

City of Johannesburg Council 2025-05-29

COJ : MAYORAL COMMITTEE 2025-05-23

GROUP FINANCE

**3A THE 2025/26 – 2027/28 MEDIUM-TERM
OPERATING BUDGET FOR THE CITY
OF JOHANNESBURG**

1. STRATEGIC THRUST

Good Governance

Financial Sustainability

2. OBJECTIVE

The medium-term budget and related documentation for the 2025/26 to 2027/28 financial years are submitted to Council for consideration in terms of section 24 (1 and 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 2025/26 commenced on 15 November 2024 when budget guidelines were issued. Departments and municipal entities (MEs) were requested to prepare budget proposals, and these budget proposals were then presented to the Technical Budget Steering Committee held on 3-5 and 12 December 2024 and Budget Steering Committee held on 15-16, 20, 22 and 27 January 2025. 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 28 February 2025 using the proposed 2024/25 adjustment budget as a basis to ensure financial sustainability over the medium term.

The Minister of Finance's final budget speech was held on 21 May 2025 and the budget does take into account the latest national and provincial allocations as reflected in the Gazettes.

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Consultation Process

The draft medium-term budget for 2025/26 – 2027/28 was tabled at Council on 27 March 2025 for consultation both externally and internally. After tabling of the budget, the draft budget and proposed tariffs were publicised for stakeholders and public comments. A report on the outcome of the consultation process on the budget and tariffs will be submitted separately on the agenda for Council to consider.

3.2 MEDIUM-TERM OPERATING BUDGET

Medium-Term Budget Direction

The 2025/26 medium-term budget will focus on the following key political strategic priorities:

- Good Governance
- Financial Sustainability
- Energy Mix
- Sustainable Service Delivery
- Infrastructure Development and Refurbishment
- Job Opportunity and Creation
- Active and Engaged Citizenry
- Safer City
- Sustained Economic Growth
- Green Economy
- Smart City

Overview of the 2025/26 Medium-Term Budget

The proposed operating revenue budget is approximately R84.8 billion and the operating expenditure budget is totalling R80.7 billion for the 2025/26 financial year. Revenue is increasing by 9.3% and expenditure by 7% over the 2024/25 financial year.

The table below sets out the medium-term revenue and expenditure budget for the 2025/26 - 2027/28 financial years.

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	Original Budget 2024/25 R 000	Adjusted Budget 2024/25 R 000	Budget 2025/26 R 000	%	Estimate 2026/27 R 000	Estimate 2027/28 R 000
Revenue	76 368 851	77 575 507	84 820 301	9.3%	91 128 434	96 237 443
Internal revenue	10 283 441	11 647 124	12 940 245	11.1%	13 193 992	13 938 507
	86 652 292	89 222 631	97 760 546	9.6%	104 322 426	110 175 950
Expenditure	75 668 756	75 410 990	80 669 613	7.0%	83 614 854	87 509 298
Internal expenditure	10 283 441	11 647 124	12 940 245	11.1%	13 193 992	13 938 507
	85 952 197	87 058 114	93 609 858	7.5%	96 808 845	101 447 805
Surplus (Deficit)	700 096	2 164 517	4 150 688		7 513 580	8 728 146
Taxation	41 160	42 130	44 883		47 523	49 661
Surplus (Deficit) for the year	658 936	2 122 388	4 105 805		7 466 057	8 678 484
Capital grants and contributions	3 694 726	3 813 317	4 100 420		5 123 472	4 475 636
Surplus (Deficit) for the year including capital grants and contributions	4 353 662	5 935 705	8 206 225		12 589 529	13 154 120

The City is budgeting for a surplus (before taxation and capital grants) of R4.2 billion for 2025/26.

Revenue Analysis

In 2024/25, the direct revenues were budgeted at R77.6 billion with revenue estimated to be R84.8 billion in 2025/26.

Description	Current Year 2024/25		2025/26 Medium Term Revenue & Expenditure Framework			
R thousand	Original Budget R 000	Adjusted Budget R 000	Budget Year 2025/26 R 000	% Incr.	Budget Year +1 2026/27 R 000	Budget Year +2 2027/28 R 000
EXCHANGE REVENUE						
Service charges - Electricity	21 467 342	22 740 893	25 584 204	12.5%	28 565 800	30 205 076
Service charges - Water	10 632 200	10 632 200	11 889 649	11.8%	12 674 365	13 510 874
Service charges - Waste Water Management	7 246 316	7 246 316	8 101 381	11.8%	8 636 074	9 206 055
Service charges - Waste Management	3 094 069	3 136 349	3 337 410	6.4%	3 551 051	3 774 934
Sale of Goods and Rendering of Services	1 163 316	808 619	983 502	21.6%	1 071 818	1 127 081
Agency services	389 321	389 321	407 228	4.6%	425 956	445 123
Interest earned from Receivables	491 423	549 201	567 356	3.3%	594 438	622 305
Interest earned from Current and Non Current Assets	194 484	191 113	199 899	4.6%	209 088	218 498
Rental from Fixed Assets	431 636	438 397	469 692	7.1%	495 650	520 833
Operational Revenue	929 604	923 423	947 578	2.6%	991 254	1 035 856
NON-EXCHANGE REVENUE						
Property rates	16 988 687	17 338 687	18 136 267	4.6%	18 970 534	19 824 208
Surcharges and Taxes	317 445	317 445	332 047	4.6%	347 321	362 950
Fines, penalties and forfeits	168 996	168 996	176 770	4.6%	184 901	193 221
Licences or permits	3 606	3 817	3 994	4.6%	4 180	4 366
Transfer and subsidies - Operational	8 593 891	8 437 969	8 980 278	6.4%	9 360 467	9 779 639
Interest	121 825	121 825	127 429	4.6%	133 290	139 288
Fuel Levy	4 127 608	4 127 608	4 572 290	10.8%	4 908 920	5 263 808
Operational Revenue						
Gains on disposal of Assets	7 082	3 328	3 328		3 328	3 328
TOTAL DIRECT REVENUE excl. capital grants/contr.	76 368 851	77 575 507	84 820 301	9.3%	91 128 434	96 237 443

The increase of 9.3% in total revenue is mainly because of increases in service charges – electricity 12.5%, service charges – water and waste management 11.8%, sales of goods of rendering services 21.6% and the fuel levy 10.8%.

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The table below set out the average tariff increases for major services for 2025/26 - 2027/28 financial years.

Service	Base Year 2024/25	Budget Year 2025/26	Budget Year +1 2026/27	Budget Year +2 2027/28
Property rates	3.80%	4.60%	4.60%	4.50%
Electricity	12.72%	12.41%	5.36%	6.19%
Water	7.70%	13.90%	6.60%	6.60%
Sanitation	7.70%	13.90%	6.60%	6.60%
Refuse	5.90%	6.60%	6.60%	6.50%

The proposed tariff increases in the table above are averages, i.e. some customers may pay more and others less than the average.

