

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

Description	2019/20	2020/21	2021/22	Current year 2022/23		2023/24 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Approved Budget	Adjusted Budget	Budget Year 2023/24	Budget Yr +1 2024/25	Budget Yr +2 2025/26
	R 000	R 000	R 000	R 000	R 000	R 000	R 000	R 000
REVENUE by source								
Property rates	12 552 224	13 035 792	13 499 729	14 133 073	14 133 073	16 372 765	17 175 030	17 982 256
Service charges - electricity revenue	15 412 359	15 568 828	17 109 018	19 483 832	19 483 832	23 097 508	24 928 538	27 525 302
Service charges - water revenue	6 963 931	7 281 652	7 826 924	8 942 401	8 942 401	9 604 943	10 238 869	10 914 634
Service charges - sanitation revenue	4 885 356	5 139 718	5 690 973	6 525 841	6 525 841	6 893 182	7 348 131	7 833 109
Service charges - refuse revenue	1 790 875	1 874 331	2 155 601	2 387 376	2 387 376	2 571 163	2 699 726	2 834 712
Rental of facilities and equipment	356 203	353 171	365 352	505 846	505 846	535 867	561 897	588 181
Interest earned - external investments	551 438	280 304	220 328	160 487	160 487	174 350	183 211	191 901
Interest earned - outstanding debtors	244 359	487 203	494 320	435 012	435 012	448 661	468 578	490 602
Dividends received								
Fines, penalties and forfeits	1 066 621	1 547 896	60 971	396 993	396 993	951 574	998 201	1 045 116
Licences and permits	7 176	16 174	9 414	9 884	9 884	10 870	11 401	11 935
Agency services	691 231	732 289	739 148	367 039	367 039	386 492	405 428	424 479
Transfers and subsidies received	8 833 061	10 083 003	10 112 842	7 588 187	7 591 093	8 281 453	8 981 688	9 950 366
Other revenue	1 943 944	1 935 411	1 876 730	6 267 672	6 267 672	6 059 128	6 324 158	6 570 417
Gains				5 914	5 914	5 914	5 914	5 914
DIRECT REVENUE	55 298 778	58 335 772	60 161 350	67 209 557	67 212 463	75 393 870	80 330 770	86 368 924
Interest earned - outstanding debtors : Inter-Company				1 380 867	1 380 867	1 613 447	1 541 617	1 620 723
Other revenue : Inter-Company				1 451 234	1 451 234	2 034 863	2 127 414	2 254 114
Transfers and subsidies received : Inter-Company				4 914 741	4 914 741	5 916 668	6 192 112	6 132 960
Costing - Internal Revenue				836 507	836 507	896 693	946 933	1 003 280
Total Internal Transfers				8 583 349	8 583 349	10 461 671	10 808 076	11 011 077
TOTAL REVENUE excluding capital grants/contr,	55 298 778	58 335 772	60 161 350	75 792 905	75 795 811	85 855 542	91 138 847	97 380 002
EXPENDITURE by type								
Employee related costs	14 360 724	15 268 496	16 127 058	17 429 220	17 429 220	19 007 361	20 300 039	21 419 330
