COJ: GOVERNANCE TECHNICAL CLUSTER	**2022-01-**
COJ: EMT	**2022-01-**
COJ: GOVERNANCE SUB- MAYORAL COMMITTEE	**2022-01-**
COJ: MAYORAL COMMITTEE	**2022-01-**
GROUP ACCOUNTING	

CITY OF JOHANNESBURG

GROUP FINANCE

SECTION 71 REPORT

PERIOD ENDED 30 November 2021

CITY OF JOHANNESBURG MFMA IN-YEAR FINANCIAL REPORT FOR THE PERIOD ENDED 30 NOVEMBER 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 monthly.

This report sets out the progress on the financial performance of the City of Johannesburg against the budget for the period ended 30 November 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 November 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 variance is -8%, R2.4 billion under performance [November 2020: 4%], the actual operating expenditure is under budget by 1%, R351 million [November 2020: -4%]. The net result is an operating deficit of R1.9 billion against a year-to-date (YTD) budgeted deficit of R177 million.

The approved Capital budget for the 2021/22 financial year amounts to R8.2 billion. The total actual expenditure (excluding commitments) to date amounts to R1.3 billion (15%) of the approved budget.

The total opening and closing investment balances including cash for the month of November 2021 were R4.4 billion and R3.5 billion respectively. This shows a decrease of R836 million on during the month as indicated in Table 1 below.

Nov-21	OPENING	CLOSING
Operational Call Deposits	1 083 586 478	307 741 345
Operational Term Deposits	-	-
Standard Bank Primary Account Balance	943 157 198	393 512 491
Absa Primary Account Balance	1 572 144	398 017 038
TOTAL UNENCUMBERED	**2 028 315 820**	**1 099 270 874**
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	16 442 201	16 491 775
Non-Sweeping Bank Accounts	1 971 410 579	2 064 486 384
TOTAL ENCUMBERED	**2 326 359 856**	**2 419 485 237**
TOTAL INVESTMENTS	**4 354 675 676**	**3 518 756 111**

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

Nov-21	OPENING	CLOSING
Cash and Cash Equivalents	1 733 953 919	1 738 654 434
Tradable Instruments Portfolio	1 104 156 016	1 087 407 694
TOTAL SINKING FUND INVESTMENTS	**2 838 109 935**	**2 826 062 128**

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

- Total unencumbered balances decreased by R929 million during the course of the month, which was primarily driven by a decrease in the primary accounts and operational call deposits portfolios.
- Total encumbered balances increased by R93 million during this same period, with the largest increase being in the non-sweeping's portfolio. The combined movement resulted in the overall total balance decrease of R836 million.
- The Sinking Fund balances closed R12 million lower at R2.8 billion, with an increase of R4.7 million in the cash and cash equivalents portfolio and decrease of R16,.7 million in the tradable instruments portfolio.

Cash movements analysis:

Inflows for the month of November amounted to R5, 401 billion versus outflows of R6, 237billion. The resulting net movement was a decrease of R836 million made up as depicted in Table 1.1.

Nov-21	
Description	**R '000**
Cash Collections	3 476 146
Revenue cash collections paid into Primary and Ordinary bank accounts	302 003
Direct Payments into MOE Revenue accounts	10 628
Prepaid Collections	146 295
Operating Grants and Subsidies	622 532
Other Income (Interest Received, Vat Refund, Licensing Fees)	407 438
Positive Sweepings and Non-Sweeping Movements	436 018
Total Cash Inflows	5 401 060
Outflows	
Description	**R '000**
Operational and Capital Expenditure and Treasury Transactions*	-5 832 808
Negative Sweepings and Non-Sweeping Movements	-404 172
Total Cash Outflows	-6 236 979
Net Movement	-835 920

Summary Table 1.1 Cash Movements as at 30 November 2021

- Treasury transactions include loan repayments and finance charges as per the Redemption Schedule.

- Other income includes licensing fees amounting to R138 million, VAT Refund of R139 million and interest received for the amount of R18 million.

November 2021 Billing & November 2021 Collections; Year to Date Billing & Collections:

Collection Rate Report	November 2021 - R'000			5 Months		
	Billing	Collections	%	Total Billing	Total Receipts	%
	October 2021	November 2021		June to October 2021	July to November 2021	
Assessment Rates	1,105,945	1,060,765	95.9%	5,615,043	5,009,882	89.2%
Other Levies	31,217	76,590	245.3%	156,709	217,218	138.6%
Electricity	1,639,776	1,440,043	87.8%	9,249,421	8,257,398	89.3%
Water	1,519,341	1,050,390	69.1%	6,860,700	5,024,910	73.2%
Refuse	227,446	180,129	79.2%	1,094,193	853,457	78.0%
COJ – TOTAL	**4,523,725**	**3,807,918**	**84.2%**	**22,976,066**	**19,362,866**	**84.3%**

The City billed R4.5 billion in October 2021 compared to R3.8 billion collected in November 2021. The year-to-date billing as at 30 November 2021 is R23 billion compared to R19.4 billion collected as at 30 November 2021.

Reconciliation between Treasury banking and RSSC collections

Description	Nov 2021	YTD
	R 000's	R 000's
Balance as reported by Treasury	3 935 071	19 287 803
Deposits reflected by Treasury in current month	-45 356	-242 581
Refunds, Deposits and Sundry Revenue	-41 459	-253 563
Water: Industrial Effluent and Cross-Boundary Sales	15 544	93 730
Difference in electricity and water prepaid sales	-7 908	1 599
Non-Cash Items:		
Staff Accounts	5 571	26 510
Departmental Settlements	-53 845	449 368
Total Revenue as per Revenue Collection Report	**3 807 918**	**19 362 866**

The November deposits of approximately R-45 million are mainly as a result of the monthly timing differences that occur due to electronic payments received at the end of the month and reflected on the Treasury Bank Statement for that month. These deposits are uploaded to the accounts and will only reflect in the following month on the RSSC Revenue Collections Report.

Revenue Performance: Actual vs. Budget

Description		Oct 2021	Nov 2021
Budget Billing	R 000	4 481 734	4 685 022
Actual Billing	R 000	4 523 725	4 337 303
Shortfall (-) / Surplus (+) in Billing	R 000	41 991	-347 719
Budget Collection	R 000		4 252 457
Actual Revenue Collection	R 000		3 807 918
Shortfall (-) / Surplus (+) in Collections	R 000		-444 539
Actual Billing vs. Budgeted Billing	%	100.9%	92.6%
Actual Collection vs. Budgeted Collection	%		89.5%
Budgeted Collection (Nov) vs. Budgeted Billing (Oct)	%		94.9%
Actual Collections (Nov) vs. Actual Billing (Oct)	%		84.2%

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

The cash movement analysis above highlights that the cash inflows amounted to R5.4 billion while the cash outflows amounted to R6.2 billion, which resulted in a negative net movement of R835 million in the month of November. This points to a liquidity risk for the City as the cash net movement has shown a negative trend since the month of September 2021, with R1.8 billion, R1.5 billion and R835 billion for September 2021, October 2021 and November 2021 respectively.

In addition, budgeted collection vs actual collection for the month of November was 89.5% and year-to-date Actual billing vs Actual collection was 84.3%. This is below the budgeted collection rate of 90%.

The above identified gap if continued may result in the City having insufficient funding to cover budgeted expenditure. The position will be assessed as part of the adjustment budget process.