Exchange revenue

- Service charges - electricity: The projected electricity revenue of R25.6 billion (excluding New Connections fees) is a 12.5% increase from the 2024/25 financial year. The increase is based on a proposed average tariff increase for electricity of 12.41% and the strategic drive to reduce total electricity losses by 2.17% from a proposed 28% in the 2024/25 financial year to 25.83% for the 2025/26 financial year.
- Service charges – water and wastewater management: The projected water and sewerage revenue is estimated at R20 billion, approximately 11.8% increase from the 2024/25 financial year. The increase is based on an average tariff increase of 13.9%, based on a proposed Rand Water tariff increase of 15.3%.
- Service charges - waste management: The projected refuse revenue of R3.3 billion is a 6.4% increase from the 2024/25 financial year. The increase is based on a proposed average tariff increase of 6.6%.
- Sale of goods and rendering of services: Revenue is increasing by 21.6% mainly due to the operationalization of Phase 1C(a) (approximately R116.4 million additional revenue), and anticipated R30.9 million revenues on asphalt sales.
- Agency services: Revenue is increasing by 4.6%.
- Interest earned from receivables: Interest increased by R18.2 million in line with payment levels of the city.
- Interest earned from current and non-current assets: Interest increased by 4.6% in line with liquidity levels of the city.

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- Rental from fixed assets: Rental from fixed assets is increasing by approximately 7.1%. The increase in revenue relates to the rental of housing stock (JOSHCO) due to the increase in rental units.
- Operational revenue: Operational revenue reflects an increase of R24.2 million or 2.6%. The tariffs for minor services will increase in line with estimated inflation of 4.6%.

Non-exchange revenue

- Property rates: Projected property rates revenue is estimated at R18.1 billion, approximately a 4.6% increase from the 2024/25 financial year. The increase is based on an average property rates tariff increase of 4.6%. The increase includes improvements made to properties, subdivisions, consolidations, and new properties.
- Surcharges and taxes: Revenue is increasing by 4.6%.
- Fines, penalties and forfeits: Revenue is increasing by 4.6%.
- Licences or permits: Revenue is increasing by 4.6%.
- Transfer and subsidies – operational: Operating grants are increasing by R542.3 million or 6.4% from the 2024/25 financial year. The table below reflects the budgets of transfers and subsidies – operational:

Transfer and subsidies - Operational	Original Budget 2024/25 R 000	Adjusted Budget 2024/25 R 000	Budget 2025/26 R 000	%	Estimate 2026/27 R 000	Estimate 2027/28 R 000
Equitable share	7 571 601	7 571 601	8 140 146	7.5%	8 644 888	9 035 815
Finance Management	1 000	1 000	1 000		1 200	1 400
Urban Development Financing Grant - PPPSG	39 234	39 521	56 627	43.3%		
Public Transport Network Grant: Opex	634 568	484 568	453 997	-6.3%	443 249	467 699
Urban Development Financing Grant - PEP	85 723	85 723	59 347	-30.8%		
EPWP	4 967	4 967	4 000	-19.5%		
Energy Efficiency and Demand Side Management Grant	7 000	7 000	7 000		8 500	9 000
Infrastructure Skills Development	6 000	6 000	9 600	60.0%	10 000	10 000
Recap of Comm Libraries Cond Grant	13 848	2 898	3 396	17.2%	14 400	15 400
Libraries Plan	9 900	9 900	9 400	-5.1%	10 900	11 400
Municipal Disaster Response Grant OPEX						
Primary Health	175 113	175 113	183 169	4.6%	191 595	191 595
HIV AIDS	32 120	32 120	34 146	6.3%	35 178	36 749
Environmental Grant		446		-100.0%		
UN Environment Programme Opex	12 307	12 307	17 917	45.6%		
Other	510	4 805	533		557	581
Total Transfer and subsidies - Operational	8 593 891	8 437 969	8 980 278	6.4%	9 360 467	9 779 639

- Interest: Interest is increasing by 4.6%.
- The fuel levy is increasing by 10.8%.
- Gains on disposal of assets remain the same.

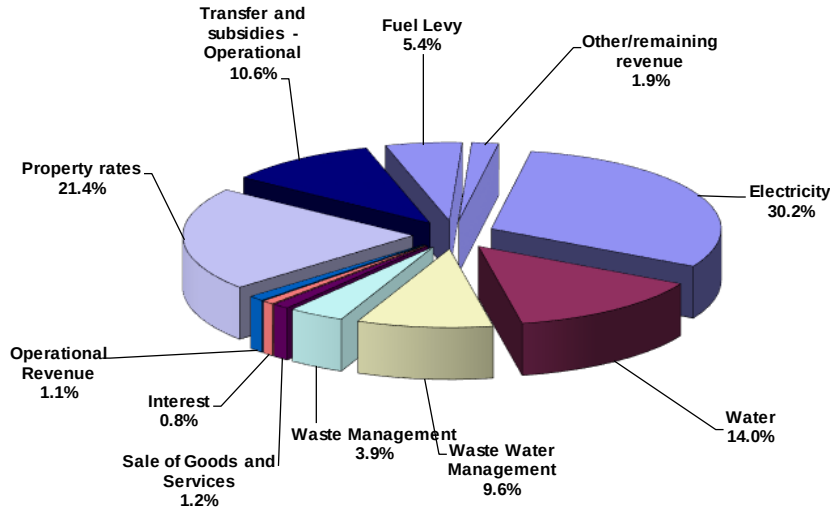
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The graph below reflects the percentages per revenue category of the total revenue of the City.



The 2025/26 revenue budget for property rates, electricity, water, wastewater waste management amounts to R67.4 billion and it represents approximately 79.4% of the total revenue budget of R84.8 billion.

Expenditure Analysis

The expenditure budget in the current financial amounts to R75.4 billion. 2025/26 presents a budget of R80.7 billion, an increase of 7% from the 2024/25 adjusted budget.

