COJ: GOVERNANCE TECHNICAL CLUSTER	**2021-08-**
COJ: EMT	**2021-08-**
COJ: GOVERNANCE SUB- MAYORAL COMMITTEE	**2021-08-**
COJ: MAYORAL COMMITTEE	**2021-08-**
GROUP ACCOUNTING:	

CITY OF JOHANNESBURG

GROUP FINANCE

SECTION 71 REPORT

PERIOD ENDED 30 JUNE 2021

CITY OF JOHANNESBURG MFMA IN-YEAR FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2021

1. STRATEGIC THRUST

Well-governed and managed City.

The City identified ten (10) Priority Areas that the SDBIP, IDP and budget aim to achieve. The applicable Priorities for this Report are:

Priority 1: Good Governance; and

Priority 2: Financial Sustainability.

2. OBJECTIVE

The Accounting Officer is required, in terms of the Municipal Finance Management Act, 2003 (the MFMA (Act No. 56 of 2003)) Section 71, and the Municipal Budget and Reporting Regulations (MBRR) Government Gazette 32141 of 17 April 2009, to submit to the Mayor of a municipality a report in a prescribed format to review the performance of the budget compared to actual results on a monthly basis.

This report sets out the progress on the financial performance of the City of Johannesburg against the budget for the period ended 30 June 2021, in compliance with section 71 of the Municipal Finance Management Act, 2003 (Act 56 of 2003) (MFMA).

3. SUMMARY

The attached in-year report (Annexure A) provides a high-level summary of Consolidated Monthly budget statement period ending June 2021 in the prescribed format. Material variances will be briefly referred to in this report. Reasons for variances are provided for material variances that are below 5% for revenue and above 5% for expenditure.

The actual year-to-date revenue is over budget by 8% R5.1 billion [June 2020: 1%], the actual operating expenditure is over budget by 4% R2.6 billion [June 2020: -2%]. The net result is an operating surplus of R2.7 billion against a year-to-date (YTD) budgeted surplus of R104 million.

The approved Capital budget (adjusted) for the 2020/21 financial year amounts to R7.6 billion. The total actual expenditure to date amounts to R6.2 billion (82%) of the approved budget.

The total opening and closing investment balances including cash for the month of June 2021 were R7.1 billion and R6.6 billion respectively. This shows a decrease of R 530 million during the month as indicated in Table 1 below.

Jun-21	OPENING	CLOSING
Operational Call Deposits	1,926,798,261	1,928,165,624
Operational Term Deposits	1,494,000,000	-
Standard Bank Primary Account Balance	1,405,308,721	1,995,509,409
Absa Primary Account Balance	27,810	44,481
TOTAL UNENCUMBERED	**4,826,134,792**	**3,923,719,514**
Contingency Reserve Fund	136,177,076	136,177,076
Unfunded Liability Fund	2,030,000	2,030,000
COID	200,300,000	200,300,000
Capital Grants	-	-
Internally Generated Funds	16,199,697	16,248,540
Non-Sweeping Bank Accounts	1,958,192,291	2,330,345,956
TOTAL ENCUMBERED	**2,312,899,064**	**2,685,101,572**
TOTAL INVESTMENTS	**7,139,033,856**	**6,608,821,087**

Table 1: Cash Balances as at 30 June 2021; Source – Bank Statements

Jun-21	OPENING	CLOSING
Cash and Cash Equivalents	1,258,162,071	1,388,045,338
Tradable Instruments Portfolio	1,110,298,856	1,105,688,006
TOTAL SINKING FUND INVESTMENTS	**2,368,460,926**	**2,493,733,344**

Table 1a: Sinking Fund Balance as at 30 June 2021: Source –Sinking Fund AFS and Bank Statements

Total unencumbered balances decreased by R902 million during the month, which was primarily driven by a decrease in the Operational Term Deposits portfolio.

Total encumbered balances increased by R372 million during this same period, with the most increase being in the non-sweeping's portfolio. The combined decrease in unencumbered and encumbered balances is R530 million.

The Sinking Fund balances closed R125 million higher at R2.5 billion, with an increase of R130 million in cash and cash equivalents portfolio, whereas the tradable instruments portfolio decreased by R4.6 million.

Cash movements analysis:

Inflows for the month of June amounted to R5.9 billion versus outflows of R6.4 billion. The resulting net movement was a decrease of R530 million made up as depicted in Table 1.1.

Jun-21	
Description	**R '000**
Cash Collections	3,242,965
Revenue cash collections paid into Primary and Ordinary bank accounts	66,732
Direct Payments into MOE Revenue accounts	10,177
Prepaid Collections	169,736
Operating Grants and Subsidies	-
Other Income (Interest Received, Vat Refund, Licensing Fees)	632,199
Long-term Funding	1,500,000
Positive Sweepings and Non-Sweeping Movements	279,536
Total Cash Inflows	5,901,344
Outflows	
Description	**R '000**
Operational and Capital Expenditure and Treasury Transactions*	-6,055,132
Negative Sweepings and Non-Sweeping Movements	-376,425
Total Cash Outflows	-6,431,556
Net Movement	-530,213

Summary Table 1.1 Cash Movements as at 30 June 2021

- Treasury transactions include loan repayments and finance charges as per the Redemption Schedule.
- Other income includes licensing fees amounting to R119 million, VAT Refund of R372 million and interest received for R22 million.

May 2021 Billing &June 2021 Collections; Year to Date Billing & Collections:

Collection Rate Report	**June 2021 - R'000**			**12 Months**		
	Billing	Collections	%	Total Billing	Total Receipts	%
	May 2021	June 2021		June to May 2021	July to June 2021	
Assessment Rates	1 084 833	1 047 316	96,5%	12 839 634	12 040 573	93,8%
Other Levies	27 060	22 040	81,4%	319 726	558 358	174,6%
Electricity	1 442 919	1 546 255	107,2%	18 794 586	17 983 286	95,7%
Water	1 288 448	974 208	75,6%	13 954 095	11 123 170	79,7%
Refuse	211 867	179 017	84,5%	2 512 713	2 006 663	79,9%
COJ – TOTAL	**4 055 128**	**3 768 838**	**92,9%**	**48 420 754**	**43 712 049**	**90,3%**

The City billed R4.1 billion in May 2021 compared to R3.8 billion collected in June 2021. The year-to-date billing as at 30 June 2021 is R48.4 billion compared to R43.7 billion collected as at 30 June 2021.

4 POLICY IMPLICATION

None.

5. LEGAL AND CONSTITUTIONAL IMPLICATIONS

The City is progressively working towards full mSCOA compliance through the SAP Business Transformation Process, with its various release strategies. This report includes the schedules that represent the modules and components of SAP that can be produced using a hybrid of the SAP Budget Planning and Consolidation module and some manual interventions.

6. FINANCIAL IMPLICATIONS

None.

7. COMMUNICATION IMPLICATIONS

None.

8. COMPLIANCE WITH MUNICIPAL STANDARD CHART OF ACCOUNTS (mSCOA)

The primary objective of the mSCOA regulation is to achieve uniformity across all governments (municipalities and municipal entities). All municipalities were expected to transact in line with the seven mSCOA segments from 01 August 2017.

The City does not have an mSCOA system for transacting; however, the City is still required to submit financial information to the National Treasury in terms of the seven mSCOA segments, and the project team is currently developing an interim reporting solution. The month – 12 mSCOA data strings was submitted to the National Treasury on the 14th July 2021 and quarterly verification on the 30th July 2021.

9. OTHER DEPARTMENTS/BODIES CONSULTED

The Core Departments and the Municipal Owned Entities are required to provide the details as contained in this report under the approval of each Chief Financial Officer on a monthly basis.

