

THIRD QUARTER

SDBIP Report

(January – March 2020)

2019/20 FINANCIAL YEAR

**JOE GQABI
DISTRICT
MUNICIPALITY**

April 2020

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MUNICIPAL MANAGER'S QUALITY CERTIFICATE

I, **ZA Williams**, the Municipal Manager of the Joe Gqabi District Municipality, hereby certify that this **THIRD QUARTER SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN REPORT** for the 2019/20 FINANCIAL YEAR has been prepared in accordance with the Municipal Finance Management Act of 2003 and regulations made under the Act.



ZA Williams
Municipal Manager
Joe Gqabi District Municipality

Date: 18 May 2020

EXECUTIVE MAYOR'S APPROVAL

I, ZI Dumzela, the Executive Mayor of the Joe Gqabi District Municipality, hereby accept the THIRD QUARTER SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN REPORT for the 2019/20 FINANCIAL YEAR as prepared in accordance with the Municipal Finance Management Act of 2003 and regulations made under the Act.



Alderman Z.I. Dumzela
Executive Mayor
Joe Gqabi District Municipality

Date: 29th May 2020

PART 1: BACKGROUND AND EXECUTIVE SUMMARY

1.1 Executive Mayor's Report

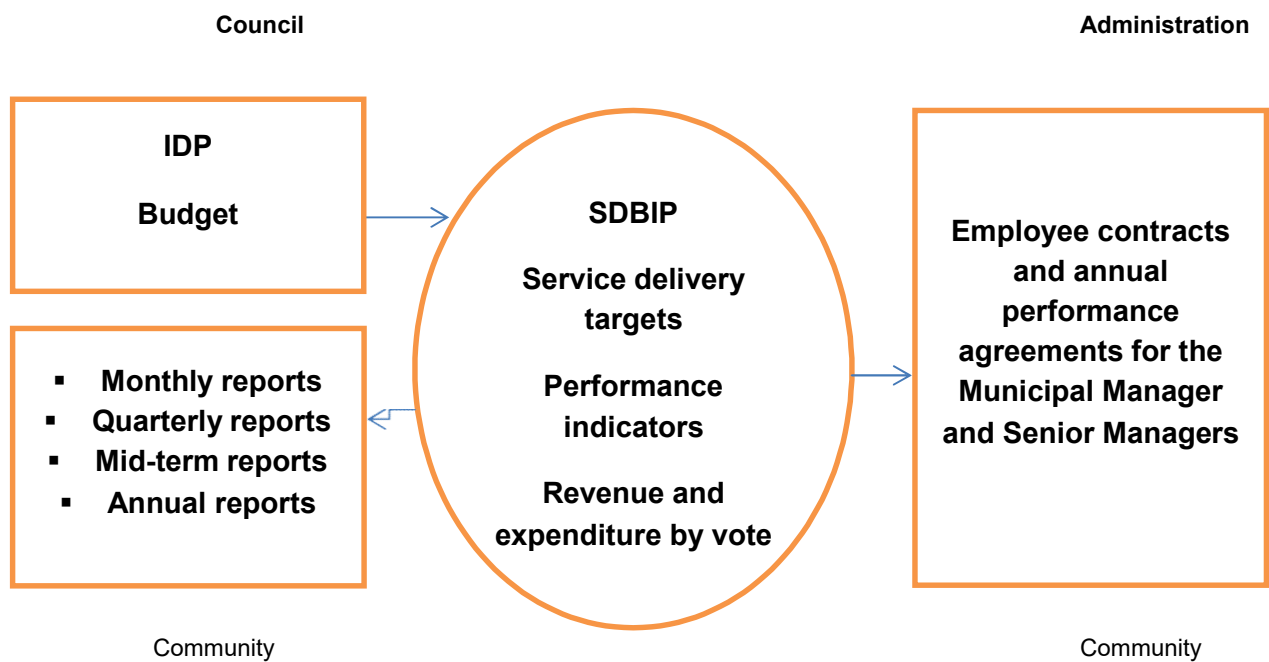
The 2019/20 financial year Service Delivery and Budget Implementation Plan (SDBIP) represents highlights of service delivery achievements against the set and attained targets in the 2019/20 financial year SDBIP. The focus is on the third quarter of the financial year which sets the scene for the implementation of proposals put forward in the Joe Gqabi District municipality Integrated Development Plan (IDP) and budget which were approved by the Council in May 2019. As it is detailed in the report details, the Council of the Joe Gqabi District Municipality remains committed to the objectives and priorities that were crafted to guide a pursuit of an improved quality of life for all residents.