Description	Current Year 2024/25		2025/26 Medium Term Revenue & Expenditure Framework			
	Original Budget	Adjusted Budget	Budget Year 2025/26	% Incr.	Budget Year +1 2026/27	Budget Year +2 2027/28
	R 000	R 000	R 000		R 000	R 000
EXPENDITURE						
Employee related costs	19 994 316	20 565 521	21 654 002	5.3%	22 821 649	23 840 398
Remuneration of councillors	191 409	191 762	202 021	5.3%	212 829	222 406
Bulk purchases - electricity	15 377 574	15 877 574	17 582 825	10.7%	18 349 436	19 476 091
Inventory consumed	6 378 911	6 460 825	7 234 991	12.0%	7 604 779	8 084 543
Debt impairment	8 679 482	7 344 548	8 076 200	10.0%	8 234 359	8 343 545
Depreciation and amortisation	5 179 147	5 298 690	5 643 271	6.5%	5 898 967	6 164 388
Interest	2 511 836	2 511 959	2 627 256	4.6%	2 748 095	2 871 759
Contracted services	7 507 848	7 362 729	7 323 519	-0.5%	7 327 567	7 604 345
Transfers and subsidies	135 387	99 747	113 739	14.0%	56 330	47 671
Operational costs	6 761 401	6 711 504	6 829 056	1.8%	6 788 913	7 048 531
Losses on disposal of Assets	7 205	4 140	4 140		4 140	4 140
Other Losses	2 944 240	2 981 991	3 378 592	13.3%	3 567 791	3 801 480
TOTAL DIRECT EXPENDITURE	75 668 756	75 410 990	80 669 613	7.0%	83 614 854	87 509 298

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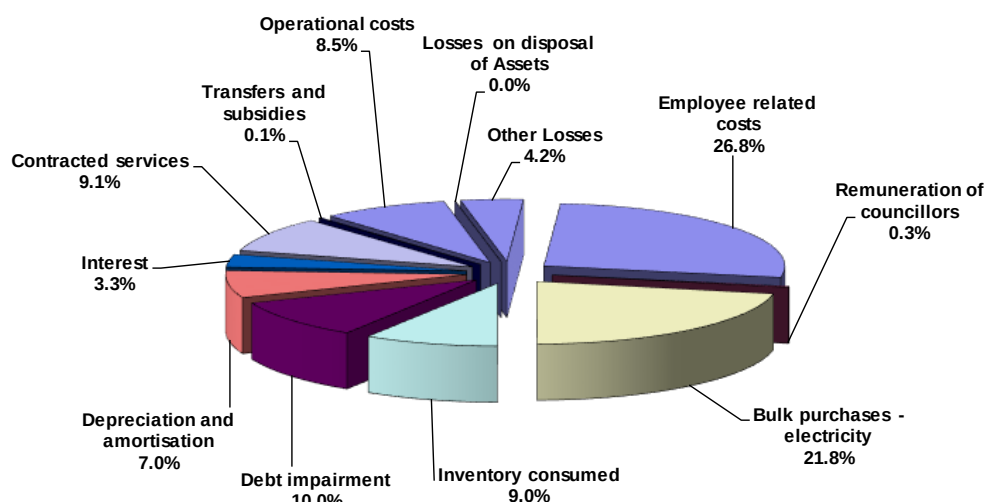
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The increase of 7% in expenditure is a result of the increase in employee related cost 5.3%, remuneration of councillors 5.3%, bulk electricity purchases 10.7% (Eskom/Kelvin Power Station), inventory consumed 12% which includes the water purchases from Rand Water, debt impairment 10%, depreciation 6.5%, interest 4.6%, contracted services -0.5%, transfer and subsidies paid increased by 14% (mainly due to the new Urban Development Financing Grant: PEP), operational costs increased by 1.8%, losses on disposal of assets remains the same and other losses increase by 13.3% (mainly due to water losses). The increases in the expenditure categories are explained later in the report under each cluster per department or entity.

The graph below reflects the percentages per expenditure category of the total expenditure of the City.



Financial Position

The table below reflects the summary of the proposed financial position.

Financial position	Original Budget 2024/25 R million	Adjusted Budget 2024/25 R million	Budget 2025/26 R million	Estimate 2026/27 R million	Estimate 2027/28 R million
Total current assets	17 907	17 018	18 154	29 026	40 426
Total non current assets	92 903	95 496	99 147	102 537	105 146
Total current liabilities	16 473	21 503	16 864	17 333	18 093
Total non current liabilities	26 536	28 699	29 919	31 123	31 218
Community wealth/equity	67 801	62 312	70 518	83 108	96 262

The projected current ratio over the medium term is projected to be approximately 1.1:1 and above.

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Cash Flow

The table below reflects the summary of the proposed cash flow.

Cash flow	Original Budget 2024/25 R million	Adjusted Budget 2024/25 R million	Budget 2025/26 R million	Estimate 2026/27 R million	Estimate 2027/28 R million
Net cash from (used) operating	7 974	3 555	9 573	18 418	19 258
Net cash from (used) investing	(6 165)	(6 809)	(8 392)	(8 832)	(8 295)
Net cash from (used) financing	979	3 819	316	1 262	412
Cash/cash equivalents at the year begin:	878	2 166	2 731	4 228	15 077
Cash/cash equivalents at the year end	3 665	2 731	4 228	15 077	26 451

The cash of the City is projected to be approximately R4.2 billion at the end of the 2025/26 financial year and increasing to R26.5 billion in the outer year.

The following Budget Assumptions were made:

CPI is estimated at 4.6% for 2025/26 and 4.6% for 2026/27 and 4.5% for the 2027/28 financial year.

Estimated salary increases are estimated at:

- 5.35% - 2025/26.
- 5.35% - 2026/27.
- 4.50% - 2027/28.

Loans interest rates are estimated at 10.17% for 2025/26, 10.09% for 2026/27 and 10.00% for 2027/28.

Bulk purchases – Electricity, City Power has assumed a tariff increase 12.74%, Kelvin Power tariff price of R1.91 and a conservative total volumes growth estimated at 0%. The cost of water purchases from Rand Water is expected to increase by 15.3%. Rand Water purchases are reflected under inventory consumed in terms of mSCOA classifications.

The increase of debt impairment by 10% is in line with the projected average collection rate of 88.5% for rates and services.

Depreciation and amortisation increase by 6.5%.

Interest is increasing by 4.6% over the 2024/25 financial year.

Contracted services decrease by 0.5%.

Transfers and subsidies paid are increasing by 14% and it is mainly due to the new Urban Development Financing Grant: PEP.

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Operational costs are increasing by 1.8%.

Losses on disposal of assets remains the same.

Other losses are increasing by 13.3% and it mainly relates to water losses.

Reasons for the increase or decrease are explained later in the report under each department or entity's section.

Annexure A reflects the operating budget of the City including internal transfers.

Annexure B reflects the operating budget of the Core Administration.

Annexure C reflects the operating budget of the Municipal Entities.

Annexure D reflects the operating budget per vote (per department and municipal entity).

3.3 MEDIUM-TERM EXPENDITURE AND REVENUE PER CLUSTER:

For purposes of this report the growth percentage of the various departments within the Core Administration is based on direct revenue or expenditure (excluding internal transfers) and for the MEs it is based on total revenue or expenditure (including taxation) or subsidies received.