Remuneration of councillors	166 267	168 116	163 542	185 164	185 164	184 542	193 400	202 105
Debt impairment	6 925 118	6 404 714	5 849 126	5 072 127	5 072 127	7 983 550	8 268 697	8 506 041
Depreciation and asset impairment	3 454 253	4 121 630	3 808 881	4 545 798	4 545 798	4 784 336	5 055 039	5 282 933
Finance charges	2 524 064	2 606 924	2 621 303	2 681 121	2 681 121	2 171 098	2 189 841	2 218 654
Bulk purchases	11 640 339	12 259 781	14 023 079	14 165 609	14 165 609	16 403 226	17 965 586	19 018 827
Inventory consumed	6 389 732	6 391 251	7 213 231	4 888 427	4 888 427	6 358 943	6 769 092	7 219 187
Contracted services	4 179 772	5 076 796	6 246 305	6 900 602	6 903 552	7 575 012	7 523 124	7 125 945
Transfers and subsidies paid	288 507	38 208	138 090	141 173	141 173	138 835	35 519	35 588
Other expenditure	4 848 199	5 404 171	5 325 512	6 342 175	6 342 131	6 772 269	6 795 509	6 497 440
Losses	81 934	61 387	71 255	2 839 781	2 839 781	1 920 346	2 047 067	2 182 152
DIRECT EXPENDITURE	54 858 909	57 801 474	61 587 382	65 191 197	65 194 103	73 299 518	77 142 913	79 708 202
Finance charges : Inter-Company				1 380 867	1 380 867	1 613 447	1 541 617	1 620 723
Other expenditure : Inter-Company				1 451 234	1 451 234	2 034 863	2 127 414	2 254 114
Transfers and subsidies paid : Inter-Company				4 914 741	4 914 741	5 916 668	6 192 112	6 132 960
Costing - Internal Expenditure				836 507	836 507	896 693	946 933	1 003 280
Total Internal Transfers				8 583 349	8 583 349	10 461 671	10 808 076	11 011 077
TOTAL EXPENDITURE	54 858 909	57 801 474	61 587 382	73 774 546	73 777 452	83 761 189	87 950 989	90 719 280
OPERATING SURPLUS / (DEFICIT)	439 869	534 298	(1 426 032)	2 018 359	2 018 359	2 094 352	3 187 857	6 660 722
Capital Transfers Recognised								
Transfers and subsidies - capital (National / Provincial)	2 349 474	2 520 625	1 997 286	2 209 240	2 303 948	2 803 834	3 100 815	3 450 001
Transfers and subsidies - capital (Other / External)	335 641	301 548	462 733	544 948	544 948	404 473	317 274	245 874
Transfers and subsidies - capital (in-kind - all)		(713)	(713)					
OPERATING SURPLUS / (DEFICIT)	3 124 984	3 355 758	1 033 274	4 772 548	4 867 256	5 302 659	6 605 946	10 356 597
Taxation	(10 267)	(379 224)	(133 376)	81 878	81 878	80 168	109 080	526 679
OPERATING SURPLUS / (DEFICIT) - after tax	3 135 251	3 734 982	1 166 650	4 690 669	4 785 377	5 222 491	6 496 866	9 829 918
Share of Surplus / (Deficit) of Associate								
Share of Surplus / (Deficit) of Joint Venture								
Share of Surplus / (Deficit) of Minorities								
OPERATING SURPLUS / (DEFICIT) for the year	3 135 251	3 734 982	1 166 650	4 690 669	4 785 377	5 222 491	6 496 866	9 829 918