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 – 05 mSCOA data strings was submitted to the National Treasury on the 14th November 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 monthly.

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.

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Assistant Director: Financial Analysis
011 358 3407

CHARITY-ANN WURAYAYI
GROUP HEAD GROUP ACCOUNTING

SENIOR LEGAL ADVISOR
GROUP LEGAL AND CONTRACTS

04.02.2022
DATE

LUFUNO MASHAU
ACTING GROUP HEAD: RSSC

05/02/2022
DATE

SINOVUYO MPAKAMA
GROUP HEAD: TREASURY AND FINANCIAL STRATEGY AND PLANNING

07 Fenruary 2022
DATE

MANENZHE MANENZHE
GROUP CHIEF FINANCIAL OFFICER

Julie Suddaby

9/2/22
DATE

COUNCILLOR JULIE SUDDABY
MMC GROUP FINANCE

Annexure A

In-Year Report

Budget year: 2021/22

Reporting Period: Month 05

November 2021

PART 1: IN-YEAR REPORT

1.1 Mayor's Report

On 27 May 2021, Council approved the 2021/22 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 November 2021 are summarised as follows:

<u>Consolidated Monthly budget statement - summary</u>

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 negative variance of R2.1 billion against the YTD budget for the period ended 30 November 2021.

The operating expenditure is underspent by R27.1 million, against year-to-date expenditure budget of R27.5 billion.

<u>Summary of Capital Expenditure</u>

The following tables show the total budget (including that of the municipal entities) of R8.2 billion. The actual year to date expenditure (excluding commitments) amounts to R1.3 billion (15%) while total expenditure including commitments to date amounts to R2.3 billion (28%) of the approved budget.

Capital Expenditure per funding source as at 30 November 2020:

Description (R million)	Budget 20/21	YTD Exp	Commit-ments	Total Exp	% Spent
CoJ Loans	2,999	428	212	640	21%
CRR / Cash	1,846	269	192	460	25%
Nat Grant	381	57	-	57	15%
Prov Grant	-	-	-	-	0%
USDG	1,668	425	9	434	26%
Other	384	129	37	166	43%
Total CoJ	7,278	1,307	449	1,756	24%

Capital Expenditure per funding source as at 30 November 2021:

Description (R million)	Budget 20/21	YTD Exp	Commit-ments	Total Exp	% Spent
CoJ Loans	3 032	430	347	776	26%
CRR / Cash	2 600	326	387	713	27%
Nat Grant	113	26	0	26	23%
Prov Grant	-	-	-	-	0%
USDG	1 213	319	92	412	34%
USIP	646	55	70	125	19%
Other	553	99	110	209	38%
Total CoJ	8 157	1 255	1 006	2 261	28%

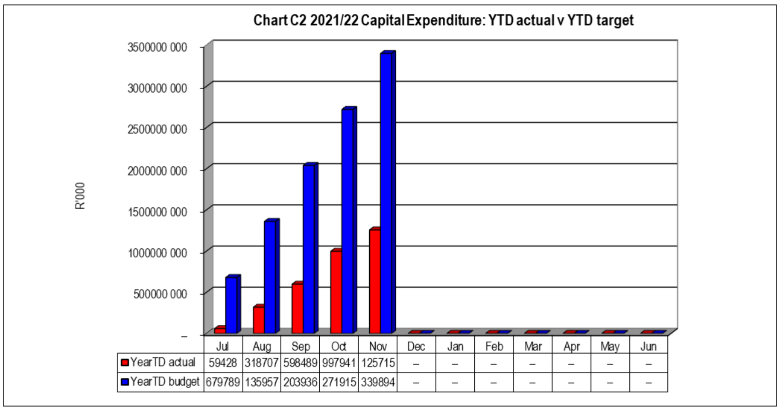
Consolidated Summary - Capital Expenditure as 30 November 2021:

Description (R million)	Budget 20/21	YTD Exp	Commit-ments	Total Exp	% Spent
Economic Development	13	3	-	3	22%
EISD	68	-	-	-	0%
Transportation	400	8	0	9	2%
Community Development	144	-1	110	109	76%
Health	119	4	1	5	4%
Social Development	76	5	67	73	95%
Forensic	5	0	0	0	7%
Ombudsman	1	-	-	-	0%
Office of the City Manager	613	-20	125	105	17%
Speaker	5	0	-	0	2%
Group ICT	556	-85	309	224	40%
Group Finance	28	-	-	-	0%
Group Corporate Services	355	0	0	0	0%
Housing	1 159	246	-	246	21%
Development Planning	150	40	0	40	27%
Public Safety	169	55	4	59	35%
Total Core Administration	3 861	255	618	873	23%

Description (R million)	Budget 20/21	YTD Exp	Commit- ments	Total Exp	% Spent
City Power	950	129	277	406	43%
Johannesburg Water	1 141	289	-	289	25%
Pikitup	180	51	34	85	47%
Jhb Roads Agency	733	204	32	236	32%
Metrobus	148	9	-	9	6%
Jhb City Parks and Zoo	103	12	12	24	23%
Jhb Development Agency	214	52	-	52	24%
Jhb Property Company	57	4	-	4	7%
Metro Trading Company	34	20	29	49	146%
Joburg Market	80	25	-	25	32%
JOSHCO	648	205	-	205	32%
Joburg City Theatres	12	0	4	4	33%
Total MEs	4 297	1 000	389	1 388	32%

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:



Cash Flow

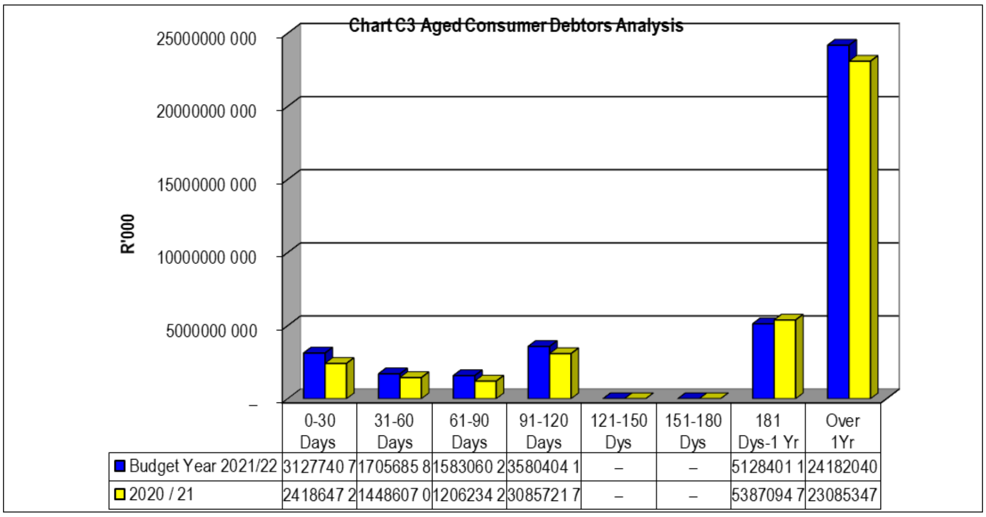
The cash flow of the City of Johannesburg, as depicted in Tables C1 and C7, indicates the following:

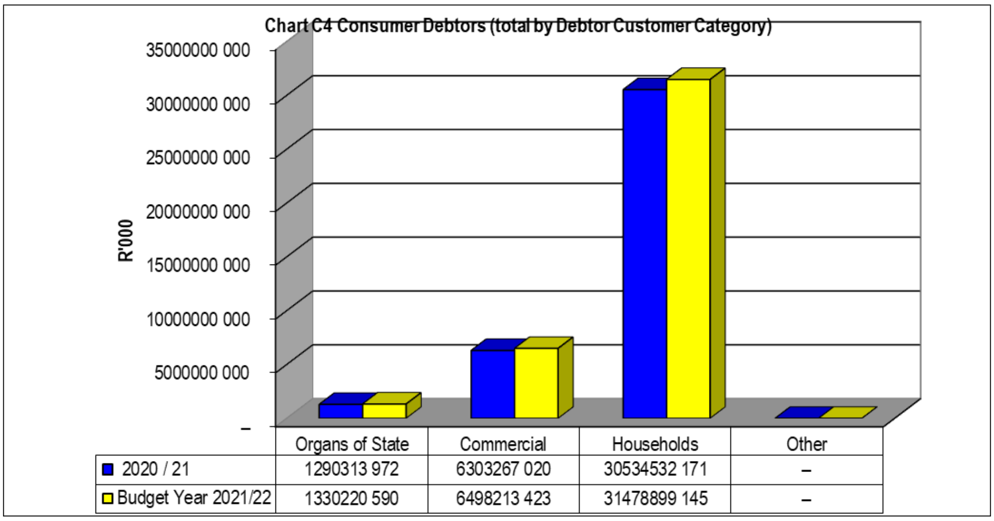
- Cash and Cash equivalents as at the end of November 2021 amount to R3.5 billion;
- The cash flow from operating activities is R222 million;
- The cash flow from investing activities amount to R3.1 billion; negative
- The cash flow from financing activities amount to R167 million; negative.

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 R39.3 billion. Chart C3 below illustrates the Consumers debtors age analysis:





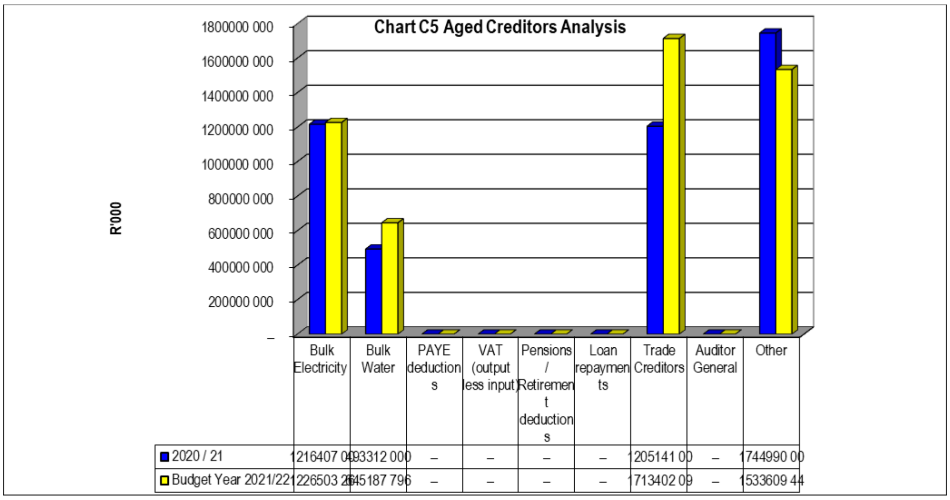
Interventions / Actions

The following interventions / actions were implemented during November 2021 to increase collection levels:

- 301 accounts were identified for delivery of pre-termination notices, total value R155 million of which R6.9 million were collected from 58 accounts.
- 451 electricity accounts were identified for disconnections, total value R153 million of which R7.4 million were collected from 272 accounts.
- 1 413 water accounts were identified for disconnections, total value R773 million of which R10.8 million were collected from 536 accounts

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 November 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 - M05 November

Description	2020 / 21	Budget Year 2021/22							
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	–	13 479 333	–	1 102 469	5 583 352	5 616 389	(33 037)	-1%	13 479 333
Service charges	–	36 859 015	–	2 698 169	14 832 117	15 266 180	(434 063)	-3%	36 859 015
Investment revenue	–	330 905	–	9 221	56 411	136 922	(80 511)	-59%	330 905
Transfers and subsidies	–	10 724 018	–	50 203	3 706 436	4 517 875	(811 439)	-18%	10 724 018
Other own revenue	–	4 453 511	–	204 122	1 033 640	1 779 040	(745 401)	-42%	4 453 511
Total Revenue (excluding capital transfers and contributions)	**–**	**65 846 782**	**–**	**4 064 184**	**25 211 956**	**27 316 405**	**(2 104 449)**	**-8%**	**65 846 782**
Employee costs	–	17 118 019	–	1 844 526	7 165 193	7 637 272	(472 079)	-6%	17 118 019
Remuneration of Councillors	–	187 015	–	11 837	67 309	77 923	(10 613)	-14%	187 015
Depreciation & asset impairment	–	4 332 706	–	305 075	1 554 345	1 802 349	(248 004)	-14%	4 332 706
Finance charges	–	3 177 846	–	214 252	1 058 946	1 323 075	(264 130)	-20%	3 177 846
Inventory consumed and bulk purchases	–	21 396 860	–	1 566 330	9 660 803	8 831 990	828 813	9%	21 396 860
Transfers and subsidies	–	512 293	–	291	22 554	213 332	(190 778)	-89%	512 293
Other expenditure	–	18 393 924	–	1 806 251	7 613 223	7 607 444	5 778	0%	18 393 924
Total Expenditure	**–**	**65 118 662**	**–**	**5 748 561**	**27 142 373**	**27 493 386**	**(351 014)**	**-1%**	**65 118 662**
Surplus/(Deficit)	**–**	**728 120**	**–**	**(1 684 377)**	**(1 930 417)**	**(176 981)**	**(1 753 436)**	**991%**	**728 120**
Transfers and subsidies - capital (monetary allocations) (National / Pro	–	1 972 300	–	43 371	452 822	833 883	(381 061)	-46%	1 972 300
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	–	553 178	–	23 294	159 471	166 958	(7 487)	-4%	553 178
Surplus/(Deficit) after capital transfers & contributions	**–**	**3 253 598**	**–**	**(1 617 713)**	**(1 318 124)**	**823 861**	**(2 141 985)**	**-260%**	**3 253 598**
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–		–
Surplus/ (Deficit) for the year	**–**	**3 253 598**	**–**	**(1 617 713)**	**(1 318 124)**	**823 861**	**(2 141 985)**	**-260%**	**3 253 598**
Capital expenditure & funds sources									
Capital expenditure	**–**	**8 157 478**	**–**	**259 211**	**1 254 852**	**8 157 478**	**(6 902 626)**	**-85%**	**8 157 478**
Capital transfers recognised	–	2 525 478	–	119 875	499 133	2 525 478	(2 026 345)	-80%	2 525 478
Borrowing	–	3 032 000	–	114 901	429 717	3 032 000	(2 602 283)	-86%	3 032 000
Internally generated funds	**–**	**2 600 000**	**–**	**24 436**	**326 002**	**2 600 000**	**(2 273 998)**	**-87%**	**2 600 000**
Total sources of capital funds	**–**	**8 157 478**	**–**	**259 211**	**1 254 852**	**8 157 478**	**(6 902 626)**	**-85%**	**8 157 478**
Financial position									
Total current assets	–	17 735 260	–		51 677 859				17 735 260
Total non current assets	–	89 277 813	–		96 769 809				89 277 813
Total current liabilities	–	17 208 272	–		47 865 616				17 208 272
Total non current liabilities	–	27 966 068	–		43 839 496				27 966 068
Community wealth/Equity	**–**	**61 838 733**	**–**		**59 108 794**				**61 838 733**
Cash flows									
Net cash from (used) operating	–	6 261 667	–	(256 530)	222 405	2 332 714	2 110 309	90%	6 261 667
Net cash from (used) investing	–	(8 120 901)	–	(499 040)	(3 145 198)	(2 680 312)	464 887	-17%	(8 120 901)
Net cash from (used) financing	–	1 721 018	–	(80 349)	(167 271)	(546 243)	(378 971)	69%	1 721 018
Cash/cash equivalents at the month/year end	**–**	**4 701 465**	**–**	**3 518 756**	**3 518 756**	**3 945 840**	**427 084**	**11%**	**4 701 465**