The table below highlights the compliance of departments and entities with the Section 71 process:

No	Entity/Department	Operational Expenditure	Capital Expenditure
1	Core (All departments)	Yes	Yes
2	City Power	Yes	Yes
3	Joburg Water	Yes	Yes
4	Pikitup	Yes	Yes
5	Joburg Roads Agency	Yes	Yes
6	Joburg Development Agency	Yes	Yes
7	Metrobus	Yes	Yes
8	Joburg City Parks and Zoo	Yes	Yes
9	Joburg Property Company	Yes	Yes
10	Metro Trading Company	Yes	Yes
11	Joburg City Theatres	Yes	Yes
12	JOSCHO	Yes	Yes
13	Joburg Fresh Produce Market	Yes	Yes

10. KEY PERFORMANCE INDICATOR

In-year budget monitoring in compliance with the MFMA.

It is recommended that

- That the contents of this report with the attached Annexure A be noted.

Author: Phindile Tshezi
Assistant Director: Financial Analysis
011 358 3407

CHARITY-ANN WURAYAYI
GROUP HEAD GROUP ACCOUNTING

SENIOR LEGAL ADVISOR
GROUP LEGAL AND CONTRACTS

29.08.2021
DATE

LUFUNO MASHAU
ACTING GROUP HEAD: RSSC

28 August 2021
DATE

SINOVUYO MPAKAMA
GROUP HEAD: TREASURY AND FINANCIAL STRATEGY AND PLANNING

30/08/2021
DATE

MANENZHE MANENZHE
GROUP CHIEF FINANCIAL OFFICER

COUNCILLOR MATSHIDISO MFIKOE
MMC GROUP FINANCE

DATE

Annexure A

In-Year Report

Budget year: 2020/21

Reporting Period: Month 12

June 2021

PART 1: IN-YEAR REPORT

1.1 Mayor's Report

On 09 July 2020, Council approved the 2020/21 Medium-term Revenue and Expenditure Framework (MTREF) for the City of Johannesburg. This gives effect to the financial plan of the City of Johannesburg, which includes its entities.

1.2 Executive Summary

The financial results of the City of Johannesburg for period ended 30 June 2021 are summarised as follows:

Consolidated Monthly budget statement - summary

The summary of the consolidated monthly budget statement as reflected in table C4 provides the following information:

- Revenue by source;
- Expenditure by type; and
- Transfers recognised.

The table provides information related to the unaudited outcome, original budget and the performance for the period under review, YTD variance and YTD percentage variance.

The total revenue excludes capital transfers and contributions. The reasons for variances are captured in Table SC1 of this report.

The operating revenue that was realized, excluding capital transfers and contributions, reflects a positive variance of R5.1 billion against the YTD budget for the period ended 30 June 2021.

The operating expenditure is underspent by 2.6 billion, which is 4% more than the year to date expenditure budget of R60.8 billion.

Summary of Capital Expenditure

The following tables show the total budget (including that of the municipal entities) of R7.6 billion. The actual year to date expenditure amounts to R6.2 million (82%) while total expenditure including commitments to date amounts to R6.3 billion (82%) of the approved budget.

Capital Expenditure per funding source as at 30 June 2020:

Description (R million)	Budget 2019/20	YTD Exp	Commit-ments	Total Exp	% Spent
CoJ Loans	2 988	2 185	112	2 297	77%
CRR / Cash	1 708	1 173	60	1 234	72%
Nat Grant	792	528	13	541	68%
Prov Grant	-	9	-	9	0%
USDG	2 316	1 780	31	1 811	78%
Other	442	391	4	395	89%
Total CoJ	8 247	6 067	221	6 288	76%

Capital Expenditure per funding source as at 30 June 2021:

Description (R million)	Budget 20/21	YTD Exp	Commit-ments	Total Exp	% Spent
CoJ Loans	3 000	2 115	31	2 147	72%
CRR / Cash	1 620	1 117	18	1 135	70%
Nat Grant	788	714	-	714	91%
Prov Grant	8	0	-	0	1%
USDG	1 844	1 791	-	1 791	97%
Other	389	442	6	448	115%
Total CoJ	7 648	6 180	55	6 235	82%

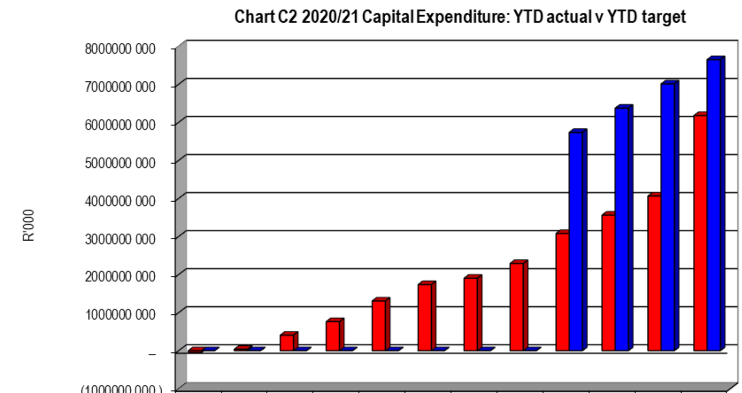
Consolidated Summary - Capital Expenditure as 30 June 2021:

Description (R million)	Budget 20/21	YTD Exp	Commit-ments	Total Exp	% Spent
Economic Development	6	5	-	5	97%
EISD	169	76	-	76	45%
Transportation	730	687	-	687	94%
Community Development	85	57	-	57	66%
Health	104	50	24	74	72%
Social Development	28	4	-	4	14%
Forensic	1	0	-	0	49%
Ombudsman	2	2	-	2	94%
Office of the City Manager	179	58	-	58	32%
Speaker	5	2	-	2	44%
Group ICT	469	415	-	415	89%
Group Finance	27	25	-	25	92%
Group Corporate Services	62	20	-	20	32%
Housing	1 354	1 336	-	1 336	99%
Development Planning	186	149	0	149	80%
Public Safety	162	63	-	63	39%
Total Core Administration	3 568	2 950	24	2 974	83%

Description (R million)	Budget 20/21	YTD Exp	Commit-ments	Total Exp	% Spent
City Power	754	684	11	695	92%
Johannesburg Water	1 037	928	-	928	89%
Pikitup	147	130	-	130	89%
Jhb Roads Agency	978	710	-	710	73%
Metrobus	95	48	-	48	51%
Jhb City Parks and Zoo	54	32	-	32	59%
Jhb Development Agency	237	237	-	237	100%
Jhb Property Company	148	5	-	5	4%
Metro Trading Company	15	15	-	15	97%
Joburg Market	200	132	-	132	66%
JOSHCO	378	360	-	360	95%
Joburg City Theatres	36	16	21	36	100%
Total MEs	4 080	3 297	31	3 329	82%

Table SC12(Annexure) provides an illustration of actual capital expenditure compared to the budget target on a monthly and year-to-date basis.

The below Chart is an illustration of the Capital expenditure YTD actual vs YTD budget target:



	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
YearTD actual	(44447	38329	407377	764806	130708	173843	190500	229264	308125	356294	406483	617978
YearTD budget	–	–	–	–	–	–	–	–	573595	637328	701061	764794

Cash Flow

The cash flow of the City of Johannesburg, as depicted in Tables C1 and C7, indicates the following:

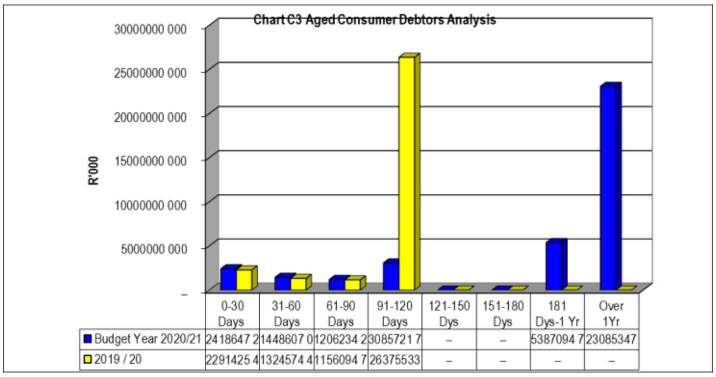
- Cash and Cash equivalents as at the end of June 2021 amount to R6.6 billion.
- The cash flow from operating activities is R5.5 billion.
- The cash flow from investing activities amount to R5.3 billion; negative

- The cash flow from financing activities amount to R6 billion, negative.