As clearly depicted in the financial tables and non-financial performance report contained in this third quarter SDBIP report, the municipality has managed to deliver services and implement its programmes in terms of the Council approved budget.. The limited cashflow and the constantly declining infrastructure grants, especially the Municipal Infrastructure Grant (MIG), which is the main funding source for our key projects, continues to pose a serious challenge for the District. Although some accomplishments are evidenced in certain areas, we recognise that multitudes of challenges still face our municipality and consequently the communities serviced by this municipality. However, despite these constraints, the administration has not compromised delivery in the key service delivery areas such as water and sanitation and has increased its efforts to bring about quality services to the communities of the District.

1.2 Legislative Imperative

In terms of Section 53 (1) of the Municipal Finance Management Act of 2003 (MFMA), the Mayor of a municipality must take all reasonable steps to ensure that the municipality's service delivery and budget implementation plan is approved by the Mayor within 28 days after the approval of the budget. Annual performance agreements as required in terms of section 57(1)(6) of the Municipal Systems Act of 2000 for the Municipal Manager and all senior managers must also be concluded and they must be linked to the measurable performance objectives approved with the budget and to the SDBIP. The SDBIP and these performance agreements therefore give effect to the Integrated Development Plan (IDP) and budget of the municipality in ensuring that the execution of the budget, performance of senior management and achievement of the strategic objectives set by the Council are monitored.

The MFMA stipulates general responsibilities of Mayors. Section 52 (d) of the Act requires that a Mayor of a municipality must, within 30 days of the end of each quarter, submit a report to the Council on the implementation of the budget and the financial state of affairs of the municipality.



1.4 Resolutions

That the report on the third quarter Service Delivery and Budget Implementation Plan of the Joe Gqabi District municipality for the 2019/20 financial year be noted.

That the third quarter Service Delivery and Budget Implementation Plan of the Joe Gqabi District municipality for the 2019/20 financial year be noted.

DC14 Joe Gqabi - Table C2 Consolidated Monthly Budget Statement - Financial Performance (functional classification) - M09 March

Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
Governance and administration		-	238 588	244 595	75 141	189 347	183 446	5 901	3%	244 595
Executive and council		-	20 697	20 697	-	-	15 523	(15 523)	-100%	20 697
Finance and administration		-	214 590	220 597	75 141	189 347	165 448	23 899	14%	220 597
Internal audit		-	3 301	3 301	-	-	2 476	(2 476)	-100%	3 301
Community and public safety		-	32 488	32 526	-	22	24 394	(24 373)	-100%	32 526
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	16 163	16 163	-	-	12 122	(12 122)	-100%	16 163
Housing		-	-	-	-	-	-	-	-	-
Health		-	16 325	16 363	-	22	12 272	(12 251)	-100%	16 363
Economic and environmental services		-	281 155	230 511	3 620	176 550	172 883	3 667	2%	230 511
Planning and development		-	238 954	189 025	3 620	170 681	141 769	28 912	20%	189 025
Road transport		-	29 515	28 800	-	5 869	21 600	(15 731)	-73%	28 800
Environmental protection		-	12 686	12 686	-	-	9 514	(9 514)	-100%	12 686
Trading services		-	275 077	292 892	16 985	187 058	219 669	(32 611)	-15%	292 892
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	135 743	178 464	11 160	104 898	133 848	(28 950)	-22%	178 464
Waste water management		-	139 335	114 428	5 825	82 160	85 821	(3 661)	-4%	114 428
Waste management		-	-	-	-	-	-	-	-	-
Other	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	827 308	800 524	95 746	552 976	600 393	(47 416)	-8%	800 524
Expenditure - Functional										
Governance and administration		-	121 529	141 508	6 478	76 684	106 131	(29 447)	-28%	141 508
Executive and council		-	20 697	21 905	1 758	16 035	16 429	(394)	-2%	21 905
Finance and administration		-	97 531	116 320	4 451	57 909	87 240	(29 331)	-34%	116 320
Internal audit		-	3 301	3 282	269	2 740	2 462	279	11%	3 282
Community and public safety		-	32 488	33 893	2 296	24 977	25 420	(443)	-2%	33 893
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	16 163	17 932	1 146	13 293	13 449	(156)	-1%	17 932
Housing		-	-	-	-	-	-	-	-	-
Health		-	16 325	15 961	1 150	11 684	11 971	(287)	-2%	15 961
Economic and environmental services		-	198 534	156 414	2 637	65 077	117 311	(52 233)	-45%	156 414
Planning and development		-	157 929	114 928	827	44 197	86 196	(41 999)	-49%	114 928
Road transport		-	29 515	28 800	1 700	17 808	21 600	(3 792)	-18%	28 800
Environmental protection		-	11 090	12 686	110	3 072	9 514	(6 443)	-68%	12 686
Trading services		-	256 273	275 062	11 071	121 603	206 297	(84 693)	-41%	275 062
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	220 320	229 260	8 935	96 117	171 945	(75 828)	-44%	229 260
Waste water management		-	35 953	45 803	2 137	25 487	34 352	(8 865)	-26%	45 803
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	-	608 824	606 877	22 482	288 342	455 158	(166 816)	-37%	606 877
Surplus/ (Deficit) for the year		-	218 485	193 647	73 265	264 635	145 235	119 400	82%	193 647

