimming pool New Community Centre R1.8 million;
 - Sports and Recreation Operational Capital R640 thousand; and
 - Matholsville New MPC Community Centre R17.4 million.

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- Health is allocated R135.9 million for capital. Allocation to the various projects include:
 - Protea South Clinic Renewal R38 million;
 - Zandspruit New Clinic (Acquisition of land, layout and design and construction of buildings etc.) R900 thousand;
 - Hikensile Clinic Renewal R65 million;
 - Operational Capital Spend for Health R2 million;
 - Minor Works at Various Clinics Across the City R6.7 million;
 - Naledi New Clinic R15 million;
 - Elias Motsoaledi Clinic Renewal R300 thousand;
 - South Hills Clinic Renewal R300 thousand;
 - Rabie Ridge Clinic Renewal R300 thousand;
 - Freedom Park New Clinic R300 thousand;
 - Airconditioners: Supply, install and renew of air conditioners in Health Facilities across the City R100 thousand;
 - Electricity Upgrades, Solar, Generators UPS's and Back-up Electricity for Health Facilities across the City R2 million;
 - WAN and LAN Upgrade R1 million;
 - Hardware R1 million; and
 - Software for Environmental Health System R3 million.

- Social Development is allocated R55.1 million for capital. Allocation to the various projects include:
 - Shelters for Displaced People R25.1 million;
 - Minor Upgrades of all Social Development Facilities R800 thousand;
 - Operational Capital R2.5 million;
 - Louis Botha: Co - Production zone for social interventions Renewal Corridors of Freedom Intervention R1.5 million; and
 - Betrams New Multi-Purpose Center R25.2 million.

- Public Safety Department is allocated a capital budget of R50.3 million in the 2024/25 financial year. The budget is allocated to the following departments.

Public Safety: Head Office

- Construction of a business desk at Midrand (One Stop shop for corporate clients) R4 million.

Public Safety: EMS

- Standby Generators for current fire stations and replacement New Plant and Equipment Martindale C City Wide R1.4 million;
- New Fire Station - Central Fire Station Marshalls Town F Ward R2 million;

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- Lehae EMS Training building periphery wall Lehae Ext1 G City Wide R2.4 million; and
- Procurement of new furniture for all Fire Stations R2.3 million.

Public Safety: JMPD

- Supply Firearms to the JMPD new recruits Renewal Plant and Equipment City and Suburban Ext6 F City Wide R15 million;
 - Operational Capex: Computers for Regional Commanders New Operational Capex Johannesburg E City Wide R3.2 million; and
 - Implementation of IIOC phase 2 R20 million.
- Johannesburg City Parks and Zoo is allocated R40.5 million for capital. Allocation to the various projects include:
 - Lenasia Eco Park Development R1.6 million;
 - Olifantsvlei Cemetery Renewal R5.6 million;
 - City Parks House - New Furniture R800 thousand;
 - Lehae 1 Park Development R1.6 million;
 - City Parks House - IT Equipment R1.2 million;
 - Plant and Equipment R2.9 million;
 - Road Islands and Town Entrances Greening & Beautification New Park City Wide R2.4 million;
 - COJ Park Upgrades- Various Regions and Wards R3.2 million;
 - JHB Botanical Gardens Infrastructure Upgrade R1.6 million;
 - Kliprivier Nature Reserve Upgrade Renewal R800 thousand;
 - Zoo - Animal Purchases New Operational Capex R1.2 million;
 - Zoo Infrastructure Renewal Building Alterations R3.6 million;
 - Innerscity Parks Intervention Development and Upgrading R2.4 million;
 - Cemetery Upgrades- Phase 1 R3.9 million;
 - Golden Harvest Park Upgrade R2.4 million;
 - Lufhereng New Park Development R1.6 million;
 - Florida Park Upgrade R1.2 million; and
 - Braamfischer Parks R2.5 million.
 - Joburg City Theatre is allocated R20.1 million. Allocations to the various projects include:
 - Promusica Theatre - Upgrading of technical equipment R600 thousand;
 - Joburg Theatre - Building Renovations and upgrades New Building Alterations R2.9 million;
 - Joburg Theatre - Upgrade of stage machinery Renewal Plant and Equipment R11.7 million;
 - Soweto Theatre - Upgrading of Technical Equipment Renewal Building Alterations R1 million;
 - Soweto Theatre - Building Renovations and upgrades R1.4 million;