Debtor Age Analysis

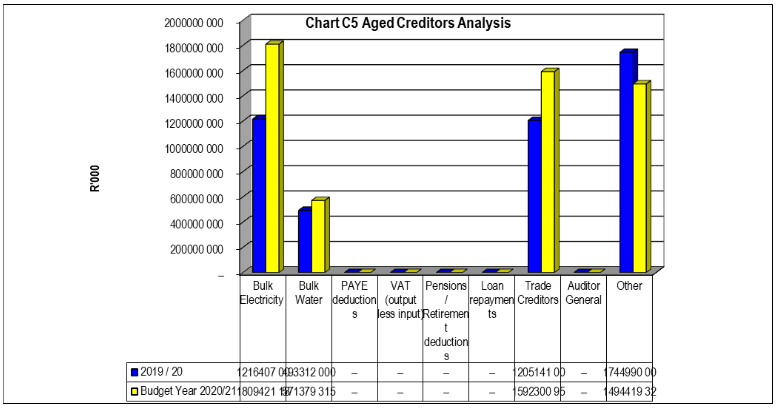
The debtors' report, as reflected in Tables C1 and SC3 has been prepared based on the format required to be lodged electronically with the National Treasury. This format provides an extended age analysis, as well as age analysis by debtor type. It must be noted that SAP system is currently not configured to provide service charges figures for the periods over 90 days, however Revenue department has engaged with OCIO on this matter and the results will be seen once the matter has been resolved. This matter is receiving attention in the broader context of the SAP Business transformation process.

Tables C1 and SC3 indicate that the total debtor's amount to R36.6 billion. Chart C3 below illustrates the Consumers debtors age analysis:



Creditors' age analysis

Tables C1 and SC4 provide an extended age analysis by creditor type. The chart compares this month's results with that of the previous financial year, which shows the aged creditors per category.



Parent (Core) municipality's financial performance (Table SC10)

This disclosure is required by the National Treasury. Municipalities that have municipal entities should provide the monthly statement of financial performance for the parent municipality only.

Summary of municipal entities (Table SC11)

The City of Joburg has 12 municipal entities, as indicated in Table SC11:

This table summarises the revenue, operating expenditure and capital expenditure for these entities. The reasons for the variance are captured in Table SC1.

1.3 In-year budget statement tables

The financial results for the period ended 30 June 2021 are reflected in Tables C1, C4, C6 and C7, and they are followed by the supporting documents contained in the SC Tables (SC1, SC3, SC4, SC10, SC11 and SC12). The tables listed above represent the modules and components of SAP that can be produced using a hybrid of the SAP Budget Planning and Consolidation (BPC) module and some manual interventions.

PART 2: SUPPORTING SCHEDULES

Table C1 – Monthly budget statement summary

JHB City Of Johannesburg - Table C1 Consolidated Monthly Budget Statement Summary - M12 June

Description	2019 / 20	Budget Year 2020/21							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Financial Performance									
Property rates	–	13 215 032	13 215 032	1 088 091	13 025 622	13 215 032	(189 410)	-1%	13 215 032
Service charges	–	32 814 614	32 840 434	2 893 151	31 073 596	32 840 434	(1 766 838)	-5%	32 840 434
Investment revenue	–	331 765	317 245	4 167	245 848	317 245	(71 397)	-23%	317 245
Transfers and subsidies	–	14 678 936	10 240 533	758 259	14 867 030	10 240 533	4 626 497	45%	10 240 533
Other own revenue	–	7 074 386	4 292 474	686 837	6 833 667	4 292 474	2 541 193	59%	4 292 474
Total Revenue (excluding capital transfers and contributions)	**–**	**68 114 732**	**60 905 717**	**5 430 505**	**66 045 762**	**60 905 717**	**5 140 045**	**8%**	**60 905 717**
Employee costs	–	15 925 720	16 211 052	1 252 086	15 705 175	16 211 052	(505 877)	-3%	16 211 052
Remuneration of Councillors	–	176 716	176 716	14 014	168 115	176 716	(8 601)	-5%	176 716
Depreciation & asset impairment	–	4 449 659	4 147 101	52 132	3 214 413	4 147 101	(932 688)	-22%	4 147 101
Finance charges	–	4 328 853	3 050 462	106 301	3 407 144	3 050 462	356 682	12%	3 050 462
Materials and bulk purchases	–	19 483 756	19 469 074	1 873 957	18 541 399	19 469 074	(927 675)	-5%	19 469 074
Transfers and subsidies	–	4 812 880	53 248	532 303	4 197 762	53 248	4 144 514	7783%	53 248
Other expenditure	–	18 923 205	17 693 857	1 643 999	18 138 813	17 693 857	444 956	3%	17 693 857
Total Expenditure	**–**	**68 100 789**	**60 801 510**	**5 474 791**	**63 372 821**	**60 801 510**	**2 571 312**	**4%**	**60 801 510**
Surplus/(Deficit)	**–**	**13 943**	**104 208**	**(44 287)**	**2 672 941**	**104 208**	**2 568 734**	**2465%**	**104 208**
Transfers and subsidies - capital (monetary allocations) (	–	2 229 600	2 638 977	(19 641)	1 953 930	2 638 977	(685 047)	-26%	2 638 977
Contributions & Contributed assets	–	494 711	388 526	28 202	175 403	388 526	(213 123)	-55%	388 526
Surplus/(Deficit) after capital transfers & contributions	**–**	**2 738 254**	**3 131 711**	**(35 725)**	**4 802 275**	**3 131 711**	**1 670 564**	**53%**	**3 131 711**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**–**	**2 738 254**	**3 131 711**	**(35 725)**	**4 802 275**	**3 131 711**	**1 670 564**	**53%**	**3 131 711**
Capital expenditure & funds sources									
Capital expenditure	**–**	**7 458 560**	**7 647 945**	**2 114 946**	**6 179 785**	**7 647 945**	**(1 468 160)**	**-19%**	**7 647 945**
Capital transfers recognised	–	2 229 600	2 638 977	709 192	2 505 614	3 027 503	(521 889)	-17%	2 638 977
Borrowing	–	3 000 000	3 000 000	800 543	2 115 257	3 000 000	(884 743)	-29%	3 000 000
Internally generated funds	**–**	**1 844 634**	**1 620 442**	**471 087**	**1 116 973**	**1 620 442**	**(503 469)**	**-31%**	**1 620 442**
Total sources of capital funds	**–**	**7 074 234**	**7 259 419**	**1 980 822**	**5 737 844**	**7 647 945**	**(1 910 101)**	**-25%**	**7 259 419**
Financial position									
Total current assets	–	19 103 225	18 231 341		52 110 005				18 231 341
Total non current assets	–	94 813 142	85 672 538		93 087 356				85 672 538
Total current liabilities	–	5 551 696	14 592 531		47 422 851				14 592 531
Total non current liabilities	–	31 064 455	29 056 045		40 012 270				29 056 045
Community wealth/Equity	**–**	**64 353 981**	**60 255 304**		**55 195 841**				**60 410 533**
Cash flows									
Net cash from (used) operating	–	6 364 485	5 313 142	(485 968)	5 427 967	5 701 668	273 701	5%	5 313 142
Net cash from (used) investing	–	(7 258 993)	(7 025 317)	(532 041)	(5 267 913)	(7 413 843)	(2 145 930)	29%	(7 025 317)
Net cash from (used) financing	–	1 161 687	1 161 714	487 796	(6 047 788)	1 161 714	7 209 502	621%	1 161 714
Cash/cash equivalents at the month/year end	**–**	**6 357 986**	**4 940 669**	**6 608 821**	**6 608 821**	**4 940 669**	**(1 668 153)**	**-34%**	**4 940 669**
Debtors & creditors analysis	**0-30 Days**	**31-60 Days**	**61-90 Days**	**91-120 Days**	**121-150 Dys**	**151-180 Dys**	**181 Dys-1 Yr**	**Over 1Yr**	**Total**
Debtors Age Analysis									
Total By Income Source	2 418 647	1 448 607	1 206 234	3 085 722	–	–	5 387 095	23 085 348	36 631 653
Creditors Age Analysis									
Total Creditors	5 086 316	34 870	38 782	26 821	155 286	16 989	230	108 226	5 467 521