SUSTAINABLE CLUSTER

Sustainable Cluster Revenue	Adjusted Budget 2024/25 R 000	Budget 2025/26 R 000	Estimate 2026/27 R 000	Estimate 2027/28 R 000
Environment And Infrastructure	25 699	16 679	18 625	19 581
Human Settlements	121 826	127 430	133 291	139 289
City Power	23 218 179	26 802 922	29 849 615	31 564 834
Johannesburg Water	18 840 349	20 996 325	22 361 290	24 105 457
Pikitup	4 474 093	4 664 836	4 831 494	5 045 177
Johannesburg Social Housing Company	400 584	415 415	430 952	450 349
Total Revenue	47 080 730	53 023 607	57 625 267	61 324 687

The Sustainable Cluster's revenue budget increases by 12.6% from the 2024/25 financial year.

Sustainable Cluster Expenditure	Adjusted Budget 2024/25 R 000	Budget 2025/26 R 000	Estimate 2026/27 R 000	Estimate 2027/28 R 000
Environment And Infrastructure	147 185	154 045	161 269	168 184
Human Settlements	1 112 083	1 146 900	1 183 412	1 228 811
City Power	22 692 783	24 915 247	25 728 874	26 952 560
Johannesburg Water	18 036 921	19 917 992	20 858 544	22 002 612
Pikitup	4 474 093	4 664 836	4 831 494	5 045 177
Johannesburg Social Housing Company	400 584	415 415	430 952	450 349
Total Expenditure	46 863 649	51 214 436	53 194 545	55 847 693

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The Sustainable Cluster's expenditure budget increases by 9.3% from the 2024/25 financial year. The increase is mainly due to the provision bulk purchases for electricity 10.7%, inventory consumed 12% and debt impairment in line with the projected average collection rate of 88.5% for rates and services. Below follow details of the expenditure budget per department and municipal entity within the sustainable cluster:

Environment and Infrastructure

The revenue budget decreases by 35.1% to R16.7 million due to the reduction of the Public Employment Programme (PEP) grant allocation. The expenditure budget increases by 4.7% to R154.1 million. Below is a highlight of programmes that are within the budget:

- Sustainable service delivery:
 - Water and biodiversity management;
 - Impact management and compliance;
 - Waste management; and
 - Air quality, climate change.
- Good governance:
 - Strategic coordination and support.
- Energy mix:
 - Energy.

Human Settlements

The direct revenue budget increases by 4.6% to R127.4 million in line with the indicative budget allocations. The direct expenditure budget increases by 3.1% R1.1 billion. Below is a highlight of programmes that are within the budget:

- Sustainable service delivery;
 - Upgrading of Informal Settlements;
 - Upgrading of flats, hostels, and old age homes;
 - Formalization of informal settlements;
 - Enumeration of new informal settlements;
 - Site and services; and
 - Title deeds.

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City Power

The expected surplus after taxation (excluding capital grants and contributions) amounts to R1.9 billion. Service charges - electricity: The projected electricity revenue of R25.6 billion (excluding New Connections fees) is a 12.5% increase from the 2024/25 financial year. The revenue budget increase by 12.5% compared to 2024/25 financial year budget. The increase is based on a proposed average tariff increase for electricity of 12.41% and the strategic drive to reduce total electricity losses by 2.17% from a proposed 28% in the 2024/25 financial year to 25.83% for the 2025/26 financial year.

The expenditure budget increases by 9.8% to R24.9 billion mainly as a result of the bulk purchase price increase due to the Eskom tariff increase of 12.74%, Kelvin Power tariff price of R1.91 and a conservative total volumes growth estimated at 0% as well as an increase of 15.8% in debt impairment based on the collection levels of 97.5%. Below is a highlight of programmes that are within the budget:

- Good governance:
 - Risk governance and compliance.
- Sustainable service delivery:
 - Improve quality of service; and
 - Streetlight repairs.
- Infrastructure development and refurbishment:
 - Improve quality of supply; and
 - Sustainable energy.
- Financial sustainability:
 - Financial sustainability.
- Energy mix:
 - Sustainable energy; and
 - Improve quality of service.
- Job opportunity and creation:
 - People development.
- Safer city:
 - Improve quality of service.

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- Active and engaged citizenry:
 - Improve quality of service.
- Smart city:
 - People development; and
 - Smart utility.

Johannesburg Water

The expected surplus (excluding capital grants and contributions) amounts to R1.1 billion. Service charges - water and sewerage: The projected water and sewerage revenue is estimated at R20 billion, approximately 11.8% increase from the 2024/25 financial year. The increase is based on an average tariff increase of 13.9%, based on a proposed Rand Water tariff increase of 15.3%.

The expenditure budget increases by 10.4% to R19.9 billion mainly due to an increase of 15.3% for the water purchase price from Rand Water, an increase of 11.6% in debt impairment based on the collection levels of 75.2% and an estimated 13.3% increase on water losses. Below is a highlight of programmes that are within the budget:

- Good governance:
 - Corporate governance.
- Financial sustainability:
 - Financial performance and management; and
 - Revised tariff structure (discontinue free 6kl).
- Sustainable service delivery:
 - Water quality assurance;
 - Sewer quality service; and
 - Water demand management systems.
- Infrastructure development and refurbishment:
 - Upgrading and renewal of networks.
- Safer city:
 - Prevention of infrastructure theft and vandalism.

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- Active and engaged citizenry:
 - Media relations and external communication; and
 - Stakeholder engagement and public participation.
- Smart city:
 - Innovation and technology programmes.

Pikitup

The revenue budget increases by 4.3% to R4.7 billion. Service charges - refuse: The projected refuse revenue of R3.3 billion is a 6.4% increase from the 2024/25 financial year. The increase is based on a proposed average tariff increase of 6.6%.

The expenditure budget increases by 4.3% to R4.7 billion mainly to cater for inventory consumed and an increase of 6.4% in debt impairment based on the collection levels of 75.6%. The subsidy allocation to Pikitup decreases by 1.5% to R1.2 billion. Below is a highlight of programmes that are within the budget:

- Sustainable service delivery:
 - Waste management / environmental protection - waste management.

Johannesburg Social Housing Company (JOSHCO)

The revenue budget increases by 3.7% to R415.4 million in line with the indicative budget allocations. The expenditure budget increases by 3.7% to R415.4 million in line with the increase in revenue. Below is a highlight of programmes that are within the budget:

- Financial stability:
 - Social housing; and
 - Number of housing units completed.
- Sustainable service delivery;
 - Social housing;
 - Percentage employee vacancy rate; and
 - % Collection in respect of current debtors.
- Job opportunity and creation;
 - Number of jobs created for the unemployed through EPWP.

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- Sustainable economic growth;
 - Percentage occupancy rate, % achieved of service level standard.
- Smart city;
 - Number of digitization initiatives completed.
- Good governance;
 - Percentage compliance with laws and regulations; and
 - Number of employee development initiatives.