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- Promusica Theatre - Building renovations and upgrades Renewal Building Alterations R454 thousand;
- Promusica Theatre - Information Technology New Computer Hardware and Software R1 million; and
- Joburg Theatre - Technical Equipment New Capex R1 million.

ECONOMIC GROWTH CLUSTER

Economic Growth Cluster Capital	Adjusted Budget 2023/24 R 000	Budget 2024/25 R 000	Budget 2025/26 R 000	Budget 2026/27 R 000
Economic Development	697	4 800	2 010	1 500
Transport	526 192	434 705	499 960	150 703
Development Planning	48 350	69 771	62 570	69 900
Joburg Market	121 507	89 460	65 834	44 714
Metropolitan Trading Company	3 643	2 914	6 700	6 000
Johannesburg Property Company	24 991	55 674	88 034	116 415
Johannesburg Development Agency	197 715	132 646	309 179	307 051
Johannesburg Roads Agency	809 234	793 320	694 812	717 986
Metrobus	72 912	221 849	218 550	87 420
Joburg Tourism	5 088	1 193	1 247	1 301
Total Capital	1 810 327	1 806 334	1 948 897	1 502 989

The three-year medium-term capital budget of the Economic Growth Cluster amounts to approximately R5.3 billion. Below follows a highlight of capital budget/project per department and municipal entity within the Economic Growth Cluster for the 2024/25 financial year.

- Economic Development is allocated a capital budget of R4.8 million in the 2024/25 financial year. The budget is allocated to the following projects:
 - Operational Capital - Economic Development R800 thousand; and
 - Informal Trade Permit System Data Intelligence Dashboard Service and query resolution and ticketing R4 million.
- The Transport department is allocated a capital budget of R434.7 million in the 2024/25 financial year. The budget is allocated to the following projects:
 - Large: Public Transport Facility Redevelopment of Kazerne Newtown Ext Region F R2.4 million;
 - PTF: Small Public Transport Facilities: Tshepisoong R2.4 million;
 - PTF: Small Public Transport Facilities: Orange Farm Ext 7 (Region G) R7.6 million;
 - COMPL: Sidewalk Improvements: Tshiawelo Metrorail Station Link: Mhlaba / C Hani New Nodal Transport Facilities Chiawelo D City Wide R5.3 million;