References

1. Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes
2. Total Revenue by functional classification must reconcile to Total Operating Revenue shown in the Financial Performance Statement
3. Total Expenditure by functional classification must reconcile to total operating expenditure shown in 'Financial Performance Statement'
4. All amounts must be classified under a functional classification (modified GFS). The GFS function 'Other' is only for Abattoirs, Air Transport, Licensing and Regulation, Markets and Tourism - and if used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification

DC14 Joe Gqabi - Table C3 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M09 March

Vote Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Management Services		-	30 815	30 815	-	-	23 111	(23 111)	-100,0%	30 815
Vote 2 - Institutional Support Advancement		-	23 812	23 812	-	-	17 859	(17 859)	-100,0%	23 812
Vote 3 - Financial Services		-	136 874	155 242	75 140	196 493	116 432	80 062	68,8%	155 242
Vote 4 - Corporate Services		-	45 244	51 186	1	8	38 389	(38 382)	-100,0%	51 186
Vote 5 - Community Services		-	63 477	61 212	-	22	45 909	(45 887)	-100,0%	61 212
Vote 6 - Technical Services		-	252 010	201 367	3 620	176 550	151 025	25 525	16,9%	201 367
Vote 7 - Water Services Provision		-	275 077	276 892	16 985	187 058	207 669	(20 611)	-9,9%	276 892
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	-	827 308	800 524	95 746	560 130	600 393	(40 263)	-6,7%	800 524
Expenditure by Vote	1									
Vote 1 - Management Services		-	30 815	30 683	1 469	17 069	23 012	(5 943)	-25,8%	30 683
Vote 2 - Institutional Support Advancement		-	23 812	24 232	1 241	13 691	18 174	(4 483)	-24,7%	24 232
Vote 3 - Financial Services		-	38 117	45 552	1 931	24 917	34 164	(9 247)	-27,1%	45 552
Vote 4 - Corporate Services		-	45 244	55 233	1 982	31 225	41 425	(10 200)	-24,6%	55 233
Vote 5 - Community Services		-	61 178	80 161	2 917	32 582	60 121	(27 539)	-45,8%	80 161
Vote 6 - Technical Services		-	170 985	129 948	2 378	61 756	97 461	(35 705)	-36,6%	129 948
Vote 7 - Water Services Provision		-	238 673	241 067	10 564	107 102	180 801	(73 698)	-40,8%	241 067
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	-	608 824	606 877	22 482	288 342	455 158	(166 816)	-36,7%	606 877
Surplus/ (Deficit) for the year	2	-	218 485	193 647	73 265	271 789	145 235	126 553	87,1%	193 647

References

1. Insert 'Vote'; e.g. Department, if different to standard classification structure
2. Must reconcile to Monthly Budget Statement - Financial Performance Statement (standard classification)