Table C4 - Monthly budget statement – Revenue and expenditure

JHB City Of Johannesburg - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M12 June

Description	Ref	2019 / 20	Budget Year 2020/21							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Source										
Property rates		–	13 215 032	13 215 032	1 088 091	13 025 622	13 215 032	(189 410)	-1%	13 215 032
Service charges - electricity revenue		–	17 177 989	17 177 989	1 596 370	16 358 564	17 177 989	(819 424)	-5%	17 177 989
Service charges - water revenue		–	8 341 594	8 341 594	704 357	7 548 559	8 341 594	(793 035)	-10%	8 341 594
Service charges - sanitation revenue		–	5 191 714	5 191 714	416 320	5 020 639	5 191 714	(171 075)	-3%	5 191 714
Service charges - refuse revenue		–	2 103 317	2 129 137	176 103	2 145 833	2 129 137	16 696	1%	2 129 137
Service charges - other		–	–	–	–	–	–	–		–
Rental of facilities and equipment		–	458 014	460 791	20 689	298 709	460 791	(162 082)	-35%	460 791
Interest earned - external investments		–	331 765	317 245	4 167	245 848	317 245	(71 397)	-23%	317 245
Interest earned - outstanding debtors		–	1 683 876	412 755	67 370	1 222 634	412 755	809 879	196%	412 755
Dividends received		–	–	–	–	1 100	–	1 100	#DIV/0!	–
Fines, penalties and forfeits		–	1 125 299	1 102 131	(14 729)	1 388 199	1 102 131	286 068	26%	1 102 131
Licences and permits		–	8 379	8 379	421	10 597	8 379	2 218	26%	8 379
Agency services		–	295 532	335 625	9 693	334 647	335 625	(978)	0%	335 625
Transfers and subsidies		–	14 678 936	10 240 533	758 259	14 867 030	10 240 533	4 626 497	45%	10 240 533
Other revenue		–	3 470 544	1 939 792	605 238	3 606 043	1 939 792	1 666 251	86%	1 939 792
Gains on disposal of PPE		–	32 741	33 000	(1 845)	(28 263)	33 000	(61 263)	-186%	33 000
Total Revenue (excluding capital transfers and contributions)		–	**68 114 732**	**60 905 717**	**5 430 505**	**66 045 762**	**60 905 717**	**5 140 045**	**8%**	**60 905 717**
										–
Expenditure By Type										–
Employee related costs		–	15 925 720	16 211 052	1 252 086	15 705 175	16 211 052	(505 877)	-3%	16 211 052
Remuneration of councillors		–	176 716	176 716	14 014	168 115	176 716	(8 601)	-5%	176 716
Debt impairment		–	5 359 870	5 047 433	268 831	6 012 045	5 047 433	964 612	19%	5 047 433
Depreciation & asset impairment		–	4 449 659	4 147 101	52 132	3 214 413	4 147 101	(932 688)	-22%	4 147 101
Finance charges		–	4 328 853	3 050 462	106 301	3 407 144	3 050 462	356 682	12%	3 050 462
Bulk purchases		–	18 706 677	18 706 677	1 852 500	18 142 979	18 706 677	(563 697)	-3%	18 706 677
Other materials		–	777 080	762 397	21 457	398 420	762 397	(363 977)	-48%	762 397
Contracted services		–	6 054 772	6 231 795	486 797	4 597 121	6 231 795	(1 634 673)	-26%	6 231 795
Transfers and subsidies		–	4 812 880	53 248	532 303	4 197 762	53 248	4 144 514	7783%	53 248
Other expenditure		–	7 508 506	6 414 263	886 733	7 501 827	6 414 263	1 087 565	17%	6 414 263
Loss on disposal of PPE		–	58	367	1 638	27 819	367	27 453	7490%	367
Total Expenditure		–	**68 100 789**	**60 801 510**	**5 474 791**	**63 372 821**	**60 801 510**	**2 571 312**	**4%**	**60 801 510**
Surplus/(Deficit)		–	**13 943**	**104 208**	**(44 287)**	**2 672 941**	**104 208**	**2 568 734**	**2465%**	**104 208**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		–	2 229 600	2 638 977	(19 641)	1 953 930	2 638 977	(685 047)	**(0)**	2 638 977
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)		–	494 711	388 526	28 202	175 403	388 526	(213 123)	**(0)**	388 526
Transfers and subsidies - capital (in-kind - all)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		–	**2 738 254**	**3 131 711**	**(35 725)**	**4 802 275**	**3 131 711**			**3 131 711**
Taxation		–	63 409	72 256	–	–	72 256	(72 256)	(0)	72 256
Surplus/(Deficit) after taxation		–	**2 674 845**	**3 059 455**	**(35 725)**	**4 802 275**	**3 059 455**			**3 059 455**
Attributable to minorities		–	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality		–	**2 674 845**	**3 059 455**	**(35 725)**	**4 802 275**	**3 059 455**			**3 059 455**
Share of surplus/ (deficit) of associate		–	–	–	–	–	–			–
Surplus/ (Deficit) for the year		–	**2 674 845**	**3 059 455**	**(35 725)**	**4 802 275**	**3 059 455**			**3 059 455**

Table C6 – Financial Position

JHB City Of Johannesburg - Table C6 Consolidated Monthly Budget Statement - Financial Position - M12 June

Description	Ref	2019 / 20	Budget Year 2020/21			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash		–	3 470 134	3 492 363	4 680 655	3 492 363
Call investment deposits		–	4 472 598	1 448 306	1 928 166	1 448 306
Consumer debtors		–	6 621 088	7 509 406	20 109 566	7 509 406
Other debtors		–	4 210 531	5 422 292	24 110 485	5 422 292
Current portion of long-term receivables		–	–	–	838 655	–
Inventory		–	328 874	358 974	442 477	358 974
Total current assets		**–**	**19 103 225**	**18 231 341**	**52 110 005**	**18 231 341**
Non current assets						–
Long-term receivables		–	67 062	83 899	2 229 876	83 899
Investments		–	2 221 512	1 314 307	–	1 314 307
Investment property		–	1 031 481	1 010 045	64 570	1 010 045
Investments in Associate		–	43 162	25 027	(0)	25 027
Property, plant and equipment		–	87 114 949	79 682 452	82 329 752	79 682 452
Agricultural		–	–	–	–	–
Biological assets		–	25 822	21 294	(782)	21 294
Intangible assets		–	1 881 366	1 139 921	(2 878 081)	1 139 921
Other non-current assets		–	2 427 787	2 395 593	11 342 021	2 395 593
Total non current assets		**–**	**94 813 142**	**85 672 538**	**93 087 356**	**85 672 538**
TOTAL ASSETS		**–**	**113 916 367**	**103 903 879**	**145 197 361**	**103 903 879**
LIABILITIES						–
Current liabilities						–
Bank overdraft		–	–	–	–	–
Borrowing		–	(6 203 142)	1 034 322	698 200	1 034 322
Consumer deposits		–	17 299	20 099	1 247 241	20 099
Trade and other payables		–	11 380 403	13 145 798	44 888 968	13 145 798
Provisions		–	357 137	392 312	588 442	392 312
Total current liabilities		**–**	**5 551 696**	**14 592 531**	**47 422 851**	**14 592 531**
Non current liabilities						–
Borrowing		–	24 214 470	22 225 149	34 874 797	22 225 149
Provisions		–	6 849 985	6 830 896	5 137 473	6 830 896
Total non current liabilities		**–**	**31 064 455**	**29 056 045**	**40 012 270**	**29 056 045**
TOTAL LIABILITIES		**–**	**36 616 151**	**43 648 575**	**87 435 121**	**43 648 575**
NET ASSETS	2	**–**	**77 300 216**	**60 255 304**	**57 762 240**	**60 255 304**
COMMUNITY WEALTH/EQUITY						–
Accumulated Surplus/(Deficit)		–	64 198 752	60 255 304	54 275 949	60 255 304
Reserves		–	155 229	–	919 891	155 229
TOTAL COMMUNITY WEALTH/EQUITY	2	**–**	**64 353 981**	**60 255 304**	**55 195 841**	**60 410 533**