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- PTF Small Public Transport Facility Design and Construction of Zola Public Transport Facility New Nodal Transport Facilities Zola D Regional R800 thousand;
 - Small: Public Transport Facility in Zakariya Park Region G R2.8 million;
 - Complete Streets: (KFW - German Development Bank): Orlando East to UJ Soweto Route R4 million;
 - PTF: Small Public Transport Facility Design and Construction of Kya Sand Superstop New Nodal Transport Facilities Kya Sand R1.9 million;
 - 22783_00_Operational Capital R800 thousand;
 - PTF: Upgrading of Sunninghill Public Transport Facilities R840 thousand;
 - PTF: Upgrading of Rosebank Public Transport Facility R12.4 million;
 - Complete Streets: Turfontein R1.3 million;
 - Complete Streets: Deep South R1.2 million;
 - 2804_16_Rea Vaya BRT Phase 1C New Stations R13 million;
 - 2804_18_Selby Bus Depot (Phase 2C – Administration Building) R47.3 million;
 - 2804_15_Rea Vaya BRT Land Acquisition R15 million;
 - 2804_20 Rea Vaya BRT Phase 1 A and B Station Rehabilitation R25 million;
 - PTF: Small Public Transport Facility Design and Construction of Lakeside New Nadal Transport Facilities (Stops) R2.4 million;
 - Roodepoort Public Transport Facility R800 thousand;
 - PTF: Public Transport Stops in Cosmo City R2.9 million;
 - Complete Streets: NMT links to Railway Stations: Phefeni Station R1.4 million;
 - Complete Streets: NMT links to public transport facilities in Tshepisong R1.7 million;
 - Complete Streets: NMT links to public transport facilities in Orange Farm R1.6 million;
 - Rea Vaya Auto Fare Collection System (AFCS) R150 million;
 - Sandton to Ivory Park Depots and Terminals R25 million;
 - Sandton to Ivory Park BRT Roadways R15.3 million;
 - Carr Street Public Transport Facility R11.7 million;
 - Jack Mincer Public Transport Facility R960 thousand;
 - Fleet Africa Public Transport Facility R1.4 million;
 - Metro Mall Public Transport facility R2.4 million;
 - BRT phase 1C Roadways R50 million;
 - Depo Rehabilitation Phase 1 A R20 million;
 - Helen Joseph Public Transport Facility R1.6 million; and
 - Upgrading of JITI control room R1.6 million.
- Development Planning is allocated R69.8 million. Allocations to the various projects include:
 - Operational Capital: DPUM Renewal Operational Capex R12.6 million;
 - New Turfontein Clinic R20.2 million;
 - Brixton Social Cluster R9.5 million;

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- Jabulani Precinct Upgrades R6.4 million;
 - Innerscity Core PEU (Including the Southern Parts) R9.4 million;
 - Fordsburg PEU R800 thousand;
 - Mayfair PEU R720 thousand;
 - Inner City Partnership Fund R4 million;
 - Soweto Strategic Area Framework and Implementation R5 million; and
 - Kliptown Multipurpose Centre R1.2 million.
- Joburg Market is allocated a capital budget of R89.5 million in the 2024/25 financial year. The budget is allocated to the following projects:
 - Upgrades to the Main Building (Mandela Market Cold Rooms Offices and Food Courtyard) R6.9 million;
 - Installation of Sprinkler System (Fire suppression system OHSA) R6.5 million;
 - Construction of a pack-house for emerging farmers at the Joburg Market R1 million;
 - Upgrading of Banana Ripening and Cold rooms R10.8 million;
 - Smart Market Project R1.4 million;
 - Alternative Energy Systems R38 million;
 - Installation of Smart Meters - Revenue Protection R11.4 million;
 - Rocker Bins R1.6 million;
 - Cashless Project R2.5 million;
 - Soweto Market R1.9 million;
 - Operational Capex (Office Equipment) R2.5 million; and
 - Road Rehabilitation R5 million.
- Metropolitan Trading Company is allocated R2.9 million for capital. Allocation to the projects include:
 - Office upgrade (24 Jan 2022) R1.1 million; and
 - WIFI Management and Commercialisation R1.8 million.
- Johannesburg Property Company is allocated a capital budget of R55.7 million in the 2024/25 financial year. The budget is allocated to the following projects:
 - City wide revamping of the Informal Trading Stalls and Linear Markets R3.2 million;
 - Orlando Ekhaya Waterfront Development Renewal Park Orlando Ekhaya D Regional R8 million;
 - Computer Equipment - New Computer upgrades (Acquisition and Installation of the digital security and ICT WAN R2 million;
 - Site Development Projects New Land Preparation Johannesburg F City Wide R618 thousand;
 - Erf 43-46 Victoria Ext 3(Paterson Park Node) Victoria Ext3 E Regional R1.7 million;