HUMAN AND SOCIAL DEVELOPMENT CLUSTER

Human and Social Development Cluster Revenue	Adjusted Budget 2024/25 R 000	Budget 2025/26 R 000	Estimate 2026/27 R 000	Estimate 2027/28 R 000
Community Development	46 723	48 279	62 416	65 583
Health	210 810	221 058	230 690	232 435
Social Development	6 395	413	432	451
Public Safety	615 740	644 062	673 684	703 997
Johannesburg City Parks And Zoo	1 359 812	1 415 306	1 468 493	1 534 390
Joburg City Theatres	323 953	332 591	341 597	356 968
Total Revenue	2 563 433	2 661 709	2 777 312	2 893 824

The revenue budget of the Human and Social Development Cluster increases by 3.8% from the 2024/25 financial year.

Human and Social Development Cluster Expenditure	Adjusted Budget 2024/25 R 000	Budget 2025/26 R 000	Estimate 2026/27 R 000	Estimate 2027/28 R 000
Community Development	1 359 520	1 409 235	1 474 019	1 533 227
Health	1 589 318	1 669 878	1 753 640	1 822 417
Social Development	365 031	376 580	391 719	407 634
Public Safety	6 295 590	6 565 786	6 850 388	7 134 150
Johannesburg City Parks And Zoo	1 359 812	1 415 306	1 468 493	1 534 390
Joburg City Theatres	323 953	332 591	341 597	356 968
Total Expenditure	11 293 224	11 769 376	12 279 856	12 788 786

The expenditure budget of the Human and Social Development Cluster increases by 4.2% from the 2024/25 financial year. Below follows the budget per department and municipal entity within the human and social development cluster.

Community Development

The revenue budget increases by 3.3% to R48.3 million. The expenditure budget increases by 3.7% to R1.4 billion. Below is a highlight of programmes that are within the budget:

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GROUP FINANCE

- Active and engaged citizenry:
 - Arts and culture heritage programmes;
 - Head office;
 - Service extension, reading and resource development;
 - Mass participation and recreation;
 - Sport development; and
 - Access to facilities and services.
- Financial sustainability:
 - Library services access;
 - Service extension, reading and resource development; and
 - Access to facilities and services.
- Infrastructure development and refurbishment:
 - Library services access;
 - Bibliographic and distribution services; and
 - Access to facilities and services.
- Smart city:
 - Service extension, reading and resource development.

Health

The revenue budget increases by 4.9% to R221.1 million mainly due to the increase of the Provincial HIV/AIDS grant allocation. The expenditure budget increases by 5.1% to R1.7 billion mainly on employee related costs due to the HIV/AIDS grant allocation. Below is a highlight of programmes that are within the budget:

- Good governance:
 - Management support / e-health / clean audit.
- Financial sustainability:
 - Management support / e-health / clean audit.
- Sustainable service delivery:
 - Jozi Ihlomile program;
 - Maternal health care/children health care/hiv and aids/ communicable disease;
 - Rollout of mobile clinics to increase access to primary health care;
 - TB / HIV and AIDS;

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GROUP FINANCE

- Management support / e-health / clean audit;
 - The expansion of extended hour libraries and clinics within the city; and
 - Initiate and fund localised female dignity packs.
- Job opportunity and creation:
 - Management support / e-health / clean audit.
- Safer city:
 - Food security that is both improved and safeguarded / pest control / air pollution.
- Smart city:
 - Management support / e-health / clean audit.

Social Development

The revenue budget decreases by 93.5% to R413 thousand due to the reduction of the Public Employment Programme (PEP) grant allocation. The expenditure budget increases by 3.2% to R376.6 million. Below is a highlight of programmes that are within the budget:

- Job opportunity and creation:
 - Skills for jobs and apprenticeship programmes for young people to gain skills and experience.
- Safer city:
 - Training and support for early childhood development;
 - Consistent support and uplifting of marginalised communities such as women, youth, people with disabilities and LGBTQIA+ through coordinated programmes across all departments;
 - Programs and support offered to undocumented migrants;
 - Substance abuse treatment centre programmes;
 - Substance abuse crisis centre;
 - Professional training - substance abuse;
 - Assist the homeless including shelters, skills development, rehabilitation facilities, and work opportunities in collaboration with NGOs; and
 - A food security programme in partnership with NGOs and the private sector – small scale farming.

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GROUP FINANCE

- Active and engaged citizenry:
 - Programs implemented by qualifying NGOs to the citizens of Johannesburg;
 - Support for vulnerable residents, including fair rebates on services; and
 - Programmes and support services offered to citizens; and
 - Policy reform initiatives
- Sustained economic growth:
 - Urban agriculture.
- Smart city:
 - Policy reform initiatives.

Public Safety

The direct revenue budget increased by 4.6% to R644.1 million due in line with the indicative budget allocations. The direct expenditure budget increased by 4.3% to R6.6 billion. Below is a highlight of programmes that are within the budget:

- Safer city;
 - Reduce lawlessness through improved by-law and traffic enforcement;
 - Security services and guarding of property;
 - Ensure effective medical emergency and fire response;
 - Providing relief for disaster areas;
 - Ensure effective building inspections and compliance;
 - Collection of revenue for vehicle administration; and
 - Ensure employee training and development.
- Smart city;
 - Monitoring the city and municipalities properties with cameras; and
 - City safety strategic research.
- Good governance;
 - Monitoring functions of financial services in line with the MFMA;
 - Communication and youth empowerment;
 - Administration of fleet repairs and maintenance of facilities and records management;
 - Fraud and corruption;
 - Ensure ethics and discipline;
 - Training and development of municipal police officers; and
 - Administration of citations and fines.

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GROUP FINANCE

- Infrastructure development and refurbishment;
 - Providing repairs and maintenance of the city's properties and capital projects.
- Active and engaged citizenry;
 - Ensure community education and empowerment.

Johannesburg City Parks and Zoo

The revenue budget increases by 4.1% to R1.4 billion. The expenditure budget increases by 4.1% to R1.4 billion in line with revenue. The subsidy allocation to City Parks and Zoo increases by 5.7% to R1.2 billion. Below is a highlight of programmes that are within the budget:

- Sustainable service delivery:
 - Greening programme.
- Job opportunity and creation:
 - Job creation.
- Safer city:
 - Insourced security;
 - Outsourced security; and
 - Park rangers.
- Active and engaged citizenry:
 - Environmental education.

Joburg City Theatres

The revenue budget increases by 2.7% to R332.6 million. The expenditure budget increases by 2.7% to R332.6 million in line with revenue. The subsidy allocation to Joburg City Theatres increases by 1.5% to R211.5 million. Below is a highlight of programmes that are within the budget:

- Active and engaged citizenry:
 - Improve and strengthen financial position.