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	3 127 741	1 705 686	1 583 060	3 580 404	–	–	5 128 401	24 182 041	39 307 333
Creditors Age Analysis									
Total Creditors	4 693 591	50 842	32 663	22 810	(363)	41 657	32 766	244 738	5 118 703

Table C4 - Monthly budget statement – Revenue and expenditure

JHB City Of Johannesburg - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M05 November

Description	Ref	2020 / 21	Budget Year 2021/22							
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		–	13 479 333	–	1 102 469	5 583 352	5 616 389	(33 037)	-1%	13 479 333
Service charges - electricity revenue		–	20 163 994	–	1 251 758	7 777 132	8 306 481	(529 349)	-6%	20 163 994
Service charges - water revenue		–	8 908 587	–	666 350	3 505 919	3 711 911	(205 992)	-6%	8 908 587
Service charges - sanitation revenue		–	5 544 750	–	512 739	2 520 975	2 310 313	210 662	9%	5 544 750
Service charges - refuse revenue		–	2 241 684	–	267 323	1 028 091	937 475	90 616	10%	2 241 684
Rental of facilities and equipment		–	486 989	–	27 050	135 155	188 356	(53 201)	-28%	486 989
Interest earned - external investments		–	330 905	–	9 221	56 411	136 922	(80 511)	-59%	330 905
Interest earned - outstanding debtors		–	429 081	–	34 400	151 148	178 800	(27 652)	-15%	429 081
Dividends received		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		–	1 118 233	–	(9)	25 155	465 930	(440 776)	-95%	1 118 233
Licences and permits		–	8 741	–	440	3 611	3 642	(32)	-1%	8 741
Agency services		–	350 061	–	31 968	142 813	145 859	(3 045)	-2%	350 061
Transfers and subsidies		–	10 724 018	–	50 203	3 706 436	4 517 875	(811 439)	-18%	10 724 018
Other revenue		–	2 027 406	–	109 342	578 796	793 703	(214 907)	-27%	2 027 406
Gains		–	33 000	–	931	(3 038)	2 750	(5 788)	-210%	33 000
Total Revenue (excluding capital transfers and contributions)		–	**65 846 782**	–	**4 064 184**	**25 211 956**	**27 316 405**	**(2 104 449)**	**-8%**	**65 846 782**
										–
Expenditure By Type										–
Employee related costs		–	17 118 019	–	1 844 526	7 165 193	7 637 272	(472 079)	-6%	17 118 019
Remuneration of councillors		–	187 015	–	11 837	67 309	77 923	(10 613)	-14%	187 015
Debt impairment		–	5 183 337	–	608 469	3 210 409	2 152 134	1 058 275	49%	5 183 337
Depreciation & asset impairment		–	4 332 706	–	305 075	1 554 345	1 802 349	(248 004)	-14%	4 332 706
Finance charges		–	3 177 846	–	214 252	1 058 946	1 323 075	(264 130)	-20%	3 177 846
Bulk purchases - electricity		–	13 700 479	–	941 484	6 603 887	5 638 626	965 261	17%	13 700 479
Inventory consumed		–	7 696 381	–	624 846	3 056 916	3 193 364	(136 448)	-4%	7 696 381
Contracted services		–	6 499 742	–	494 547	1 842 188	2 583 678	(741 490)	-29%	6 499 742
Transfers and subsidies		–	512 293	–	291	22 554	213 332	(190 778)	-89%	512 293
Other expenditure		–	6 710 513	–	702 647	2 557 876	2 871 493	(313 617)	-11%	6 710 513
Losses		–	331	–	589	2 750	140	2 610	1870%	331
Total Expenditure		–	**65 118 662**	–	**5 748 561**	**27 142 373**	**27 493 386**	**(351 014)**	**-1%**	**65 118 662**
Surplus/(Deficit)		–	**728 120**	–	**(1 684 377)**	**(1 930 417)**	**(176 981)**	**(1 753 436)**	**0**	**728 120**
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		–	1 972 300	–	43 371	452 822	833 883	(381 061)	**(0)**	1 972 300
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)		–	553 178	–	23 294	159 471	166 958	(7 487)	**(0)**	553 178
Transfers and subsidies - capital (in-kind - all)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		–	**3 253 598**	–	**(1 617 713)**	**(1 318 124)**	**823 861**			**3 253 598**
Taxation		–	225 944	–	–	–	94 143	(94 143)	(0)	225 944
Surplus/(Deficit) after taxation		–	**3 027 654**	–	**(1 617 713)**	**(1 318 124)**	**729 718**			**3 027 654**
Attributable to minorities		–	–	–	–	–	–			–
Surplus/(Deficit) attributable to municipality		–	**3 027 654**	–	**(1 617 713)**	**(1 318 124)**	**729 718**			**3 027 654**
Share of surplus/ (deficit) of associate		–	–	–	–	–	–			–
Surplus/ (Deficit) for the year		–	**3 027 654**	–	**(1 617 713)**	**(1 318 124)**	**729 718**			**3 027 654**

Table C6 – Financial Position

JHB City Of Johannesburg - Table C6 Consolidated Monthly Budget Statement - Financial Position - M05 November