DC14 Joe Gqabi - Table C4 Consolidated Monthly Budget Statement - Financial Performance (revenue and expenditure) - M09 March

Description	Ref	2018/19	Budget Year 2019/20								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands											
Revenue By Source											
Property rates								-			
Service charges - electricity revenue								-			
Service charges - water revenue			135 743	135 743	8 643	84 046	101 807	(17 761)	-17%	135 743	
Service charges - sanitation revenue			31 317	31 317	1 296	13 230	23 487	(10 258)	-44%	31 317	
Service charges - refuse revenue								-			
Service charges - other								-			
Rental of facilities and equipment			9	336	1	9	252	(243)	-96%	336	
Interest earned - external investments			6 720	6 720	56	802	5 040	(4 239)	-84%	6 720	
Interest earned - outstanding debtors			24 018	41 832	3 430	24 831	31 374	(6 543)	-21%	41 832	
Dividends received								-			
Fines, penalties and forfeits								-			
Licences and permits				6		1	4	(3)	-72%	6	
Agency services			533	519			389	(389)	-100%	519	
Transfers and subsidies			450 219	425 784	75 050	342 661	319 338	23 323	7%	425 784	
Other revenue			13 725	19 437	34	118	14 577	(14 459)	-99%	19 437	
Gains on disposal of PPE								-			
Total Revenue (excluding capital transfers and contributions)			-	662 284	661 694	88 509	465 699	496 270	(30 572)	-6%	661 694
Expenditure By Type											
Employee related costs			226 046	230 914	18 600	172 346	173 185	(839)	0%	230 914	
Remuneration of councillors			6 062	6 062	488	4 392	4 547	(154)	-3%	6 062	
Debt impairment			76 020	76 020			57 015	(57 015)	-100%	76 020	
Depreciation & asset impairment			49 957	49 980			37 485	(37 485)	-100%	49 980	
Finance charges			7 561	5 930		0	4 448	(4 447)	-100%	5 930	
Bulk purchases			7 000	5 750		782	4 313	(3 530)	-82%	5 750	
Other materials			15 364	11 595	45	10 558	8 696	1 862	21%	11 595	
Contracted services			155 740	148 544	1 475	56 451	111 408	(54 957)	-49%	148 544	
Transfers and subsidies			11 715	8 617		1 843	6 462	(4 619)	-71%	8 617	
Other expenditure			53 359	63 466	1 874	41 969	47 600	(5 631)	-12%	63 466	
Loss on disposal of PPE								-			
Total Expenditure			-	608 824	606 877	22 482	288 342	455 158	(166 816)	-37%	606 877
Surplus/(Deficit)			-	53 460	54 817	66 028	177 357	41 113	136 244	0	54 817
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			165 025	138 830	7 237	87 278	104 122	(16 844)	(0)	138 830	
Transfers and subsidies - capital (in-kind - all)								-			
Surplus/(Deficit) after capital transfers & contributions			-	218 485	193 647	73 265	264 635	145 235			193 647
Taxation								-			
Surplus/(Deficit) after taxation			-	218 485	193 647	73 265	264 635	145 235			193 647
Attributable to minorities											
Surplus/(Deficit) attributable to municipality			-	218 485	193 647	73 265	264 635	145 235			193 647
Share of surplus/ (deficit) of associate											
Surplus/ (Deficit) for the year			-	218 485	193 647	73 265	264 635	145 235			193 647

References

1. Material variances to be explained on Table SC1

Total Revenue (excluding capital transfers and contributions) including c: 827 308 800 524 95 746 552 976 600 393 800 524

DC14 Joe Gqabi - Table C5 Consolidated Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding - M09 March)