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- Office Space Optimisation Program New Precinct Redevelopment Johannesburg F City Wide R6.6 million;
 - Marlboro Station Project Land Preparation R3 million;
 - Metromall Taxi Rank Shop Revitalisation and Waste Management Area Redesign R6.1 million;
 - Inner City Rejuvenation Programme/Project R6 million;
 - Acquisition of various properties in SOWETO R800 thousand;
 - Acquisition of Cleaning Equipment R2.7 million; and
 - 23776_Walter Sisulu Square Upgrade R15 million.
- Johannesburg Development Agency is allocated R132.6 million. Allocations to the various projects include:
 - Randburg CBD regeneration Renewal Precinct Redevelopment R5.2 million;
 - Diepsloot Development Renewal Precinct Redevelopment R2.8 million;
 - Balfour Park Transit Precinct Development (Louis Botha Corridor) Renewal Precinct Redevelopment R1.4 million;
 - CORR - Louis Botha Transit Oriented Development (TOD) corridor Traffic Impact Assessment (TIA) Stormwater Masterplan and New Constriction and Upgrading Renewal Corridors of Freedom Intervention R6.3 million;
 - Pennyville Precinct Renewal Precinct Redevelopment R7.5 million;
 - Operational Capex New Operational Capex R1.9 million;
 - Melville Activity Street_Neighbourhood Development_CoF_Upgrade R4.4 million;
 - Roodeport CBD regeneration Renewal Precinct Redevelopment R400 thousand;
 - Watt Street Precinct Wynberg R8.6 million;
 - Inner City Eastern Gateway_TOD and Movement Corridors R5.7 million;
 - Klipfontein View Wellness centre R25 million;
 - Braamfischer Ext 12 Roads and stormwater R3.8 million;
 - 23775_Ivory Park Urban Renewal Programme R3 million;
 - 23776_Kliptown Urban Renewal Programme R513 thousand;
 - 23705_Orange Farm Urban Renewal Programme R55.2 million; and
 - Community Based Projects R1 million.
 - Johannesburg Roads Agency is allocated a capital budget of R793.3 million in the 2024/25 financial year. The budget is allocated to the following projects:
 - MISCL - Emergency Critical and Urgent Depot Stormwater Improvements Existing Stormwater Management Projects Johannesburg City Wide R50.9 million;
 - MISCL - Tarring of Gravel Roads: Orange Farm and Surrounding Areas New Roads: Construction and Upgrades Orange Farm G Ward R70 million;
 - CATCH 210 - Klein Jukskei Catchment: (CBP) Stormwater Control: Willows Development - Windsor New Stormwater Catchments Jukskei Park B Ward 115 R800 thousand;