Description	Ref	2020 / 21	Budget Year 2021/22				
R thousands	1	Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast	Variance
ASSETS							
Current assets							
Cash		–	2 673 159	–	3 211 015	2 673 159	(537 856)
Call investment deposits		–	2 028 306	–	307 741	2 028 306	1 720 565
Consumer debtors		–	8 250 858	–	21 021 693	8 250 858	(12 770 835)
Other debtors		–	4 414 989	–	25 508 007	4 414 989	(21 093 018)
Current portion of long-term receivables		–	–	–	1 171 206	–	(1 171 206)
Inventory		–	367 949	–	458 197	367 949	(90 248)
Total current assets		–	17 735 260	–	51 677 859	17 735 260	(33 942 599)
Non current assets						–	
Long-term receivables		–	83 899	–	4 473 187	83 899	(4 389 288)
Investments		–	1 108 368	–	–	1 108 368	1 108 368
Investment property		–	1 655 336	–	9 340	1 655 336	1 645 996
Investments in Associate		–	25 027	–	(0)	25 027	25 027
Property, plant and equipment		–	80 309 661	–	83 509 043	80 309 661	(3 199 382)
Agricultural		–	–	–	–	–	–
Biological assets		–	640 631	–	(782)	640 631	641 413
Intangible assets		–	3 076 820	–	(2 428 480)	3 076 820	5 505 300
Other non-current assets		–	2 378 072	–	11 207 501	2 378 072	(8 829 429)
Total non current assets		–	89 277 813	–	96 769 809	89 277 813	(7 491 995)
TOTAL ASSETS		–	107 013 073	–	148 447 668	107 013 073	(41 434 595)
LIABILITIES						–	
Current liabilities						–	
Bank overdraft		–	–	–	–	–	–
Borrowing		–	3 681 062	–	561 207	3 681 062	3 119 855
Consumer deposits		–	20 300	–	1 236 842	20 300	(1 216 542)
Trade and other payables		–	13 096 159	–	45 228 611	13 096 159	(32 132 452)
Provisions		–	410 750	–	838 957	410 750	(428 206)
Total current liabilities		–	17 208 272	–	47 865 616	17 208 272	(30 657 344)
Non current liabilities						–	
Borrowing		–	21 105 197	–	39 411 732	21 105 197	(18 306 534)
Provisions		–	6 860 871	–	4 427 765	6 860 871	2 433 106
Total non current liabilities		–	27 966 068	–	43 839 496	27 966 068	(15 873 429)
TOTAL LIABILITIES		–	45 174 340	–	91 705 113	45 174 340	(46 530 773)
NET ASSETS	2	–	61 838 733	–	56 742 555	61 838 733	5 096 178
COMMUNITY WEALTH/EQUITY						–	
Accumulated Surplus/(Deficit)		–	61 838 733	–	58 156 802	61 838 733	3 681 932
Reserves		–	–	–	951 992	–	(951 992)
TOTAL COMMUNITY WEALTH/EQUITY	2	–	61 838 733	–	59 108 794	61 838 733	2 729 939

Table C7 – Cash flow

JHB City Of Johannesburg - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M05 November

Description	Ref	2020 / 21	Budget Year 2021/22							
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		–	12 325 853		1 096 186	4 922 438	5 135 772	(213 334)	-4%	12 325 853
Service charges		–	33 332 217		2 838 885	14 365 365	13 798 432	566 933	4%	33 332 217
Other revenue		–	2 750 139		708 234	3 539 461	1 240 595	2 298 866	185%	2 750 139
Transfers and Subsidies - Operational		–	10 724 018		–	3 585 351	4 517 875	(932 524)	-21%	10 724 018
Transfers and Subsidies - Capital		–	1 972 300		622 532	1 645 693	1 000 842	644 851	64%	1 972 300
Interest		–	720 367		17 766	96 192	162 291	(66 099)	-41%	720 367
Dividends		–	–					–		–
Payments		–								
Suppliers and employees		–	(51 873 087)		(5 482 599)	(27 494 168)	(21 986 685)	5 507 484	-25%	(51 873 087)
Finance charges		–	(3 177 846)		(56 502)	(421 535)	(1 323 076)	(901 540)	68%	(3 177 846)
Transfers and Grants		–	(512 293)		(1 033)	(16 391)	(213 332)	(196 940)	92%	(512 293)
NET CASH FROM/(USED) OPERATING ACTIVITIES		**–**	**6 261 667**	**–**	**(256 530)**	**222 405**	**2 332 714**	**2 110 309**	**90%**	**6 261 667**
CASH FLOWS FROM INVESTING ACTIVITIES										
Receipts		–								
Proceeds on disposal of PPE		–	585 847	–	–	–	13 612	(13 612)	-100%	585 847
Decrease (increase) in non-current receivables		–	–	–	–	–		–		–
Decrease (increase) in non-current investments		–	(549 270)	–	–	–	(228 863)	228 863	-100%	(549 270)
Payments		–								
Capital assets		–	(8 157 478)		(499 040)	(3 145 198)	(2 465 061)	680 137	-28%	(8 157 478)
NET CASH FROM/(USED) INVESTING ACTIVITIES		**–**	**(8 120 901)**	**–**	**(499 040)**	**(3 145 198)**	**(2 680 312)**	**464 887**	**-17%**	**(8 120 901)**
CASH FLOWS FROM FINANCING ACTIVITIES										–
Receipts		–								
Short term loans		–	–		–	–	–	–		–
Borrowing long term/refinancing		–	3 032 000			–	–	–		3 032 000
Increase (decrease) in consumer deposits		–	201				84	(84)	-100%	201
Payments		–								
Repayment of borrowing		–	(1 311 183)		(80 349)	(167 271)	(546 326)	(379 055)	69%	(1 311 183)
NET CASH FROM/(USED) FINANCING ACTIVITIES		**–**	**1 721 018**		**(80 349)**	**(167 271)**	**(546 243)**	**(378 971)**	**69%**	**1 721 018**
NET INCREASE/ (DECREASE) IN CASH HELD		–	**(138 216)**		**(835 920)**	**(835 920)**	**(893 840)**			**(138 216)**
Cash/cash equivalents at beginning:		–	4 839 681		4 354 676	4 354 676	4 839 681			4 839 681
Cash/cash equivalents at month/year end:		–	4 701 465		3 518 756	3 518 756	3 945 840			4 701 465

PART 3: ADDITIONAL SUPPORTING SCHEDULES
Table SC1: Variance reasons

Description	YTD variance	Reasons for material deviations	Remedial or corrective steps/remarks
Revenue by Source			
Service charges - electricity revenue	(529 349)	The underperformance is mainly as a result of decreased consumption for all Industrial and Commercial customers due to changing consumption patterns under Covid 19 restrictions.	City Power has responded to these challenges associated with revenue and non-technical losses with a Revenue Enhancement Strategy. The strategy aims to reduce non-technical losses and increase revenue. It has very focused initiatives to improve revenue through accounting for revenue completeness and revenue accuracy. At the core of the Revenue Enhancement Strategy is a new data analytics capability, continuous processes improvement and governance, use of technology, training of staff and management of various stakeholders. Below are the initiatives in assisting with the reduction of non-technical losses. • Prepaid Project (smart meter roll-out) • New Services Connections • Post Billing Process Optimization • Alarms

			• Queries.
Service charges - water revenue	(205 992)	The underperformance is as a result of a decrease consumption of water in business and households due to changing consumption patterns under Covid-19 restrictions	Performance will continue to be monitored with a view to review during the mid year adjustment budget process
Service charges - sanitation revenue	210 662	The over recovery of revenue is due to increased billing to business customers as a result of increased sewage water received and treated, furthermore due to additional revenue from the outcomes of stand-by-stand audits	No remedial action
Service charges - refuse revenue	90 616	The over performance is as a result of increased billing for Landfill Fees.	A manager has been seconded to ensure that Landfill billing process is improved.
Rental of facilities and equipment	(53 201)	Due to a drop in the conclusion of new leases and the renewal of leases for council owned properties due to COVID 19	Efforts should continue to fast track lease renewals.
Interest earned - external investments	(80 511)	The interest earned is below target compared to budget and is in line with currently available cash for investment	The interest income budget will be reviewed during the adjustment budget process in January/February 2022 in line with year to date performance.
Interest earned - outstanding debtors	(27 652)	**Joburg Water** - is under budget by R31 million (39%) . The underperformance is as a result of information received from COJ Revenue which shows a decreasing interest earned while long term debtors are increasing.	Joburg Water has requested RSSC to investigate the decreasing interest on outstanding debtors whilst defaulting debtors continue to grow, and the entity is awaiting feedback in this regard.