Vote Description	Ref	2018/19	Budget Year 2019/20							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Management Services		-	-	-	-	-	-	-	-	-
Vote 2 - Institutional Support Advancement		-	-	-	-	-	-	-	-	-
Vote 3 - Financial Services		-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 5 - Community Services		-	-	-	-	-	-	-	-	-
Vote 6 - Technical Services		-	153 524	80 830	7 433	45 782	60 623	(14 841)	-24%	80 830
Vote 7 - Water Services Provision		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	153 524	80 830	7 433	45 782	60 623	(14 841)	-24%	80 830
Single Year expenditure appropriation	2									
Vote 1 - Management Services		-	-	-	-	-	-	-	-	-
Vote 2 - Institutional Support Advancement		-	1 210	1 130	-	1	848	(846)	-100%	1 130
Vote 3 - Financial Services		-	-	668	-	-	501	(501)	-100%	668
Vote 4 - Corporate Services		-	2 200	-	-	-	-	-	-	-
Vote 5 - Community Services		-	1 000	-	-	-	-	-	-	-
Vote 6 - Technical Services		-	-	-	-	-	-	-	-	-
Vote 7 - Water Services Provision		-	84 000	68 000	-	16 570	51 000	(34 430)	-68%	68 000
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	88 410	69 798	-	16 571	52 348	(35 777)	-68%	69 798
Total Capital Expenditure		-	241 934	150 628	7 433	62 353	112 971	(50 618)	-45%	150 628
Capital Expenditure - Functional Classification										
Governance and administration		-	3 410	1 798	-	1	1 348	(1 347)	-100%	1 798
Executive and council		-	-	-	-	-	-	-	-	-
Finance and administration		-	3 410	1 798	-	1	1 348	(1 347)	-100%	1 798
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	-	-	-	-	-	-	-	-
Community and social services		-	-	-	-	-	-	-	-	-
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	154 524	80 830	7 433	45 782	60 623	(14 841)	-24%	80 830
Planning and development		-	153 524	80 830	7 433	45 782	60 623	(14 841)	-24%	80 830
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	1 000	-	-	-	-	-	-	-
Trading services		-	84 000	68 000	-	16 570	51 000	(34 430)	-68%	68 000
Energy sources		-	-	-	-	-	-	-	-	-
Water management		-	84 000	68 000	-	16 570	51 000	(34 430)	-68%	68 000
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	-	241 934	150 628	7 433	62 353	112 971	(50 618)	-45%	150 628
Funded by:										
National Government		-	169 434	133 130	7 433	62 353	99 848	(37 495)	-38%	133 130
Provincial Government		-	-	5 700	-	-	4 275	(4 275)	-100%	5 700
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	169 434	138 830	7 433	62 353	104 123	(41 770)	-40%	138 830
Public contributions & donations	5	-	-	-	-	-	-	-	-	-
Borrowing	6	-	72 500	10 000	-	-	7 500	(7 500)	-100%	10 000
Internally generated funds		-	-	1 798	-	-	1 348	(1 348)	-100%	1 798
Total Capital Funding		-	241 934	150 628	7 433	62 353	112 971	(50 618)	-45%	150 628

References

1. Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).
2. Include capital component of PPP unitary payment
3. Capital expenditure by functional classification must reconcile to the total of multi-year and single year appropriations
4. Include expenditure on investment property, intangible and biological assets
5. Must reconcile to Monthly Budget Statement Financial Performance (revenue and expenditure)
6. Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17

DC14 Joe Gqabi - Table C6 Consolidated Monthly Budget Statement - Financial Position - M09 March

Description	Ref	2018/19	Budget Year 2019/20				
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast	
R thousands	1						
ASSETS							
Current assets							
Cash			60 441	2 483	47 219	2 483	
Call investment deposits			12 000	4 148	1 268	4 148	
Consumer debtors			145 510	239 494	209 897	239 494	
Other debtors			26 275	9 807	37 564	9 807	
Current portion of long-term receivables							
Inventory			2 378	2 178	2 424	2 178	
Total current assets			-	246 604	258 109	298 372	258 109
Non current assets							
Long-term receivables							
Investments			3 572	3 666	3 666	3 666	
Investment property			2 393	2 348	2 439	2 348	
Investments in Associate				-			
Property, plant and equipment			2 017 929	1 859 979	1 876 840	1 859 979	
Agricultural							
Biological				-			
Intangible			364	449	453	449	
Other non-current assets							
Total non current assets			-	2 024 258	1 866 442	1 883 398	1 866 442
TOTAL ASSETS			-	2 270 861	2 124 550	2 181 770	2 124 550
LIABILITIES							
Current liabilities							
Bank overdraft							
Borrowing			2 870	1 606	1 723	1 606	
Consumer deposits			900	976	910	976	
Trade and other payables			82 405	72 517	145 986	72 517	
Provisions			22 922	31 629	38 690	31 629	
Total current liabilities			-	109 097	106 728	187 309	106 728
Non current liabilities							
Borrowing			76 568	13 540	9 283	13 540	
Provisions			51 278	35 462	50 947	35 462	
Total non current liabilities			-	127 846	49 001	60 230	49 001
TOTAL LIABILITIES			-	236 943	155 729	247 539	155 729
NET ASSETS	2		-	2 033 919	1 968 821	1 934 231	1 968 821
COMMUNITY WEALTH/EQUITY							
Accumulated Surplus/(Deficit)			2 033 919	1 968 821	1 934 231	1 968 821	
Reserves							
TOTAL COMMUNITY WEALTH/EQUITY	2		-	2 033 919	1 968 821	1 934 231	1 968 821