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

Description	Current year 2022/23		2023/24 Medium Term Revenue & Expenditure Framework		
	Approved Budget	Adjusted Budget	Budget Year 2023/24	Budget Yr +1 2024/25	Budget Yr +2 2025/26
	R 000	R 000	R 000	R 000	R 000
R thousand					
REVENUE by source					
Property rates	14 133 073	14 133 073	16 372 765	17 175 030	17 982 256
Service charges - electricity revenue					
Service charges - water revenue					
Service charges - sanitation revenue					
Service charges - refuse revenue					
Rental of facilities and equipment	136 164	136 164	146 267	153 233	160 295
Interest earned - external investments	140 000	140 000	147 420	154 201	161 140
Interest earned - outstanding debtors	157 796	157 796	156 881	164 448	172 093
Dividends received					
Fines, penalties and forfeits	396 910	396 910	951 486	998 109	1 045 020
Licences and permits	9 884	9 884	10 870	11 401	11 935
Agency services	367 039	367 039	386 492	405 428	424 479
Transfers and subsidies received	7 587 609	7 590 515	8 280 856	8 981 094	9 949 810
Other revenue	4 842 981	4 842 981	5 011 344	5 242 075	5 482 329
Gains	5 000	5 000	5 000	5 000	5 000
DIRECT REVENUE	27 776 456	27 779 362	31 469 382	33 290 019	35 394 357
Interest earned - outstanding debtors : Inter-Company	1 204 951	1 204 951	1 422 178	1 338 643	1 406 314
Other revenue : Inter-Company	797 551	797 551	864 384	912 381	967 109
Transfers and subsidies received : Inter-Company					
Costing - Internal Revenue	836 507	836 507	896 693	946 933	1 003 280
Total Internal Transfers	2 839 009	2 839 009	3 183 255	3 197 957	3 376 703
TOTAL REVENUE excluding capital grants/contr,	30 615 465	30 618 371	34 652 636	36 487 976	38 771 060
EXPENDITURE by type					
Employee related costs	9 656 277	9 656 277	10 796 461	11 700 603	12 432 895
Remuneration of councillors	185 164	185 164	184 542	193 400	202 105
Debt impairment	1 693 039	1 693 039	2 030 298	2 041 884	2 046 324
Depreciation and asset impairment	3 090 243	3 090 243	3 273 553	3 468 873	3 623 938
Finance charges	2 652 460	2 652 460	2 154 959	2 173 539	2 202 186
Bulk purchases					
Inventory consumed	63 114	63 114	69 144	69 119	65 359
Contracted services	3 186 633	3 189 583	3 582 684	3 552 272	3 376 070
Transfers and subsidies paid	115 352	115 352	116 727	12 087	11 280
Other expenditure	3 525 594	3 525 550	3 680 209	3 695 845	3 550 332
Losses					
DIRECT EXPENDITURE	24 167 875	24 170 781	25 888 578	26 907 622	27 510 489
Finance charges : Inter-Company	175 916	175 916	191 269	202 974	214 409
Other expenditure : Inter-Company	569 369	569 369	1 168 800	1 213 257	1 285 122
Transfers and subsidies paid : Inter-Company	4 914 741	4 914 741	5 916 668	6 192 112	6 132 960
Costing - Internal Expenditure	836 507	836 507	896 693	946 933	1 003 280
Total Internal Transfers	6 496 533	6 496 533	8 173 430	8 555 276	8 635 771
TOTAL EXPENDITURE	30 664 408	30 667 314	34 062 009	35 462 899	36 146 260
OPERATING SURPLUS / (DEFICIT)	(48 943)	(48 943)	590 628	1 025 077	2 624 800
Capital Transfers Recognised					
Transfers and subsidies - capital (National / Provincial)	1 574 033	1 668 741	2 296 140	2 711 315	2 900 877
Transfers and subsidies - capital (Other / External)	150 148	150 148	6 700	6 700	3 700
Transfers and subsidies - capital (in-kind - all)					
OPERATING SURPLUS / (DEFICIT)	1 675 238	1 769 946	2 893 468	3 743 092	5 529 377
Taxation					
OPERATING SURPLUS / (DEFICIT) - after tax	1 675 238	1 769 946	2 893 468	3 743 092	5 529 377
Share of Surplus / (Deficit) of Associate					
Share of Surplus / (Deficit) of Joint Venture					
Share of Surplus / (Deficit) of Minorities					
OPERATING SURPLUS / (DEFICIT) for the year	1 675 238	1 769 946	2 893 468	3 743 092	5 529 377