Fines, penalties, and forfeits	(440 776)	The revenue is under budget due to the speed cameras contract that has expired. Furthermore, revenue from August still cannot be recognised due to missing information from Opus as a result of enaties system crash.	The Public Safety department is currently processing payments of outstanding invoices.
Agency services	(3 045)	The year-to-date actual is progressing in line with the year-to-date budget. In addition, there has been an improvement in collection of revenue from renewal of licenses and drivers' licenses.	No remedial action required.
Transfers and subsidies	(811 439)	The under recovery is due to grants being received from National Treasury in three tranches while the budget is allocated pro-rata over 12 months resulting in the noted variance.	The compliance data for Equitable share has been submitted to National Treasury for the second tranche and the funds are expected in December 2021.
Other revenue	(214 907)	**Johannesburg Road Agency** - is under budget by R80 million (81%). Revenue has decreased for Developers Contributions and Jobbings due to COVID restrictions as well as Management Fees on Capital spend. **Metro Bus** - is under budget by R39 million (91%), as a result of the decrease in number of passengers and also on-board cash fares that were halted which may affect some customers who are unable to access the City's bus card top up facilities and end up using alternative transport	Performance will be assessed during the mid year adjustment budget process and budget revisions made to align with performance

		instead. **Transport Department -** is under budget by R19 million (41%) due to the decrease in number of passengers as a result of Covid 19 restrictions and delays in implementation of Johannesburg International Transport Interchange (JITI).	
Expenditure By Type	-		
Employee related costs	(472 079)	The under expenditure incurred in most departments and entities is attributable to vacant positions that will be filled during the current financial year	Human Resources processes currently underway to appoint staff (dependent on City Manager approval due to recently instituted recruitment moratorium).
Remuneration of councillors	(10 613)	The variance is due to remunerations of public office bearers for the new financial year not yet announced by the President and will be implemented once the recommendations have been published in the Government Gazette.	The salary adjustment will be implemented once the promulgation of public office bearers is announced by the President.
Debt impairment	1 058 275	The over expenditure is due to the following: **City Power:** is over budget by R592 million (308%). The over expenditure is due to a decrease in collection level. The year-to-date collection level is 88.59% which was used to determine the debt impairment reported against the target level of 97%. **Johannesburg Water** is over budget by R219 million (19%) - The over expenditure is due to reduced collection levels. The collection level year to	**City Power:** Budget will be reviewed during the revised budget process. **Joburg Water:** The Entity and RSSC have been working together to reduce the outstanding balance. Numerous meetings have been held with the departments to speed up the collection process. There is slow progress of pre-termination notices and disconnections on government accounts and that result to low collection. **Group Finance:** The Budgeted debt impairment is based on the

		date is 70.3% as compared to the budgeted collection level of 79.8% resulting in a higher contribution to debt impairment. **Group Finance:** is over budget by R240 million (50%). A Year-to-Date entry of R668.99 million was processed in the month of November 2021. The Bad Debt Provision is calculated in arrears monthly when possible. This item is a non-cash flow item and is computed in line with GRAP 104 (Financial Instruments) which requires that objective evidence be assessed as to the recoverability of the financial assets (i.e., whether the financial assets is impaired or not).	budgeted collection rate, and when the collection rate is below the target, there will be an over expenditure in this line item. Revenue Shared Service Centre (RSSC) is the custodian of the Credit Control management process and efforts should be made to collect all amounts billed including long outstanding debt.
Depreciation & asset impairment	(248 004)	The under expenditure is mainly attributable to the followings departments and entities: **Community Development:** The under expenditure is due to the delays in the capitalization of assets due to an unresolved investigation. **Metro Trading Company:** The variance is due to assets that have not yet been capitalized since projects are still not complete. **Pikitup:** The variance is because of lower-than-expected capital expenditure. **Public Safety:** Depreciation and Impairment spending is below the budget by 39% due to departmental operational	**Community Development:** The department await GFIS to provide outcome of resolution on the investigations. A potential saving will be identified during the Adjustment budget process. **Metro Trading Company**: During budget adjustment, the entity will also request a depreciation adjustment to reflect the true value of depreciation. **Pikitup:** Budget will be decreased in the budget revision process.

		assets that have fully depreciated and replacement of such cannot be done due to insufficient budget.	
Finance charges	(264 130)	The under expenditure is mainly as a result of long-term borrowings which have not yet been drawn down in the current financial year.	The department will review the expenditure during the adjustment budget process.
Bulk purchases	965 261	**City Power** - The bulk purchases from Kelvin were more than budget as a result of seasonal variation in unit prices that results in misalignment with budgeted amounts	This line item will be assessed during the mid year budget review to consider if a budget revision is necessary based on projections to year end.
Other materials	(136 448)	Due to the following entities: **Joburg Water -** is under budget by R117 million (4 %) due to less stationery and material used as a result of Covid-19 impact and work from home approach. **Metro Bus -** is under budget by R12 million (20%) due to under spending on diesel, compressed natural gas (CNG), COVID expenditure, repairs, and maintenance to the bus fleet due to rotation of staff at the workshops and late finalisation of tenders for the bus spare parts. **JRA** is under budget by R11 million (42%) however the expenditure will increase in the summer months when the rains take place and pothole surge. **Public Safety- EMS:** is under budget by R 15 million (86%). The expenditure is expected to improve as the	**Metro Bus:** All the workshops and stores have significant down time as a result of the staff working on rotational basis however the more staff members are expected back in the workshops as restrictions are reduced.

		department will be providing Ambulance services to the public and procurement of various medical services will be required.	
Contracted services	(741 490)	The under expenditure is mainly attributable to the following: **City Power** is under budget by R175 million (27%) **-** Due to under spending on consultant fees as a result of reduced utilization of consultants in the current year. There are also savings on commission paid as a result of less customers making use of third-party vending payments. In addition, underspending on security costs due to covid 19 isolation and quarantine health protocols which have negatively affected the availability and accessibility of certain security services. **Community Development** - is under budget by R82 million (99%). The underspending is mainly attributable to delays in the procurement of goods and services required for repairs and maintenance of facilities. **Group Finance -** is under budget by R55 million (26%). The under spending is attributable to unpaid fleet and cellular contracts with billing queries, and no substantial repairs or maintenance. In addition, the SAP enablement and	**City Power:** Budget will be reviewed during the revised budget process. **Community Development:** The department appointed JPC and expect progress in February 2022. **Group Finance:** So far, a total of R13.3 million has been pledged for various initiatives on the system. The process of adjusting the budget is ongoing, and the Group Finance is actively finding savings and gaps, as well as monitoring various project implementation stages. **City Manager:** The expense will improve in the next month's once departments have submitted and processed all legal services invoices in accordance with the ratification report's compliance. **Group Information Communication Technology:** The spending will increase when the work is completed and verified by the City officials. This will occur in the next quarter of the financial year. Renewal of contracts is being fast tracked.