Table C7 – Cash flow

JHB City Of Johannesburg - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M12 June

Description	Ref	2019 / 20	Budget Year 2020/21							
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
CASH FLOW FROM OPERATING ACTIVITIES										
Receipts										
Property rates		–	11 948 573	12 077 863	993 272	11 536 501	12 077 863	(541 362)	-4%	12 077 863
Service charges		–	28 991 114	29 421 005	2 496 337	30 818 617	39 705 852	(8 887 235)	-22%	29 421 005
Other revenue		–	3 594 599	3 132 720	1 323 957	8 909 497	2 752 781	6 156 717	224%	3 132 720
Government - operating		–	9 923 671	10 240 533	–	9 446 376	335 625	9 110 751	2715%	10 240 533
Government - capital		–	2 229 600	1 853 377	–	2 275 423	2 241 903	33 520	1%	1 853 377
Interest		–	686 772	317 245	21 849	259 840	317 245	(57 405)	-18%	317 245
Dividends		–	–	–				–		–
Payments										
Suppliers and employees		–	(47 918 146)	(48 625 890)	(5 120 071)	(55 945 584)	(48 625 890)	7 319 694	-15%	(48 625 890)
Finance charges		–	(3 034 846)	(3 050 462)	(197 905)	(1 805 381)	(3 050 462)	(1 245 081)	41%	(3 050 462)
Transfers and Grants		–	(56 852)	(53 248)	(3 407)	(67 323)	(53 248)	14 075	-26%	(53 248)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**–**	**6 364 485**	**5 313 142**	**(485 968)**	**5 427 967**	**5 701 668**	**273 701**	**5%**	**5 313 142**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts										
Proceeds on disposal of PPE		–	417 326	421 160			32 634	(32 634)	-100%	421 160
Decrease (Increase) in non-current debtors		–					–	–		–
Decrease (increase) other non-current receivables		–	(124 687)	–			–	–		–
Decrease (increase) in non-current investments		–	(93 072)	201 469			201 469	(201 469)	-100%	201 469
Payments										
Capital assets		–	(7 458 560)	(7 647 945)	(532 041)	(5 267 913)	(7 647 945)	(2 380 032)	31%	(7 647 945)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**–**	**(7 258 993)**	**(7 025 317)**	**(532 041)**	**(5 267 913)**	**(7 413 843)**	**(2 145 930)**	**29%**	**(7 025 317)**
CASH FLOWS FROM FINANCING ACTIVITIES										
Receipts										
Short term loans		–	–	–	–	–	–	–		–
Borrowing long term/refinancing		–	3 000 000	3 000 000	1 500 000	(3 488 369)	3 000 000	(6 488 369)	-216%	3 000 000
Increase (decrease) in consumer deposits		–	171	199			199	(199)	-100%	199
Payments		–								
Repayment of borrowing		–	(1 838 485)	(1 838 485)	(1 012 204)	(2 559 419)	(1 838 485)	720 934	-39%	(1 838 485)
NET CASH FROM/(USED) FINANCING ACTIVITIES		**–**	**1 161 687**	**1 161 714**	**487 796**	**(6 047 788)**	**1 161 714**	**7 209 502**	**621%**	**1 161 714**
NET INCREASE/ (DECREASE) IN CASH HELD		–	**267 178**	**(550 460)**	**(530 213)**	**(530 213)**	**(550 460)**			**(550 460)**
Cash/cash equivalents at beginning:		–	6 090 808	5 491 129	7 139 034	7 139 034	5 491 129			5 491 129
Cash/cash equivalents at month/year end:		–	6 357 986	4 940 669	6 608 821	6 608 821	4 940 669			4 940 669

PART 3: ADDITIONAL SUPPORTING SCHEDULES

Table S C1: Variance reasons

JHB City of Johannesburg - Supporting Table SC1 Material variance explanations - M12 June				
Ref	**Description**	**Variance**	**Reasons for material deviations**	**Remedial or corrective steps/remarks**
1	**Revenue by Source**	**R thousands**		
	Property rates	(189 410)	This line item is inclusive of revenue foregone. The actual for the month is in line with budget and the YTD variance is R173 million (1%) under budget. The under-budget performance for the month is attributed to efforts to stabilise the Rates Revenue base through implementation of Section 78 and Supplementary Roll each year including Valuation Appeal Boards processes for Appeals and Section 52 Reviews. Revenue accruals to the value of R66.5 million which were raised in the Financial Year 2019/2020. Remaining accruals as at 30th June 2021 amount to R4.1 million. The reversals are processed when sales are realised in the Billing system. This is done to ensure that the revenue is recognised in the correct accounting period and to avoid duplication of revenue.	This line item is not finalised for the 2020/2021 FY. Revenue accruals are still to be finalised.
	Service charges - electricity revenue	(819 424)	The under budget is mainly as a result of decreased consumption for all Industrial and Commercial customers as well as a negative impact on the revenue management initiatives due to Covid 19.	The below Revenue Management Initiatives have been implemented in order to increase revenue and reduce non-technical losses in achieving revenue completeness and accuracy: • Prepaid Project (smart meter roll-out) • New Services Connections • Post Billing Process Optimization

				• Alarms • Queries.
	Service charges - water revenue	(793 035)	The under budget is as a result of a decrease consumption of water in business and households as well as the effects of lockdown which has continued to date.	No remedial action
	Service charges - sanitation revenue	(171 075)	The under budget is due billing being less than budget as a result of billing adjustments for multi-dwelling residentials.	No remedial action
	Service charges - refuse revenue	16 696	The over budget as a result of positive billing performance for City Cleaning Levy and Landfill Fees.	No remedial action
	Rental of facilities and equipment	(162 082)	The under recovery is mainly attributable to the collapse in the JPC governance structure as a result of the suspensions of the Chief Financial Officer and the Managing Director.	
	Interest earned - external investments	(71 397)	The average call rates on call and fixed investments was 3.5% June 2021. The Call and Fixed investments were R 5.9 billion as at 30 June 2021. The interest earned is below target by 37% compared to budget. The interest rate cut remains the biggest contributor to the increasing budget variance. The interest income budget will need to be revised again to consider the low interest rates.	No further action required
	Interest earned - outstanding debtors	809 879	City Power- is over budget by R19 million (48%). The over budget is as a result of consumer debtors being higher than the budget as a result increased long overdue debtors. Joburg Water - is over budget by R4 million (2%). The over budget is due to reporting error on SAP Hana as the variance is under budget. Group Finance - is over budget by R 696 million. This	Group Finance: To engage with financial reporting and National Treasury on how to resolve this matter, as it is resulting in misalignment of the budget and actual performance. Joburg Water: To correct the misalignment of the budget and actual.