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- Financial sustainability:
 - Improve and strengthen financial position.
- Good governance:
 - Improve and strengthen financial position.
- Job opportunity and creation:
 - Job opportunities and creation.

ECONOMIC GROWTH CLUSTER

Economic Growth Cluster Revenue	Adjusted Budget 2024/25 R 000	Budget 2025/26 R 000	Estimate 2026/27 R 000	Estimate 2027/28 R 000
Economic Development	65 690	63 347		
Transport	589 643	675 462	695 472	738 240
Development Planning	98 448	108 020	94 248	98 490
Joburg Market	748 380	782 843	818 818	855 665
Metropolitan Trading Company	527 656	549 038	568 679	594 267
Johannesburg Property Company	1 169 743	1 211 202	1 243 084	1 299 023
Johannesburg Development Agency	143 108	149 523	156 090	163 115
Johannesburg Roads Agency	1 619 040	1 671 729	1 736 518	1 814 662
Metrobus	766 846	779 815	808 677	845 068
Joburg Tourism	103 851	107 754	111 797	116 828
Total Revenue	5 832 405	6 098 733	6 233 383	6 525 358

The revenue budget of the Economic Growth Cluster increases by 4.6%.

Economic Growth Cluster Expenditure	Adjusted Budget 2024/25 R 000	Budget 2025/26 R 000	Estimate 2026/27 R 000	Estimate 2027/28 R 000
Economic Development	185 464	220 530	168 143	175 190
Transport	1 860 786	1 850 760	1 861 609	1 930 409
Development Planning	490 088	527 054	536 764	559 877
Joburg Market	640 217	660 452	681 462	712 124
Metropolitan Trading Company	527 656	549 038	568 679	594 267
Johannesburg Property Company	1 169 743	1 211 202	1 243 084	1 299 023
Johannesburg Development Agency	143 108	149 523	156 090	163 115
Johannesburg Roads Agency	1 619 040	1 671 729	1 736 518	1 814 662
Metrobus	766 846	779 815	808 677	845 068
Joburg Tourism	103 851	107 754	111 797	116 828
Total Expenditure	7 506 799	7 727 857	7 872 823	8 210 563

The expenditure budget of the Economic Growth Cluster increases by 2.9% from the 2024/25 financial year. Below follows the budget per department and municipal entity within the economic development cluster.

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GROUP FINANCE

Economic Development

The direct revenue budget decreased by 3.6% to R63.3 million. The direct expenditure budget increases by 18.9% to R220.5 million in line with the PEP grant allocation. Below is a highlight of programmes that are within the budget:

- Good governance;
 - More skills for jobs and apprenticeship programs for young people to gain valuable skills and work experience.
- Job opportunity and creation;
 - Opportunity Centres to support businesses and encourage entrepreneurs;
 - Implementation of informal trading plan from policy and bylaws;
 - Operationalization of opportunity centers, training and SMME development;
 - Johannesburg Business Forum (JBF);
 - Operationalization of Alexandra Automotive Hub;
 - Fair access to EPWP opportunities and fair allocation of local contracts; and
 - Public Employment Programmes (PEP).
- Sustained economic growth;
 - More skills for jobs and apprenticeship programmes for young people to gain valuable skills and work experience;
 - Targeted Sector Support In line with Regional Economic Development Plans;
 - Investment attraction and facilitation activities;
 - Data Subscriptions: BER, Econometrix, IHS, FDi Markets, Who owns WHOM; and
 - Knowledge Community precinct (Braamfontein/ Auckland Park).

Transport Department

The direct revenue budget increases by 14.6% to R675.5 million due to the increase in the Sale of Goods and Rendering of Services revenue. The Public Transport Network Grant reduced to R454 million compared to R484 million in 2024/25. The direct expenditure budget decreases by 0.5% to R1.9 billion in line with the indicative budget allocations and the reduction in the PTNG. Below is a highlight of programmes that are within the budget:

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GROUP FINANCE

- Good governance;
 - Financially sustainable and resilient city.
- Sustainable service delivery;
 - Sustainable human settlements;and
 - Improved eco-mobility.
- Safer city;
 - A safe and secure city.
- Active and engaged citizenry;
 - A responsive, accountable, efficient and productive metropolitan government.
- Smart city;
 - A 'Smart' City of Johannesburg, that is able to deliver quality services to citizens in an efficient and reliable manner.

Development Planning

The revenue budget decreases by 9.7% to R108 million due to an increase of the United Nations Environment Fund. The expenditure budget increases by 7.5% to R527.1 million mainly due to United Nations Environment Fund allocation. Below is a highlight of programmes that are within the budget:

- Active and engaged citizenry:
 - Completion of integrated spatial data portal, spatial plan management and sharing system; and
 - Achievement of regeneration programmes for Kliptown and Ivory Park.
- Good governance:
 - Processing of land use development applications; and
 - Review of land use scheme.
- Green economy:
 - Implementation of the green building policy.

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GROUP FINANCE

- Smart city:
 - Maintenance of corporate geo-informatics spatial information.
- Sustainable service delivery:
 - Global environment fund.
- Sustained economic growth:
 - Processing of building plans.

Joburg Market

The revenue budget increases by 4.6% to R782.8 million. The increase is mainly as result of the increase in rental facilities income and an increase in other revenue. The expenditure budget increase by 3.2% to R660.5 million before taxation. Below is a highlight of programmes that are within the budget:

- Good governance;
 - Business continuity.
- Financial stability;
 - Market repairs and maintenance;

Metropolitan Trading Company

Revenue of the entity increases by 4.1% to R549 million and the expenditure budget increases by 4.1% to R549 million. Below is a highlight of programmes that are within the budget:

- Through a smart city to bridge digital gap:
 - Improve connectivity throughout the city to support economic growth by providing free Wi-Fi services to citizens by onboarding the SMME in MTC Broadband, the entity will contribute to the creation of jobs within Johannesburg;
 - WIFI Access point rollout 150 access points to ensure connectivity in public spaces at least 150 diameters for a period of three years;
 - Deliver on smart-city implementation programme city-wide; and
 - Through Aggregation Model, consolidate and manage all the City's and entities networks.

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GROUP FINANCE

Johannesburg Property Company (JPC)

The revenue budget increases by 3.5% to R1.2 billion in line with the budget parameters. The expenditure budget increases by 3.5% to R1.2 billion in line with the increase in revenue. Below is a highlight of programmes that are within the budget:

- Good governance;
 - Legislative compliance
- Sustainable service delivery;
 - SMME support

Johannesburg Development Agency

The revenue budget increases by 4.5% to R149.5 million due to an increase in project management fees. The expenditure budget increases by 4.5% to R149.5 million in line with revenue. The subsidy allocation to Johannesburg Development Agency increases by 4.3% to R68.6 million. Below is a highlight of programmes that are within the budget:

- Good governance:
 - Good governance, management and administration.
- Infrastructure development and refurbishment:
 - Accelerated public infrastructure delivery programme/ strategic economic node delivery programme.