		SAP Support contracts came to end, and a new contract is currently being negotiated on month-to-month basis with the new service provider, thus invoices will be submitted in the future months. **City Manager** - is under budget by R46 million (36%) due to legal expenses invoices that have not yet been paid. The department has requested other votes to submit outstanding invoices for the invoices to be settled. There has been no expenditure on repairs and maintenance to date, and no expenditure on travel owing to Covid-19. **Group Information Communication Technology** - is under budget by R34 million (28%), mainly due to IT invoices not yet received and processed.	
Transfers and subsidies	(190 778)	**Transport Department** - is under budget by R190 million (100%) mainly due to phase 1c taxi compensation not yet paid as negotiations are still under way	The Department is in the process of completing the verification of handed over taxis for phase 1C and concluding compensation contract. It is anticipated that when phase 1Ca is operationalised expenditure relating to taxi compensation will be effected which will result to spending on subsidies. Taxi compensation is anticipated to be processed in January 2022.

Other expenditure	(313 617)	The underspending is mainly due to the following: **Social Development** - is under budget by R26 million (40%), as a result of low spending due to financial year end processes. Projects are in the early stages; the competitive bidding process is underway. Purchase orders were created, and expenditure will be realised in the upcoming months. **Public Safety (JMPD**) - is under budget by R30 million (12%), the underspending is due to the use of other expenditure that has been reduced since most people are working from home due to COVID-19. **Community Development:** is under budget by R125 million, mainly due to the procurement of goods and services being in the initial stages. **City Power:** is under budget by R75 million (14%), due to under spending on the following: a) Software licenses - inter-company are less than the budget as software licenses are paid annually and are not due yet. b) Departmental charges, rates and services are less than the budget due to less requests made on vegetation and grass cutting budget. c) Telecommunications is less than the budget due to savings on mobile data communications and Telkom	**Public Safety (JMPD)** - The department to ensure that payments of reserved accruals are processed. **Group Finance:** A commitment of R14,3 million has been made for various expenses that have been raised thus far, which will smooth out variance once realized. **Community Development:** Expenditure will improve once the procurement process is complete. **City Power:** Budget will be reviewed during the revised budget process.

		services. **Group Finance:** is under budget by R 61 million (39%). The variance is primarily due to the following: a) predetermination notice tender that has not yet been approved, which will reduce Attcol spending. b) Electronic distribution of customer statements could not be issued by SAPO since they are busy with their own procurement process, resulting in minimal movement on postage and printing publishing line items (used for SAPO contract). c) Audit fees are statutory payments that are processed in accordance with the receipt of audit invoices. **Joburg Water** is under budget by R35 million (11%). Due to under spending on items such as chemicals, marketing expenses, printing, Telecommunications, and security expenses. **Metro Bus -** is under budget by R 37 million (76%), due to under spending on recruitment fees, utility costs, hiring of buses as the contract with MAN Fleet came to an end and was not renewed, as well under spending on IT software.	

Table SC3: Aged debtors' analysis

JHB City Of Johannesburg - Supporting Table SC3 Monthly Budget Statement - aged debtors - M05 November

Description	NT Code	Budget Year 2021/22											
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	790 760	462 220	471 154	1 096 511			1 808 015	7 963 200	12 591 859	10 867 726	–	–
Trade and Other Receivables from Exchange Transactions - Electricity	1300	943 779	605 770	455 107	889 914			932 517	3 395 029	7 222 116	5 217 460	–	–
Receivables from Non-exchange Transactions - Property Rates	1400	444 205	269 404	285 983	822 397			1 163 278	4 945 294	7 930 560	6 930 968	–	–
Receivables from Exchange Transactions - Waste Water Management	1500	720 253	258 394	242 026	527 902			854 251	4 188 064	6 790 890	5 570 217	–	–
Receivables from Exchange Transactions - Waste Management	1600	233 932	101 292	120 242	218 591			362 234	2 851 520	3 887 811	3 432 345	–	–
Receivables from Exchange Transactions - Property Rental Debtors	1700	(5 187)	8 606	8 549	25 088			8 107	838 934	884 097	872 129	–	–
Interest on Arrear Debtor Accounts	1810	–	–	–	–	–	–	–	–	–	–	–	–
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	–	–	–	–	–	–	–	–	–	–	–	–
Other	1900	–	–	–	–	–	–	–	–	–	–	–	–
Total By Income Source	**2000**	**3 127 741**	**1 705 686**	**1 583 060**	**3 580 404**	**–**	**–**	**5 128 401**	**24 182 041**	**39 307 333**	**32 890 846**	**–**	**–**
2021/22 - totals only		2 418 647	1 448 607	1 206 234	3 085 722	–	–	5 387 095	23 085 348	36 631 653	**31 558 164**	–	–
Debtors Age Analysis By Customer Group													
Organs of State	2200	104 939	35 131	36 879	104 732	–	–	155 861	892 678	1 330 221	1 153 272	–	–
Commercial	2300	739 230	310 440	342 505	688 944	–	–	892 320	3 524 774	6 498 213	5 106 038	–	–
Households	2400	2 283 572	1 360 114	1 203 677	2 786 728	–	–	4 080 220	19 764 589	31 478 899	26 631 537	–	–
Other	2500	–	–	–	–	–	–	–	–	–	–	–	–
Total By Customer Group	**2600**	**3 127 741**	**1 705 686**	**1 583 060**	**3 580 404**	**–**	**–**	**5 128 401**	**24 182 041**	**39 307 333**	**32 890 846**	**–**	**–**

Table SC4: Aged creditors analysis

JHB City Of Johannesburg - Supporting Table SC4 Monthly Budget Statement - aged creditors - M05 November

Description R thousands	NT Code	Budget Year 2021/22									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	1 226 503								**1 226 503**	1 216 407
Bulk Water	0200	645 188								**645 188**	493 312
PAYE deductions	0300									**–**	–
VAT (output less input)	0400									**–**	–
Pensions / Retirement deductions	0500									**–**	–
Loan repayments	0600									**–**	–
Trade Creditors	0700	1 535 451	19 595	7 164	(1 414)	(600)	40 161	32 549	80 496	**1 713 402**	1 205 141
Auditor General	0800									**–**	–
Other	0900	1 286 449	31 247	25 499	24 224	237	1 496	217	164 242	**1 533 609**	1 744 990
Total By Customer Type	**1000**	**4 693 591**	**50 842**	**32 663**	**22 810**	**(363)**	**41 657**	**32 766**	**244 738**	**5 118 703**	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) - M05 November