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- 23775_03_MISCL - Tarring of Gravel Roads: Diepsloot New Roads: Construction and Upgrades Diepsloot West Ext3 A Ward 113 R49 million;
- REHAB - Road Rehabilitation and Reconstruction Programme Renewal Roads: Construction and Upgrades Johannesburg City Wide R5.6 million;
- CATCH 210 - Klein Jukskei Catchment: Bond Stream Relief System Ferndale New Stormwater Catchments Ferndale B Ward 104 R9.5 million;
- MISCL - Investigate and Design Future Schemes New Operational Capex Johannesburg F City Wide R2.4 million;
- MISCL - Integrated Roads and Stormwater Master planning New Stormwater Management Projects Johannesburg F City Wide R9.5 million;
- BRID 11 - Bridge Rehabilitation Renewal Bridges (Pedestrian and Vehicles) Johannesburg F City Wide The bridges include Modderfontein Road Dorelan Bridge Drive Bradley View The Avenue (Hilson) The Gardens 12th Avenue Bryanston R45.2 million;
- MOB - Intelligent Transport Systems (ITS) Projects New Mobility: Intelligent Transportation System and Networks Johannesburg F City Wide R2.4 million;
- CATCH 10 - Emergency Stormwater Improvement (Multiyear) New Stormwater Catchments Protea Glen D Ward 13 R9.5 million;
- Operational Capital: CS - Operational Capex Renewal Operational Capex Johannesburg F City Wide R5.6 million;
- MOB - Installation of New Warranted Traffic Signals R4 million;
- RNP022_Richards Drive Upgrading Renewal Roads: Construction and Upgrades Halfway House Ext95 Ward 110 R4.8 million;
- CS - Capital Equipment New Plant and Equipment Johannesburg F City Wide R22.3 million;
- RNP005_Spencer Road New Link New Roads: Construction and Upgrades Fleurhof C Regional Ward 70 R2.4 million;
- RNP085_Bulk stormwater development/Transport hub Sandown E Ward 91 R9.5 million;
- MOB - SARTSM: Upgrade Traffic Signals intersections City Wide R14.3 million;
- MOB - Alternative Energy: Alternative Power Sources (LED) New Mobility: Intelligent Transportation System and Networks Johannesburg F City Wide R1.6 million;
- MOB - Geometric Improvements Renewal Mobility: Intelligent Transportation System and Networks Johannesburg F City Wide R1.4 million;
- MOB - Remote Monitoring: Urban Traffic Control (UTC) New Mobility: Intelligent Transportation System and Networks Johannesburg F City Wide R1.2 million;
- MOB - Alternative Energy: Alternative Power Sources (UPS) New Mobility: Intelligent Transportation System and Networks Johannesburg F City Wide R4.8 million;
- MOB - Upgrading Controllers and Phasing Renewal Mobility Intelligent Transport System and Networks Johannesburg F City Wide R3.8 million;

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- CATCH 240 - Jukskei Catchment - Vorna Valley Stream New Stormwater Catchments Vorna Valley Ext13 A Ward 132 R1.4 million;
- MISCL - Dam Safety Rehabilitation Renewal Stormwater Management Projects Johannesburg F City Wide R5.5 million;
- MOB - Upgrading of Traffic Signal Controllers CS Operational Capex Renewal Mobility Intelligent Transport System and Networks Johannesburg F City Wide R11.1 million;
- RESUR - Resurfacing of Roads Renewal Roads: Rehabilitation Johannesburg City Wide R57.1 million;
- BRID 11 - Bridges: Visual Condition Assessment and Detailed Bridge Design for Bridge Rehabilitation Projects (Bridge Management System) New Bridges (Pedestrian and Vehicles) Johannesburg F City Wide R4 million;
- BRID 20 - Bridges: Replacement of bridges (Pedestrian and Vehicles) Johannesburg F City Wide R44.4 million;
- MOB - Recabling of Traffic Signals Intelligent Transportation System and Networks Johannesburg F City Wide R17 million;
- Operational Capital: CS - Depot Upgrading and Standardization Renewal Operational Capex Johannesburg F City Wide R13.6 million;
- CONV - Conversion of Open Drains to underground storm water system/Covered Drains in Orange Farm Renewal Stormwater Management Projects Orange Farm G Ward 3 R5.3 million;
- 23776_05_CONV - Conversion of Open Drains to underground storm water system in Bram Fischerville Renewal Stormwater Management Projects Bram Fischerville C Ward 49 R5.1 million;
- RAMS - GIS Improvement R2.4 million;
- RESUR - Resurfacing of M1 Motorway Renewal Roads: Rehabilitation Melrose E City Wide Ward 67 R4 million;
- RESUR - Resurfacing of M2 Motorway Renewal Roads: Rehabilitation Johannesburg F City Wide Ward 124 R5.7 million;
- RESUR - Resurfacing of Soweto Highway Renewal Roads: Rehabilitation ORLANDO D City Wide Ward 29 R5.4 million;
- 22776_03_MISCL - Tarring of Gravel Roads: Tshepisong New Roads: Construction and Upgrades Tshepisong C Ward 128rd R20 million;
- REHAB - Rehabilitation of Open Channels City Wide Renewal Stormwater Management Projects Johannesburg F City Wide R7.2 million;
- MISCL - Tarring of Gravel Roads: Kaalfontein New Roads: Construction and Upgrades Kaalfontein Ext2 A Ward 92 R15 million;
- 23775_03_MISCL - Tarring of Gravel Roads: Mayibuye New Roads: Construction and Upgrades Commercia A Ward 110 R10 million;
- Rehabilitation of aged and incapacitated stormwater infrastructure in the City R2.4 million;
- MISCL - Tarring of Gravel Roads: City Wide R60 million;
- CATCH - Flooding intervention and alleviation in Far East Bank - Alexandra Ward 105 R6.4 million;
- CATCH - River rehabilitation and erosion protection measures in Johannesburg City Wide R3.2 million;