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

Description	Current year 2022/23		2023/24 Medium Term Revenue & Expenditure Framework		
	Approved Budget	Adjusted Budget	Budget Year 2023/24	Budget Yr +1 2024/25	Budget Yr +2 2025/26
	R 000	R 000	R 000	R 000	R 000
R thousand					
REVENUE by source					
Property rates					
Service charges - electricity revenue	19 483 832	19 483 832	23 097 508	24 928 538	27 525 302
Service charges - water revenue	8 942 401	8 942 401	9 604 943	10 238 869	10 914 634
Service charges - sanitation revenue	6 525 841	6 525 841	6 893 182	7 348 131	7 833 109
Service charges - refuse revenue	2 387 376	2 387 376	2 571 163	2 699 726	2 834 712
Rental of facilities and equipment	369 682	369 682	389 600	408 664	427 886
Interest earned - external investments	20 487	20 487	26 930	29 010	30 761
Interest earned - outstanding debtors	277 216	277 216	291 780	304 130	318 509
Dividends received					
Fines, penalties and forfeits	83	83	88	92	96
Licences and permits					
Agency services					
Transfers and subsidies received	578	578	597	594	556
Other revenue	1 424 691	1 424 691	1 047 784	1 082 083	1 088 088
Gains	914	914	914	914	914
DIRECT REVENUE	39 433 101	39 433 101	43 924 489	47 040 751	50 974 567
Interest earned - outstanding debtors : Inter-Company	175 916	175 916	191 269	202 974	214 409
Other revenue : Inter-Company	653 683	653 683	1 170 479	1 215 033	1 287 005
Transfers and subsidies received : Inter-Company	4 914 741	4 914 741	5 916 668	6 192 112	6 132 960
Costing - Internal Revenue					
Total Internal Transfers	5 744 340	5 744 340	7 278 416	7 610 119	7 634 374
TOTAL REVENUE excluding capital grants/contr,	45 177 440	45 177 440	51 202 905	54 650 871	58 608 942
EXPENDITURE by type					
Employee related costs	7 772 943	7 772 943	8 210 900	8 599 436	8 986 435
Remuneration of councillors					
Debt impairment	3 379 088	3 379 088	5 953 252	6 226 813	6 459 717
Depreciation and asset impairment	1 455 555	1 455 555	1 510 783	1 586 166	1 658 995
Finance charges	28 661	28 661	16 139	16 302	16 468
Bulk purchases	14 165 609	14 165 609	16 403 226	17 965 586	19 018 827
Inventory consumed	4 825 314	4 825 314	6 289 798	6 699 973	7 153 828
Contracted services	3 713 970	3 713 970	3 992 328	3 970 851	3 749 875
Transfers and subsidies paid	25 821	25 821	22 108	23 432	24 308
Other expenditure	2 816 581	2 816 581	3 092 060	3 099 665	2 947 108
Losses	2 839 781	2 839 781	1 920 346	2 047 067	2 182 152
DIRECT EXPENDITURE	41 023 322	41 023 322	47 410 940	50 235 291	52 197 713
Finance charges : Inter-Company	1 204 951	1 204 951	1 422 178	1 338 643	1 406 314
Other expenditure : Inter-Company	881 865	881 865	866 063	914 157	968 992
Transfers and subsidies paid : Inter-Company					
Costing - Internal Expenditure					
Total Internal Transfers	2 086 816	2 086 816	2 288 241	2 252 800	2 375 306
TOTAL EXPENDITURE	43 110 138	43 110 138	49 699 181	52 488 091	54 573 019
OPERATING SURPLUS / (DEFICIT)	2 067 302	2 067 302	1 503 724	2 162 780	4 035 922
Capital Transfers Recognised					
Transfers and subsidies - capital (National / Provincial)	635 207	635 207	507 694	389 500	549 124
Transfers and subsidies - capital (Other / External)	394 800	394 800	397 773	310 574	242 174
Transfers and subsidies - capital (in-kind - all)					
OPERATING SURPLUS / (DEFICIT)	3 097 309	3 097 309	2 409 191	2 862 854	4 827 220
Taxation	81 878	81 878	80 168	109 080	526 679
OPERATING SURPLUS / (DEFICIT) - after tax	3 015 431	3 015 431	2 329 023	2 753 774	4 300 541
Share of Surplus / (Deficit) of Associate					
Share of Surplus / (Deficit) of Joint Venture					
Share of Surplus / (Deficit) of Minorities					
OPERATING SURPLUS / (DEFICIT) for the year	3 015 431	3 015 431	2 329 023	2 753 774	4 300 541