			is mainly as a result of the budget for internal transfers related to outstanding debtors being eliminated as per NT instruction during the adjustment budget process, while the YTD actual that is realised includes all the transactions for both direct revenue source and internal transfers.	
	Fines, penalties and forfeits	286 068	The over recovery is as a result of revenue received on intensified Fines law enforcement (Poundage of goods/vehicles) and deployment of speed cameras.	No remedial action required
	Licences and permits	2 218	The over variance is incurred in JRA and this is mainly an unbundling error, as JRA does not have license and permits as its revenue stream.	To correct the unbundling of actual in line with the budget.
	Agency services	(978)	The variance is mainly due to the under stated year to date budget allocation, as a result of the unbundling that needs to be fixed.	The unbundling of the budget still needs to be corrected.
	Transfers and subsidies	4 626 497	Grants are normally paid quarterly for Equitable Shares. The year to date over recovery is due to most tranches paid for the current year from National Treasury as well as lump sum of Fuel Levy which has been paid to date.	No remedial action required
	Other revenue	1 666 251	Group Finance - is over budget by R708 million (150%) The variance is due to pre-termination and final notices which were issued with the assistance of the entities and delivered for the current year due to pre-term year contract that came to an end. Joburg water - is over budget by R44 million (544%). The over budget is due to Bulk Contributions received on Water and Sewer. Development Planning - is over budget by R 12 million	to correct the misalignment of the budget by mapping a portion of subsidy to the correct line item in JCT and other entities.

			(17%). Due to Building development management still show an over collection on building application fees received. Johannesburg Theatres - is over budget by R 22 million (51%). Due to misallocation between other revenue and transfer & subsidies, as a result of a portion of transfers & subsidies which is mapped under other revenue. This allocation hence such huge variance. Public Safety (JMPD) - is over budget by R414 million (20%). The over recovery is mainly attributable to revenue received as a result of intensified laws enforcement.	
2	**Expenditure By Type**			
	Employee related costs	(505 877)	The under expenditure is due to the following: Public Safety - EMS: is under budget by R120 million (12%).The expenditure is under as per the projections due to the staff perishing, resigning and the department not able to recruitment due to COVID restrictions. Public Safety - JMPD: is under budget by R185 million (6%). This is mainly due vacant positions not being filled resulting in 90% of acting allowances being lifted , the other contributor is the reduction in overtime allowances as people have been working from home and others have been rotating and therefore not eligible to work overtime. Health Department - is under budget by R40 million (3%). The under budget is due to a budget adjustment to cater for additional staff hired for Covid screening as the second wave worsens. City Manager - is under budget R 64 million (10%).	EMS: The Expenditure will align in the new financial year as the department will look at new ways of recruiting. Health: An Adjustment budget was prepared to request funds to fund COVID-19 This project was previously funded by Health existing budget for normal operations. The over-expenditure was also reduced by terminating short-term contracts who were assisting with COVID screening. City Manager: The savings will be realised.

			The variance is due to unfilled posts, particularly in the Augmented Section of CRUM and the City Manager's office.	
	Remuneration of councillors	(8 601)	The variance is due to no increment to the remunerations of public office bearers as announced by the President and published in the Government Gazette.	The savings will be realized at the end of financial year process.
	Debt impairment	964 612	The over expenditure is due to the following : City Power: is over budget by R374 million (86%) - The over budget is due a decrease in collection level. The year to date collection level is 95,21% which was used to determine the debt impairment reported is based on the actual billing against the target level of 97%. Johannesburg Water is over budget by R183 million (7%) - The over budget is due to reduced payment levels. The payment level year to date is 77.5% as compared to the budgeted payment level of 79.8% resulting in a higher contribution to Bad Debts. Joshco is over budget by R38 million (136%). Due to a low rental collection rate from the tenants leading to a higher provision for bad debts.	The Budgeted amount is based on the budgeted collection rate, and when the collection rate is below the target, there will be an over expenditure in this line item. RSSC is the custodian of the Credit Control management process and efforts should be made to tighten up to collect all amounts billed. Constant engagement with MOE's taking place. Joshco: Improve rental collection through implementing approved revenue collection strategies which includes handover non-paying tenants to appointed debt collecting company and implementing settlement discounts. Revenue drive engagement with tenants
	Depreciation & asset impairment	(932 688)	Community Development - is underspent by R89 million (32%): Due to delays in the capitalization of assets due to unresolved projects currently under investigation. Transport Department - is underspent by R86 million (20%): Some assets are on zero net present value and completed assets not capitalised due to unforeseen delays in handing over the project completion certificates. GICT- is underspent by R76 million (24%): Assets are sitting under Work in Progress. The departments are	Community Development: Await GFIS to provide outcome of resolution on the investigations. Transport department: is in the process of reviewing the condition of the assets and waiting for the project implementers (JDA) to hand over completed projects to the department. GICT: The capitalisation and depreciation of these assets will commence as soon as the clearing process is completed. Submissions

			working with Core Accounting - Assets on clearing all the qualifying assets to be capitalized and depreciation of these will commence as soon as this is completed. Group Finance - is underspent by R 36 million (93%). Due to lower-than-expected capital budget spending and delays in completing prior-year projects, which impacted capitalization and subsequent asset depreciation. Public Safety - EMS is underspent by R32 million (64 %). Depreciation and assets Impairment spending is below the projected, due to acquisition process being delayed because of Supply Chain Management processes and due to the value of assets on Work in Progress. Pikitup - is under budget by R29 million (32%): The under budget is due to COJ owned fleet being fully depreciated.	are processed as and when assets are being reported to Core Accounting. Group Finance: Accruals have been raised on capital projects. Public Safety - EMS: The asset team will capitalise as soon as the procurement process is finalised, and they are working overtime to capitalise assets on WIP.
	Finance charges	356 682	The over expenditure is due to the following : City Power: by R526 million (100%) - due to reporting error on the SAP system. The year to date collection level is 94,26% which was used to determine the debt impairment reported is based on the actual billing against the target level of 97%. Johannesburg Water: by R252 million (1442%) - The over expenditure is due to reporting error on SAP Hana as the budget portion should not have been reduced.	Correct alignment
	Bulk purchases	(563 697)	The underspending is due to the following : Johannesburg Water - is under budget by R465 million (7%) - The under budget is due to minor decrease in water demand. City Power - is underspent by R 98 million (1%). The	No remedial action.

			underspending is due to the actual units purchased from Eskom being lower than the budget due to a decreased demand.	
	Other materials	(363 977)	Due to the following department and entities: Transport department is under expenditure by R54 million (99%) - budget relates to cleaning services and billing for cleaning services which was appropriated 3 May 2021 to GL accounts were budget is to be spent however this was not corrected in the forwarded monthly statement. Johannesburg Property Company is under budget by R33 million (89%)- Due to new cleaning material currently in the process of being purchased and distributed to the relevant departments. Johannesburg Civic Theatre is under budget by R11 million (23%). The variance is as a result of lockdown restrictions which were not favourable to the Theatre industry and consequently led to the major savings on almost all the expenditure items i.e. co-productions; inhouse stage productions, cost of sales etc. Emergency Management Services: is under budget by R41 million (83%). The under spending is mainly as a result of prior Covid restrictions which are affecting operations for companies supplying material to EMS Stores. Johannesburg Road Agency is under budget by R29 million (36%) - due to COVID and lockdown, Depots have been working on a rotational basis, but the repairs and maintenance of infrastructure assets has increased in last few months of the financial year and there are now service providers assisting with pothole patching. Pikitup is under budget by R30	Transport Department: To align the monthly statement in order to have true reflection of expenditure variance JCT: as the theatre start to operate under normal circumstances, the spending pattern will improve, and the budget will be spent. EMS: expenditure was expected to increase towards the budget, as the restrictions were lifted; however, this did not materialise as anticipated. Pikitup: Acceleration of the COJ Fleet tender process to avoid usage of expensive Ad-Hoc Fleet.