Description	Ref	2020 / 21	Budget Year 2021/22							
		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		–	13 479 333	–	1 102 469	5 583 352	5 616 389	(33 037)	-1%	13 479 333
Service charges - electricity revenue		–	–	–	–	–	–	–		–
Service charges - water revenue		–	–	–	–	–	–	–		–
Service charges - sanitation revenue		–	–	–	–	–	–	–		–
Service charges - refuse revenue		–	–	–	(7)	60	–	60	#DIV/0!	–
Rental of facilities and equipment		–	172 663	–	4 477	22 209	57 821	(35 613)	-62%	172 663
Interest earned - external investments		–	312 900	–	4 298	34 346	130 375	(96 029)	-74%	312 900
Interest earned - outstanding debtors		–	1 465 249	–	(4 622 500)	523 340	610 537	(87 198)	-14%	1 465 249
Dividends received		–	–	–	–	–	–	–		–
Fines, penalties and forfeits		–	1 118 155	–	(22)	25 106	465 898	(440 792)	-95%	1 118 155
Licences and permits		–	8 741	–	198	2 612	3 642	(1 030)	-28%	8 741
Agency services		–	350 061	–	25 094	126 147	145 859	(19 711)	-14%	350 061
Transfers and subsidies		–	10 723 467	–	50 015	3 705 265	4 517 645	(812 380)	-18%	10 723 467
Other revenue		–	2 523 061	–	142 526	649 000	1 023 080	(374 080)	-37%	2 523 061
Gains		–	33 000	–	–	–	2 750	(2 750)	-100%	33 000
Total Revenue (excluding capital transfers and contributions)		**–**	**30 186 630**	**–**	**(3 293 451)**	**10 671 437**	**12 573 996**	**(1 902 558)**	**-15%**	**30 186 630**
Expenditure By Type										–
Employee related costs		–	9 953 708	–	1 174 661	4 257 173	4 518 983	(261 810)	-6%	9 953 708
Remuneration of councillors		–	187 015	–	11 837	67 309	77 923	(10 613)	-14%	187 015
Debt impairment		–	1 619 517	–	140 807	902 396	674 066	228 330	34%	1 619 517
Depreciation & asset impairment		–	2 901 906	–	212 180	1 058 775	1 208 943	(150 168)	-12%	2 901 906
Finance charges		–	3 304 453	–	217 275	1 053 924	1 376 855	(322 932)	-23%	3 304 453
Bulk purchases - electricity		–	–	–	–	–	–	–		–
Inventory consumed		–	222 758	–	892	12 335	88 618	(76 283)	-86%	222 758
Contracted services		–	2 759 683	–	237 455	706 169	1 113 601	(407 431)	-37%	2 759 683
Transfers and subsidies		–	5 777 409	–	396 213	2 144 590	2 408 022	(263 431)	-11%	5 777 409
Other expenditure		–	4 727 750	–	529 217	1 351 744	1 924 417	(572 673)	-30%	4 727 750
Losses		–	–	–	349	369	–	369	#DIV/0!	–
Total Expenditure		**–**	**31 454 199**	**–**	**2 920 884**	**11 554 786**	**13 391 428**	**(1 836 642)**	**-14%**	**31 454 199**
Surplus/(Deficit)		–	(1 267 569)	–	(6 214 335)	(883 349)	(817 433)	(65 916)	8%	(1 267 569)
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		–	1 307 239	–	18 845	349 564	535 050	(185 485)	-35%	1 307 239
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)		–	88 700	–	–	–	36 958	(36 958)	-100%	88 700
Transfers and subsidies - capital (in-kind - all)		–	–	–	–	–	–	–		–
Surplus/(Deficit) after capital transfers & contributions		–	128 370	–	(6 195 490)	(533 785)	(245 425)	(288 360)	117%	128 370
Taxation		–	–	–	–	–	–	–		–
Surplus/(Deficit) after taxation		**–**	**128 370**	**–**	**(6 195 490)**	**(533 785)**	**(245 425)**	**(288 360)**	**117%**	**128 370**

Table SC11: Summary of municipal entities performance

JHB City Of Johannesburg - Supporting Table SC11 Monthly Budget Statement - summary of municipal entities - M05 November

Description	Ref	2020 / 21	Budget Year 2021/22							
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		–	21 024 468	–	1 288 804	7 977 598	8 623 204	(645 606)	-7%	21 024 468
Johannesburg Water		–	15 012 320	–	1 211 436	6 185 543	6 255 133	(69 590)	-1%	15 012 320
Pikitup		–	3 409 192	–	363 978	1 505 764	1 423 495	82 269	6%	3 409 192
Johannesburg Roads Agency		–	1 576 064	–	118 487	595 856	656 693	(60 837)	-9%	1 576 064
Metrobus		–	767 489	–	56 599	282 993	319 787	(36 794)	-12%	767 489
Johannesburg City Parks and Zoo		–	1 207 251	–	92 367	479 729	483 684	(3 955)	-1%	1 207 251
JDA		–	123 391	–	10 313	33 937	39 564	(5 627)	-14%	123 391
Johannesburg Property Company		–	1 014 692	–	63 027	302 801	338 448	(35 646)	-11%	1 014 692
Metropolitan Trading Company		–	556 548	–	58 654	295 544	230 955	64 589	28%	556 548
Joburg Market		–	553 649	–	44 472	231 180	230 687	493		553 649
Johannesburg Social Housing Company		–	257 576	–	20 223	108 348	107 323	1 025	1%	257 576
Joburg City Theatres		–	217 839	–	20 672	99 243	88 331	10 913	12%	217 839
Expenditure By Municipal Entity		–	–	–	–	–	–	–		–
Total Operating Revenue	1	**–**	**45 502 640**	**–**	**3 328 361**	**17 999 294**	**18 708 974**	**(709 680)**	**-4%**	**45 502 640**
Expenditure By Municipal Entity										–
City Power		–	19 378 544	–	1 313 923	8 623 867	8 063 201	560 665	7%	19 378 544
Johannesburg Water		–	13 407 802	–	1 137 046	5 629 872	5 638 447	(8 575)	0%	13 407 802
Pikitup		–	3 078 269	–	262 070	1 315 458	1 286 717	28 741	2%	3 078 269
Johannesburg Roads Agency		–	1 576 035	–	109 233	527 245	685 767	(158 522)	-23%	1 576 035
Metrobus		–	767 489	–	42 861	214 303	332 793	(118 490)	-36%	767 489
Johannesburg City Parks and Zoo		–	1 206 979	–	92 458	489 704	448 086	41 618	9%	1 206 979
JDA		–	123 391	–	11 599	47 483	53 913	(6 430)	-12%	123 391
Johannesburg Property Company		–	1 014 692	–	63 015	254 468	364 114	(109 647)	-30%	1 014 692
Metropolitan Trading Company		–	556 518	–	54 615	131 395	230 962	(99 567)	-43%	556 518
Joburg Market		–	444 892	–	48 791	189 158	191 628			444 892
Johannesburg Social Housing Company		–	257 576	–	43 588	172 331	112 255	(2 469)	-2%	257 576
Joburg City Theatres		–	217 839	–	20 672	99 398	92 336	60 077	65%	217 839
Surplus/ (Deficit) for the yr/period		–	–	–	–	–	–	7 061	#DIV/0!	–
Total Operating Expenditure	2	**–**	**41 812 187**	**–**	**3 179 198**	**17 595 284**	**17 407 882**	**187 402**	**1%**	**41 812 187**

Table SC12: Monthly Budget Statement

JHB City Of Johannesburg - Supporting Table SC12 Consolidated Monthly Budget Statement - capital expenditure trend - M05 November

Month	2020 / 21	Budget Year 2021/22							
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	–	679 790	–	59 429	59 429	679 790	620 361	91%	1%
August	–	679 790	–	259 279	318 708	1 359 580	1 040 872	76,6%	4%
September	–	679 790	–	279 782	598 490	2 039 370	1 440 880	70,7%	7%
October	–	679 790	–	399 452	997 941	2 719 159	1 721 218	63,3%	12%
November	–	679 790	–	259 211	1 257 152	3 398 949	2 141 797	63%	15%
December	–	679 790	–	–		–	–		
January	–	679 790	–	–		–	–		
February	–	679 790	–	–		–	–		
March	–	679 790	–	–		–	–		
April	–	679 790	–	–		–	–		
May	–	679 790	–	–		–	–		
June	–	679 790	–	–		–	–		
Total Capital expenditure	**–**	**8 157 478**	**–**	**1 257 152**					