ANNEXURE D

Revenue and expenditure by municipal vote

Vote Description	Current Year 2022/23		2023/24 Medium Term Revenue & Expenditure Framework		
	Approved Budget	Adjusted Budget	Budget Year 2023/24	Budget Year +1 2024/25	Budget Year +2 2025/26
R thousand					
Revenue by Vote					
Economic Development	108 316	108 272	122 271		
Environment And Infrastructure	19 835	19 835	13 715	9 644	17 626
Transport	1 331 507	1 185 359	1 601 548	1 585 928	1 582 674
Community Development	61 910	61 910	57 651	60 381	66 999
Health	191 329	191 329	272 762	231 949	226 509
Social Development	438	438	5 627	395	414
Group Forensic Investigation Services					
Office Of The Ombudsman	1 000	1 000			
City Manager	61 405	61 405	55 709	57 744	60 779
Speaker: Legislative Arm Of Council					
Group Information And Communication Technology					
Group Finance	25 143 787	25 143 787	28 069 238	29 854 024	31 785 546
Group Corporate And Shared Services	25 635	25 635	31 403	32 572	34 768
Human Settlements	1 128 265	1 341 723	1 543 871	1 953 244	2 307 277
Development Planning	99 055	99 055	103 279	107 277	93 299
Public Safety	830 941	830 941	1 402 729	1 495 572	1 585 574
Municipal Entities Accounts	497 214	527 562	492 419	619 304	537 469
City Power	20 654 490	20 654 490	23 707 579	25 452 455	28 113 031
Johannesburg Water	15 985 023	15 985 023	16 997 017	17 977 066	19 173 386
Pikitup	2 421 500	2 421 500	2 606 997	2 737 355	2 874 224
Johannesburg Roads Agency	133 411	133 411	128 962	135 281	141 639
Metrobus	60 475	60 475	63 682	66 802	69 942
Johannesburg City Parks And Zoo	83 269	83 269	87 586	87 218	84 990
Johannesburg Development Agency	72 027	72 027	75 926	79 655	83 282
Johannesburg Property Company	77 359	77 359	81 459	85 451	89 468
Metropolitan Trading Company	56 618	56 618	59 618	62 539	65 477
Joburg Market	612 164	612 164	646 656	671 073	696 185
Johannesburg Social Housing Company	257 810	257 810	303 597	311 447	296 695
Joburg City Theatres	48 962	48 962	67 394	71 063	74 403
Joburg Tourism			3 483	3 420	3 143
Total Revenue (incl. capital grants and excl. internal trans	69 963 745	70 061 359	78 602 177	83 748 859	90 064 799
Expenditure by Vote					
Economic Development	247 229	247 185	256 035	152 866	159 330
Environment And Infrastructure	132 899	132 899	133 654	134 425	138 204
Transport	2 349 722	2 349 722	2 477 306	2 508 287	2 441 890
Community Development	1 269 277	1 269 277	1 365 201	1 369 372	1 384 703
Health	1 410 179	1 410 179	1 505 153	1 574 194	1 634 485
Social Development	323 969	323 969	339 497	350 793	356 355
Group Forensic Investigation Services	103 330	103 330	106 989	110 519	112 191
Office Of The Ombudsman	36 364	36 364	43 111	44 642	45 529
City Manager	1 658 591	1 658 591	1 770 344	1 795 428	1 776 449
Speaker: Legislative Arm Of Council	490 025	490 025	514 958	535 800	552 058
Group Information And Communication Technology	986 245	986 245	1 028 252	1 078 548	1 129 055
Group Finance	5 637 280	5 637 280	5 557 033	5 606 036	5 641 495
Group Corporate And Shared Services	473 432	473 432	1 036 019	1 512 155	1 728 722
Human Settlements	1 100 314	1 103 264	1 168 896	1 198 155	1 196 282
Development Planning	435 136	435 136	457 530	476 717	492 829
Public Safety	5 713 365	5 713 365	6 120 894	6 353 605	6 515 850
Municipal Entities Accounts	1 800 519	1 800 519	2 007 706	2 106 080	2 205 062
City Power	19 166 293	19 166 293	22 722 431	24 520 021	26 017 968
Johannesburg Water	13 108 426	13 108 426	14 964 254	15 748 200	16 524 446
Pikitup	3 302 411	3 302 411	3 764 315	3 838 130	3 842 199
Johannesburg Roads Agency	1 368 022	1 368 022	1 438 437	1 485 593	1 507 716
Metrobus	574 761	574 761	601 623	619 903	626 313
Johannesburg City Parks And Zoo	1 209 377	1 209 377	1 257 264	1 290 819	1 294 387
Johannesburg Development Agency	102 957	102 957	108 145	112 396	115 531
Johannesburg Property Company	771 818	771 818	964 641	996 082	1 011 860
Metropolitan Trading Company	384 975	384 975	423 773	436 109	441 065
Joburg Market	509 994	509 994	558 591	590 751	621 212
Johannesburg Social Housing Company	304 035	304 035	355 355	359 205	359 133
Joburg City Theatres	239 436	239 436	262 776	274 520	287 010
Joburg Tourism	62 696	62 696	69 503	72 642	75 552
Total Expenditure (incl. taxation and excl. internal transfe	65 273 075	65 275 981	73 379 686	77 251 993	80 234 881
Surplus / (Deficit) for the year	4 690 669	4 785 377	5 222 491	6 496 866	9 829 918

Note:

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