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- 23775_Tarring of gravel roads: Wards 77 133 and 80 R17.4 million;
 - 23775_Stormwater Conversion: Wards 78 79 and 133 R4.8 million;
 - 23775_Upgrade roads Klipfonteinview Ward 32 R14.3 million;
 - 23775_Khosa Street- - gravel roads and stormwater Ward 47 R20 million;
 - MOB -Traffic Management Centre Renewal Mobility: Intelligent Transportation System and Networks R6.1 million; and
 - Reconstruction of Lillian Ngoyi F Ward 60 123 and 124 R94.1 million.
- Metrobus is allocated a capital budget of R221.8 million in the 2024/25 financial year. The budget is allocated to the following projects:
 - Furniture and Office Equipment R950 thousand;
 - Purchasing of New Buses R160 million;
 - Plant and Machinery R7.7 million;
 - Engine and Gear box refurbishment R5 million;
 - IT Equipment New Computers and Hardware Computer Hardware R14.3 million;
 - Building - Building Alterations/Upgrade R410 thousand;
 - Bus Refurbishment R5 million; and
 - Cashless Ticketing System Bus CCTV on board machine R28.5 million.
 - Johannesburg Tourism Company is allocated a capital budget of R1.2 million in the 2024/25 financial year. The budget is allocated to the following projects:
 - Tourism ICT R105 thousand;
 - Movable Assets R105 thousand; and
 - Mobile VIC'S R983 thousand.

GOOD GOVERNANCE CLUSTER

Good Governance Cluster Capital	Adjusted Budget 2023/24 R 000	Budget 2024/25 R 000	Budget 2025/26 R 000	Budget 2026/27 R 000
Group Forensic Investigation Services	750	2 050	2 250	2 450
Office Of The Ombudsman	600	800	335	300
City Manager	17 202	26 978	12 603	9 635
Group Information And Communication Technology	336 552	633 504	201 402	439 009
Group Finance	30 000	17 618	12 060	7 200
Group Corporate And Shared Services	32 741	201 085	150 959	14 859
Speaker: Legislative Arm Of Council	3 000	2 400	1 675	1 500
Total Capital	420 845	884 435	381 283	474 953

The three-year medium-term capital budget of the Good Governance Cluster amounts to approximately R1.7 billion. Below follows a highlight of capital budget/project per department within the Good Governance Cluster for the 2024/25 financial year.