			million (30%). The under budget is due to fuel costs being below budget as a result of the reliance on Ad-Hoc fleet leased at a 'wet rate' that includes fuel due to the delays in the COJ Fleet tender processes.	
	Contracted services	(1 634 673)	The underspending is mainly attributable to the following: City Power by R312 million (21%) - This is attributable to the delays in implementation of planned outages programme for corrective maintenance by Engineering operations for the period under review. The process of securing meter maintenance contracts for Metering Services and ICT system related contracts for Enterprise Support being underway. Low expenditure on Engineering Services on labour contract and energy efficiency for the streetlights projects which has not been realised yet as anticipated. Johannesburg Road Agency by R207 million (47%) .The level 1 and 2 contractors expenditure has increased in the last few months of the financial year as the repairs and maintenance of infrastructure assets is undertaken and there is also a reduction in the leasing of vehicle. Community Development is under budget by R179 million (92%) - Mainly due to no tender in place for repairs & maintenance. Process to appoint JPC, JDA and DBSA Bank for the repair and maintenance of ComDev facilities currently underway. Pikitup is under budget by R118 million (52%). Due to underspending on Repairs & Maintenance contracts, Environmental Education contracts, Training and external cleaning contracts (which is	Project owners to timeously report on the progress of their project to ensure that they are implemented in line with demand plan. The expenditure will be monitored monthly to ensure that the budget is utilised as per the approved budget. This expenditure will increase with the improved activity levels as a result of improved Covid-19 lockdown levels. City Parks: The client orders will be followed up and fulfilled and all the budget will be utilised by the end of the financial year. Also repairs and maintenance projects will be completed, and variance will decrease. GICT: The contracts renewals are in progress and some already approved. The spending will increase when the work is completed and verified by the City officials.

			community based), Covid 19 restrictions resulted in slow progression of this items. City Parks is under budget by R53 million (18%) - The under budget is due to a backlog in servicing the contracted horticultural services for both internal and centralised portfolios. There are open orders for repairs & maintenance projects that are in progress. Group Information Communication Technology is under budget by R46 million (18%) - as a result of projects that were still being verified within the department before payments could take place, these include service providers like IBM for software licences, Dimension data and Dell company on information technology. There are purchase orders already created for spending and this will improve as the scheduled payments have started taking place during the progress of the 4th quarter.	
	Transfers and subsidies	4 144 514	Group Finance - is over budget R4 billion. The variance is mainly attributable to the misalignment of the actual expenditure, as no budget provision has been allocated for this line item.	To correct the unbundling of actual in line with the budget.
	Other expenditure	1 087 565	The over expenditure is mainly due to the following: Joburg Water: by R294 million (64%), the variance is attributable to higher electricity costs incurred. City Power: by R184 million (20%.), as a result of an increase in the Kelvin lease agreement due to an increased scope in utilisation of Kelvin as well as increased cut offs fees and meter audits. Pikitup by R298 million (37, mainly due to fleet costs as a result of aged COJ Owned	Pikitup: This cannot be corrected without a significant decrease in service delivery. Housing Department: To reduce the high bills of Municipal utilities. The department still needs fast-track the refurbish of housing units and transfer them to the qualifying beneficiaries.

			fleet. Housing Department: by R60 million (28%): The expenditure on this line item is mainly for the payment of Municipal Utilities bills. The over expenditure is due to a higher billing of water and Electricity incurred from facilities owned by the City.	

Table SC3: Aged debtors' analysis

JHB City Of Johannesburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M12 June

Description	NT Code	Budget Year 2020/21											
R thousands		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	676 969	469 517	374 769	930 299			1 784 440	7 735 585	11 971 578	10 450 324	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	775 043	329 980	287 369	771 046			1 140 357	3 400 807	6 704 602	5 312 210	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	467 195	313 031	263 709	669 495			1 074 528	4 657 300	7 445 258	6 401 323	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	366 086	242 565	194 403	484 543			909 825	3 886 356	6 083 777	5 280 724	–	–
Receivables from Exchange Transactions - Waste Management	1600	138 984	85 359	77 871	206 202			470 004	2 606 036	3 584 457	3 282 243	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	(5 629)	8 155	8 114	24 136			7 941	799 263	841 981	831 340	–	–
Interest on Arrear Debtor Accounts	1810	–	–	–	–	–	–	–	–	–	–	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	–	–	–	–	–	–	–	–	–	–	–	–
Total By Income Source	**2000**	**2 418 647**	**1 448 607**	**1 206 234**	**3 085 722**	**–**	**–**	**5 387 095**	**23 085 348**	**36 631 653**	**31 558 164**	**–**	**–**
2019 / 20 - totals only		2 291 425	1 324 574	1 156 095	26 375 533					31 147 628	**26 375 533**	–	–

Table SC4: Aged creditors analysis

JHB City Of Johannesburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M12 June

Description R thousands	NT Code	Budget Year 2020/21									Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	Total	
Creditors Age Analysis By Customer Type											
Bulk Electricity	0100	1 809 421								**1 809 421**	1 216 407
Bulk Water	0200	571 379								**571 379**	493 312
PAYE deductions	0300									**–**	–
VAT (output less input)	0400									**–**	–
Pensions / Retirement deductions	0500									**–**	–
Loan repayments	0600									**–**	–
Trade Creditors	0700	1 467 968	2 355	542	785	8 863	3 331	230	108 226	**1 592 301**	1 205 141
Auditor General	0800									**–**	–
Other	0900	1 237 547	32 515	38 240	26 036	146 423	13 658	–	–	**1 494 419**	1 744 990
Total By Customer Type	**1000**	**5 086 316**	**34 870**	**38 782**	**26 821**	**155 286**	**16 989**	**230**	**108 226**	**5 467 521**	4 659 850

Table SC 10: Parent (Core) municipality's financial performance

JHB City Of Johannesburg - Supporting Table SC10 Monthly Budget Statement - Parent Municipality Financial Performance (revenue and expenditure) - M12 June