Johannesburg Roads Agency

The revenue budget increased by 3.3% to R1.7 billion in line with the indicative budget allocations. The expenditure budget also increased by 3.3% to R1.7 billion. Below is a highlight of programmes that are within the budget:

- Good governance
 - Creating a responsive administration focused on the delivery of services to the city's residents;
 - Financial transparency and accountability to the citizens of Johannesburg;
- Infrastructure development and refurbishment
 - Freight programme;
 - Improved road safety and reduced congestion; and

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GROUP FINANCE

- Infrastructure repair and maintenance: Traffic signal improvement plan.

Metrobus

The total revenue budget increased by 1.7% to R779.8 million in line with the budget parameters. The total expenditure budget increased by 1.7% to R779.8 million in line with the increase in the revenue budget. Below is a highlight of programmes that are within the budget:

- Good governance;
 - Financially sustainable and resilient city.
- Sustainable service delivery;
 - Improve customer/community satisfaction;
 - Leasing of additional buses; and
 - Guaranteed customer and citizen care and service.
- Safer city;
 - Procurement of independent security provider to guard assets and protect revenues.
- Active and engaged citizenry;
 - Improve customer/community satisfaction.
- Smart city;
 - Infrastructure improvement strategy: Renovation and maintenance of Metrobus buildings; and
 - Interim AFC, cashless ticketing system, digital routes tracking, WiFi on buses.
- Financial Sustainability;
 - Debt restructuring, advertising revenue generation, revenue protection, Interim ticketing system

Johannesburg Tourism Company

The revenue budget increased by 3.8% to R107.8 million due to the increase in the CoJ transfers and subsidies in line with budgeted expenditure. The expenditure budget increased by 3.8% to R107.8 million in line with the budget parameters. Below is a highlight of programmes that are within the budget:

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GROUP FINANCE

- Sustained economic growth;
 - Achieve increased visitor numbers into the City of Johannesburg.

GOOD GOVERNANCE CLUSTER

Good Governance Cluster Revenue	Adjusted Budget 2024/25 R 000	Budget 2025/26 R 000	Estimate 2026/27 R 000	Estimate 2027/28 R 000
Group Forensic Investigation Services	51 628	56 627		
Office Of The Ombudsman				
City Manager				
Group Information And Communication Technology				
Group Finance	29 729 268	31 571 833	33 280 889	34 914 569
Group Corporate And Shared Services	32 710	37 540	39 225	40 540
Speaker: Legislative Arm Of Council				
Municipal Entities Accounts	181 570	189 922	198 658	207 598
Total Revenue	29 995 176	31 855 922	33 518 772	35 162 707

The revenue budget of the Good Governance Cluster increases by 6.2%.

Good Governance Cluster Expenditure	Adjusted Budget 2024/25 R 000	Budget 2025/26 R 000	Estimate 2026/27 R 000	Estimate 2027/28 R 000
Group Forensic Investigation Services	119 792	124 494	129 446	134 649
Office Of The Ombudsman	44 808	46 634	48 552	50 524
City Manager	1 997 851	2 071 976	2 035 524	2 109 911
Group Information And Communication Technology	1 160 287	1 189 221	1 219 523	1 263 470
Group Finance	5 801 710	6 041 811	6 195 656	6 356 802
Group Corporate And Shared Services	623 466	679 131	705 613	733 863
Speaker: Legislative Arm Of Council	531 993	557 175	583 694	608 816
Municipal Entities Accounts	2 026 742	2 115 420	2 208 175	2 305 563
Total Expenditure	12 306 649	12 825 862	13 126 183	13 563 598

The expenditure budget of the Good Governance Cluster increases by 4.2%. The increase is mainly due to the provision for debt impairment in line with the projected average collection rate of 88.5% for rates and services. Below follow the key focus areas for the budget per department within the good governance cluster.

Group Forensic Investigation Services

Group Forensic Investigation Service's expenditure budget increases by 3.9% to R124.5 million. Below is a highlight of programmes that are within the budget:

- Integrity management to promote Good Governance to prevent, detect, investigate, and resolve alleged crimes committed against the City:
 - Prevent all crimes of fraud and corruption, theft of CoJ assets, maladministration, UIFW, breach of security, cybercrime as well as problem/bad/hijacked building committed against the CoJ. Crime prevention programmes will include anti-fraud awareness outreach

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programmes to educate, inform, and collaborate with internal and external stakeholders to combat corruption in the City. Further, Minimum Information Security Standards (MISS) compliance with emphasis on Personnel Security (Chapter 5 of the MISS Document).

- Detect crimes committed against the CoJ will be implement through the 24/7 Anti-corruption Hotline and other various mechanisms to discover the alleged crime committed against the City and allocate for investigation;
- Conduct forensic investigations on the reported and/or detected crimes in line with the investigation methodology where potential evidence will be collected for examination and analysis to establish fact and issue a forensic report with findings and recommendations to the affected Departments and/or Entities for implementation; and
- Monitor implementation of remedial actions (disciplinary action and recoveries) emanating from finalised investigation report, this includes status of criminal cases reported to SAPS for prosecution.

Ombudsman

Ombudsman's expenditure increases by 4.1% to R46.6 million. Below is a highlight of programmes that are within the budget:

- To promote good governance, sustainable service delivery and an active and engaged citizenry, contributing towards a City administration that is responsive, accountable, efficient and productive promoting by:
 - Ensuring that all complaints relating to alleged acts of maladministration where members of the public are alleged to have suffered any injustice as a result of such maladministration, are investigated and the City's administration is held to account;
 - Conducting proactive investigations relating to service delivery failures, human rights violations and maladministration complaints and ensure that they are attended and dealt with in a proper manner;
 - Make recommendations to Council to enhance the promotion of human rights;
 - Investigating complaints of human rights violations by the City's administration and seek appropriate redress;
 - Ensuring the adherence to the principles of procedural fairness and administrative justice by City Departments and Entities; and
 - Conducting community outreach programs that educate residents on their human rights and responsibilities.