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- Group Forensic Investigation Services is allocated R2 million for capital. Allocation to the projects include:
 - Operational Capital R250 thousand; and
 - Email Analysis Tool Software R1.8 million.
- Ombudsman is allocated R800 thousand for capital. Allocation to the project include:
 - Operational Capital: Computers R800 thousand.
- City Manager is allocated R26.9 million for capital. Allocation to the projects includes:
 - Operational Capital R18.2 million;
 - Integrated audit risk and compliance software R3.5 million;
 - Data extraction and analytical tool R4 million; and
 - Automated timesheets for each employee R1.2 million.
- Group Information and Communication Technology is allocated R633.5 million. Allocations to the various projects include:
 - Smart City Enablement New Computer Software R56.7 million;
 - ICT: Infrastructure End User Computer Hardware R9.5 million;
 - Sap software Upgrade/re-implementation to latest SAP version Renewal Computer Software R45.2 million;
 - Non-Sap Application (Johannesburg) Modernization and Optimization Johannesburg City Wide R100 million;
 - Microsoft Licences R100 million;
 - E-Procurement Projects R35.3 million; and
 - Billing System R286.8 million.
- Group Finance is allocated R17.6 million for capital. Allocation to the various projects include:
 - Operational Capital-Look and Feel Project R4.4 million;
 - New Office Equipment and Furniture R4.8 million;
 - Capital Enhancement System Renewal Computer Software R6.8 million; and
 - Valuation Roll System R1.6 million.
- Group Corporate and Shared Services is allocated R201.1 million. Allocations to the various projects include:
 - 3864_02_Procurement of fleet - SHELA: Red fleet (Fire Engines) R100 million;
 - Computers_23227 R842 thousand;
 - Furniture_23227 R97 thousand;

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- Office Machines_23227 R146 thousand; and
- Procurement of Specialized Fleet R100 million.
- The Speaker: Legislative Arm of the Council is allocated R2.4 million for capital. Allocation to the project include:
 - Tools of Trade (New Councillors 270) for staff councillors and governance structures in the legislature for computers printers R2.4 million.

4. POLICY IMPLICATIONS

None

5. LEGAL AND CONSTITUTIONAL IMPLICATIONS

This report is in compliance with the provisions of The Municipal Finance Management Act (Act 56 of 2003).

6. FINANCIAL IMPLICATIONS

Consolidated Capital Budget:

The capital budget for the medium-term framework are as follows:

FY	R 000
2024/25	R7 242 332
2025/26	R7 880 921
2026/27	R6 925 162

7. COMMUNICATION IMPLICATIONS

In terms of Section 24 of the MFMA, the Accounting Officer must inter alia, submit the approved budget to National Treasury and Provincial Treasury immediately after the approval of the budget.

The approved budget will also be communicated to the community and various stakeholders in the manner prescribed by law. The Council shall consider any representations received in terms of Section 23 of the Act.

8. OTHER BODIES/DEPARTMENTS CONSULTED

Group Legal and Contracts, all Core Departments and Municipal Entities.

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9. KEY PERFORMANCE INDICATOR

Management of the budget process in compliance with the Municipal Finance Management Act Chapter 4.

IT IS RECOMMENDED

- 1. That the draft capital budget of R7 242 332 000 for the year 2024/25, R7 880 921 000 for the year 2025/26 and R6 925 162 000 for the year 2026/27 of the City of Johannesburg be noted in terms of Section 16 (3) of the MFMA as set out in the following schedules:**
 - 1.1 Capital budget by vote for each of the Municipal Entities and Core Administration as reflected in Annexure A.**
 - 1.2 Capital budget by project for each of the Municipal Entities and Core Administration as reflected in Annexure B.**
- 2. That the Accounting Officer:**
 - 2.1 In accordance with chapter 4 of the Systems Act:**
 - (a) Make public the annual consolidated capital budget and other documents referred to in section 17(3) of the MFMA; and**
 - (b) Invite the local community to submit representations in connection with the annual consolidated capital budget.**
 - 2.2 Submit the annual consolidated capital budget:**
 - (a) In both printed and electronic formats to the National and Provincial Treasury; and**
 - (b) In either format to any prescribed national or provincial organs of state and to such other municipalities as may be affected by the budget.**
- 3. That the annual consolidated capital budget, together with such representations received as a result of the processes followed in terms of paragraph 2 above, be presented to Council for consideration and approval in terms of Sections 23(1) and 24(1) of the MFMA.**

(GROUP FINANCE)

(tc)

THE NEXT ITEM FOLLOWS THE ANNEXURES TO THIS ITEM