Description	Ref	2019 / 20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance	Full Year Forecast
R thousands	1								%	
Revenue By Source										
Property rates		12 552 806	13 215 032	13 215 032	1 088 091	13 025 622	13 215 032	(189 410)	-1%	13 215 032
Service charges - electricity revenue		–	–	–	–	–	–	–		–
Service charges - water revenue		–	–	–	–	–	–	–		–
Service charges - sanitation revenue		–	–	–	–	–	–	–		–
Service charges - refuse revenue		(582)	–	–	–	(54)	–	(54)	#DIV/0!	–
Service charges - other		–	–	–	–	–	–	–		–
Rental of facilities and equipment		132 133	165 490	165 490	109	46 444	165 490	(119 046)	-72%	165 490
Interest earned - external investments		302 644	316 200	300 000	(5)	191 168	300 000	(108 832)	-36%	300 000
Interest earned - outstanding debtors		1 176 140	1 293 585	166 579	43 919	864 226	166 579	697 647	419%	166 579
Dividends received		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		1 077 407	1 125 224	1 102 056	(14 734)	1 388 121	1 102 056	286 065	26%	1 102 056
Licences and permits		7 176	8 379	8 379	119	7 487	8 379	(892)	-11%	8 379
Agency services		211 766	295 532	335 625	–	254 472	335 625	(81 153)	-24%	335 625
Transfers and subsidies		8 773 818	9 923 671	10 239 728	315 149	9 970 371	10 239 728	(269 357)	-3%	10 239 728
Other revenue		2 071 085	1 904 641	847 417	395 183	2 316 927	847 417	1 469 510	173%	847 417
Gains on disposal of PPE		434 465	33 000	33 000	–	–	33 000	(33 000)	-100%	33 000
Total Revenue (excluding capital transfers and contributions)		**26 738 858**	**28 280 754**	**26 413 306**	**1 827 832**	**28 064 785**	**26 413 306**	**1 651 478**	**6%**	**26 413 306**
Expenditure By Type										–
Employee related costs		8 700 484	9 363 482	9 530 129	693 394	8 935 187	9 530 129	(594 942)	-6%	9 530 129
Remuneration of councillors		166 266	176 716	176 716	14 014	168 115	176 716	(8 601)	-5%	176 716
Debt impairment		2 880 954	1 724 178	1 594 888	(21 599)	1 955 492	1 594 888	360 604	23%	1 594 888
Depreciation & asset impairment		1 951 175	3 047 655	2 782 589	–	2 045 885	2 782 589	(736 703)	-26%	2 782 589
Finance charges		2 670 713	3 169 545	3 014 764	17 110	2 344 947	3 014 764	(669 817)	-22%	3 014 764
Bulk purchases		–	–	–	–	–	–	–		–
Other materials		29 114	186 027	187 635	2 585	27 898	187 635	(159 737)	-85%	187 635
Contracted services		1 926 518	2 520 423	2 565 335	224 281	1 767 497	2 565 335	(797 838)	-31%	2 565 335
Transfers and subsidies		4 805 008	4 790 080	30 448	528 600	4 175 093	30 448	4 144 645	13612%	30 448
Other expenditure		3 139 400	3 805 723	3 422 578	377 239	3 653 687	3 422 578	231 109	7%	3 422 578
Loss on disposal of PPE		62 211	–	–	28	19 239	–	19 239	#DIV/0!	–
Total Expenditure		**26 331 844**	**28 783 829**	**23 305 081**	**1 835 652**	**25 093 042**	**23 305 081**	**1 787 961**	**8%**	**23 305 081**
Surplus/(Deficit)		407 015	(503 074)	3 108 225	(7 820)	2 971 742	3 108 225	(136 483)	-4%	3 108 225
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		1 852 573	1 755 310	2 266 043	(104 500)	1 482 619	2 266 043	(783 424)	-35%	2 266 043
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)		–	34 700	38 900	–	36	38 900	(38 864)	-100%	38 900
Transfers and subsidies - capital (in-kind - all)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		2 259 588	1 286 936	5 413 168	(112 320)	4 454 397	5 413 168	(958 771)	-18%	5 413 168
Taxation		–	–	–	–	–	–	–		–
Surplus/(Deficit) after taxation		**2 259 588**	**1 286 936**	**5 413 168**	**(112 320)**	**4 454 397**	**5 413 168**	**(958 771)**	**-18%**	**5 413 168**

Table SC11: Summary of municipal entities performance

JHB City Of Johannesburg - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M12 June

Description	Ref	2019 / 20	Budget Year 2020/21							
R thousands		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue By Municipal Entity										
City Power		16 718 897	17 720 102	17 686 542	1 689 093	16 828 738	17 686 542	(857 804)	-5%	17 686 542
Johannesburg Water		13 503 035	14 095 784	13 999 013	1 170 915	13 050 932	13 999 013	(948 081)	-7%	13 999 013
Pikitup		2 793 402	2 976 717	2 166 569	261 185	3 072 331	2 166 569	905 762	42%	2 166 569
Johannesburg Roads Agency		1 395 896	1 484 876	230 997	129 671	1 433 916	230 997	1 202 919	521%	230 997
Metrobus		704 404	775 554	74 392	55 957	713 590	74 392	639 198	859%	74 392
Johannesburg City Parks and Zoo		1 094 882	1 151 016	56 635	103 723	1 120 850	56 634	1 064 216	1879%	56 635
JDA		117 567	120 980	80 353	13 119	119 303	80 353	38 950	48%	80 353
Johannesburg Property Company		797 041	968 637	81 594	80 047	751 389	81 594	669 795	821%	81 594
Metropolitan Trading Company		31 814	513 467	51 699	119 160	574 938	51 699	523 239	1012%	51 699
Joburg Market		510 663	536 488	508 326	41 351	524 487	508 326	16 161		508 326
Johannesburg Social Housing Company		198 713	215 082	229 469	29 016	260 507	229 469	31 038	14%	229 469
Joburg City Theatres		184 164	209 836	49 382	24 342	204 937	49 382			49 382
Total Operating Revenue	1	**37 866 315**	**40 558 703**	**35 165 589**	**3 693 238**	**38 450 982**	**35 165 588**	**3 285 394**	**9%**	**35 165 589**
Expenditure By Municipal Entity										–
City Power		16 173 048	17 245 666	16 473 034	1 828 178	16 719 035	16 473 034	246 001	1%	16 473 034
Johannesburg Water		12 463 997	12 787 167	12 195 636	931 955	12 443 599	12 195 636	247 963	2%	12 195 636
Pikitup		2 335 663	2 627 821	2 580 035	378 209	2 793 378	2 580 035	213 343	8%	2 580 035
Johannesburg Roads Agency		1 256 812	1 484 849	1 478 288	51 966	1 281 081	1 478 288	(197 207)	-13%	1 478 288
Metrobus		660 354	775 554	680 352	30 973	572 566	680 352	(107 786)	-16%	680 352
Johannesburg City Parks and Zoo		1 109 904	1 150 756	1 140 755	103 676	1 120 744	1 140 755	(20 011)	-2%	1 140 755
JDA		96 101	120 980	107 492	16 266	110 488	107 492	2 996	3%	107 492
Johannesburg Property Company		763 126	968 637	872 723	80 047	847 365	872 723	(25 358)	-3%	872 723
Metropolitan Trading Company		(141 333)	513 437	367 644	(66 750)	34 704	367 644	(332 940)	-91%	367 644
Joburg Market		408 118	382 660	425 864	45 615	412 395	425 864			425 864
Johannesburg Social Housing Company		290 482	215 082	247 759	22 510	343 835	247 759	(13 469)	-5%	247 759
Joburg City Theatres		180 390	209 836	216 712	24 342	201 400	216 712			216 712
Total Operating Expenditure	2	**35 416 271**	**38 272 609**	**36 569 582**	**3 422 644**	**36 679 190**	**36 569 582**	**109 608**	**0%**	**36 569 582**

Table SC12: Monthly Budget Statement

JHB City Of Johannesburg - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M12 June

Month	2019 / 20	Budget Year 2020/21							
R thousands	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	% spend of Original Budget
Monthly expenditure performance trend									
July	–	621 547	–	(44 447)	(44 447)	–	44 447	(0)	-1%
August	–	621 547	–	82 776	38 329	–	(38 329)	-96,9%	1%
September	–	621 547	–	369 048	407 377	–	(407 377)	-78,2%	5%
October	–	621 547	–	357 429	764 806	–	(764 806)	-69,2%	10%
November	–	621 547	–	542 278	1 307 084	–	(1 307 084)	-58%	18%
December	–	621 547	–	431 353	1 738 437	–	(1 738 437)	-53,4%	23%
January	–	621 547	–	166 570	1 905 007	–	(1 905 007)	-48,9%	26%
February	–	621 547	–	387 640	2 292 647	–	(2 292 647)	-38,5%	31%
March	–	621 547	5 735 959	788 611	3 081 258	5 735 959	2 654 700	46,3%	41%
April	–	621 547	637 329	481 689	3 562 947	6 373 288	2 810 340	44,1%	48%
May	–	621 547	637 329	501 892	4 064 839	7 010 616	2 945 777	42,0%	54%
June	–	621 547	637 329	2 114 946	6 179 785	7 647 945	1 468 160	19,2%	83%
Total Capital expenditure	**–**	**7 458 560**	**7 647 945**	**6 179 785**					