City Manager

Revenue of the department increases by 9.7% to R56.6 million as a result of additional allocation for the Programme and Project Preparation Support Grant and the expenditure budget increases by 3.7% to R2 billion. Below is a highlight of programmes that are within the budget:

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- Good Governance:
 - Ensure legally sound contracts that protect the interests of the CoJ and promote service delivery;
 - Provide and coordinate support to ME boards, management of the business of the executive and its committees with respect to the service delivery mandate of the MEs;
 - Provide integrated advisory and assurance services on the City's legislated mandate for service delivery, as well as promoting a culture of accountability and responsibility for the management of internal control systems; risk governance and risk management; consistent and effective compliance with regulations, policies, and procedures; and continuous improvement of operational systems; and
 - Cutting wasteful expenditure on non-core functions by monitoring resolution of audit queries raised in the AGSA management letter.
- Active and engaged citizenry:
 - Planning and delivery of streamlined and consistent communications to maximise the reach and impact of the city messages to targeted stakeholders, utilising both traditional as well as innovative communication platforms;
 - To use events and a communication platform to position the City in a positive light and promote Joburg as a brand locally and internationally; and
 - Plan and carry out integrated marketing campaigns of the City.
- Safer city:
 - Increasing public safety to create security;
 - Creating a city that is honest and open and fights corruption;
 - Ensure successful prosecutions on by-law related infringements; and
 - Reducing petty crimes and enforcing by-laws.
- Infrastructure development and refurbishment
 - Develop a pipeline of investment ready capital programmes and projects through establishing and institutionalising an effective and efficient system of programme and project preparation.
- Urban20 2025 Summit
 - Economic Growth and Financing by unlocking investment and creating jobs;
 - Social inclusion and Equity – creating cities that work for everyone;
 - Digital Transformation – smart innovative solutions; and

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- Climate Action and Resilience – green and more sustainable cities.

Group Information and Communication Technology:

The expenditure budget increases by 2.5% to R1.2 billion. Below is a highlight of programmes that are within the budget:

- Smart city:
 - Subsidised education - staff empowerment.
 - Connectivity of the City: Wi-Fi Hotspot t and new MPLS network roll out; and
 - Smart City (ease of doing business in the City): Automation.

Group Finance

Group Finance's revenue budget increases by 6.2% to R31.6 billion as result of additional allocation for Fuel Levy and Equitable Share Grants. The expenditure increases by 4.1% to R6 billion. Below is a highlight of programmes that are within the budget:

- Financial sustainability:
 - Improve governance and attainment of a clean audit;
 - Improvement of profitability and liquidity ratio of the city;
 - Improved customer centricity, customer experience excellence in the new normal;
 - Support for vulnerable residents through fair property rates rebates;
 - Revenue completeness and accuracy, resolution of billing queries as per service level agreement, increasing responsiveness to billing problems; and
 - Maintaining a clean audit outcome, as well as developing and maintaining the city's valuation roll.
- Smart City:
 - Improve customer satisfaction and quality of life through E-Joburg Solutions.

Group Corporate and Shared Services

The revenue budget increased by 14.8% to R37.5 million as a result of an increase in training income which will be used to fund additional training expenses. The expenditure budget increased by 8.9% to R679.1 million due to the increase in depreciation. The department's programmes are day-to-day activities.

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Speaker: Legislative Arm of Council

Speaker's Office expenditure budget increases by 4.7% to R 557.2 million. Below is a highlight of programmes that are within the budget:

- Active and engaged citizenry:
 - Increase public participation and stakeholder engagement on IDP and Budget process;
 - Publication of all approved by-laws and public participation on by-laws and policies;
 - Providing support to strengthen Sec 79 Committees and Chairpersons in order to enhance oversight and scrutiny over the executive;
 - Conduct Civic education sessions for the public on IDP and ward committee elections; and
 - Training of councillors and ward committees.

Municipal Entities Accounts

The revenue for the municipal entities' accounts in the 2025/26 financial year increases by 4.6% to R189.9 million. The expenditure for the municipal entities accounts increases by 4.4% to R2.1 billion.

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

	Original Budget 2024/25	Adjusted Budget 2024/25	Budget 2025/26	Estimate 2026/27	Estimate 2027/28
<u>Consolidated Operating Budget (excluding internal transfers)</u>	R 000	R 000	R 000	R 000	R 000
Direct revenue	76 368 851	77 575 507	84 820 301	91 128 434	96 237 443
Direct expenditure	75 668 756	75 410 990	80 669 613	83 614 854	87 509 298
Taxation	41 160	42 130	44 883	47 523	49 661
Capital grants and contributions	3 694 726	3 813 317	4 100 420	5 123 472	4 475 636
Surplus (Deficit) for the year	4 353 662	5 935 705	8 206 225	12 589 529	13 154 120

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.

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The approved budget will also be communicated to the community and various stakeholders in the manner prescribed by law.

8. OTHER BODIES/DEPARTMENTS CONSULTED

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

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 consolidated operating revenue of R84.8 billion, operating expenditure of R80.7 billion, taxation of R44.9 million and capital grants and contributions of R4.1billion for the City of Johannesburg for the financial year 2025/26, and the indicatives for the projected medium-term period 2026/27 to 2027/28 be approved as set out in the following attachments:

- 1.1 The consolidated operating budget for the City, Core Administration and Municipal Entities as reflected in Annexure A, B and C.

- 1.2 The operating revenue and expenditure budget by vote for the City as reflected in Annexure D.

2. That the subsidies payable by Core Administration to the following Municipal Entities be approved: –

Municipal Entity	Original Budget 2024/25	Adjusted Budget 2024/25	Budget 2025/26	Estimate 2026/27	Estimate 2027/28
Pikitup	R 000	R 000	R 000	R 000	R 000
Johannesburg Roads Agency	1 207 377	1 213 075	1 195 477	1 140 794	1 122 510
Metrobus	1 394 601	1 432 075	1 465 600	1 498 107	1 566 444
Johannesburg City Parks and Zoo	622 766	659 660	667 698	691 403	722 518
Johannesburg Development Agency	1 098 723	1 171 808	1 238 992	1 284 228	1 341 988
Johannesburg Property Company	72 166	65 715	68 570	71 413	74 627
Metropolitan Trading Company	656 397	695 732	790 128	801 641	837 714
Johannesburg Social and Housing Company	224 616	224 856	227 869	233 044	243 528
Joburg City Theatres	133 501	143 863	140 081	138 590	141 951
Joburg Tourism	205 358	208 443	211 540	215 105	224 725
City Power	91 320	90 651	101 269	105 014	109 740
	304 375	304 375	343 152	361 545	383 925
Total subsidies to ME's	6 011 201	6 210 253	6 450 376	6 540 884	6 769 670

3. That the supporting information contained in the 2025/26 – 2027/28 Medium-Term Revenue and Expenditure Budget document as required in terms of Section 17(3) of the Municipal Finance Management Act (Act 56 of 2003) be approved in conjunction with this report.

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- 4. That it should be noted that the budget is in line with the national budget (Division of Revenue Bill) as presented by the Minister of Finance on 21 May 2025.**

(GROUP FINANCE)

(tc)

THE NEXT ITEM FOLLOWS THE ANNEXURES TO THIS ITEM