References

1. Material variances to be explained in Table SC1
2. Net assets must balance with Total Community Wealth/Equity

DC14 Joe Gqabi - Table C7 Consolidated Monthly Budget Statement - Cash Flow - M09 March

Description	Ref	2018/19	Budget Year 2019/20								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands	1										
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates								-			
Service charges			66 824	97 252	2 750	27 312	72 939	(45 628)	-63%	97 252	
Other revenue			14 267	14 030	34	34	10 523	(10 489)	-100%	14 030	
Government - operating			450 219	425 784	99 051	376 450	377 726	(1 275)	0%	425 784	
Government - capital			165 025	165 025	64 958	170 129	165 025	5 105	3%	165 025	
Interest			6 720	12 064	40	104	9 048	(8 944)	-99%	12 064	
Dividends								-			
Payments											
Suppliers and employees			(483 201)	(546 291)	(113 851)	(463 814)	(409 718)	54 095	-13%	(546 291)	
Finance charges			(3 097)	(5 930)	-	(0)	(4 448)	(4 447)	100%	(5 930)	
Transfers and Grants			-	(11 715)	(8 617)	-	(1 824)	(6 462)	(4 639)	72%	(8 617)
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	205 042	153 318	52 981	108 392	214 632	106 240	49%	153 318
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE								-			
Decrease (Increase) in non-current debtors								-			
Decrease (increase) other non-current receivables								-			
Decrease (increase) in non-current investments								-			
Payments											
Capital assets			(241 934)	(241 934)	(7 433)	(62 353)	(181 451)	(119 098)	66%	(241 934)	
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(241 934)	(241 934)	(7 433)	(62 353)	(181 451)	(119 098)	66%	(241 934)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans								-			
Borrowing long term/refinancing			72 500	72 500	-	-	54 375	(54 375)	-100%	72 500	
Increase (decrease) in consumer deposits								-			
Payments											
Repayment of borrowing			(2 870)	(2 870)	-	(1 147)	(2 153)	(1 005)	47%	(2 870)	
NET CASH FROM/(USED) FINANCING ACTIVITIES			-	69 630	69 630	-	(1 147)	52 223	53 370	102%	69 630
NET INCREASE/ (DECREASE) IN CASH HELD			-	32 738	(18 986)	45 548	44 892	85 404			(18 986)
Cash/cash equivalents at beginning:			321	321		2 328	321				2 328
Cash/cash equivalents at month/year end:			-	33 059	(18 665)		47 219	85 725			(16 658)

References

1. Material variances to be explained in Table SC1

PART 3: QUARTERLY PROJECTIONS OF SERVICE DELIVERY TARGETS AND PERFORMANCE INDICATORS

KPA 1: Service Delivery and Infrastructure provision

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE (Baseline)		CURRENT PERIOD	QUARTERLY TARGETS (2019/20 FY)							Snapshot	Variance	Corrective Action	Evidence	DIRECTORATE
				2017/18 FY (Actual)	2018/19 FY (Actual)		2019/20 FY Target	Qtr. 1 Plan	Qtr. 1 Actual	Qtr. 2 Plan	Qtr. 2 Actual	Qtr. 3 Plan	Qtr. 3 Actual					
Provide access to basic services	SD01: Develop and maintain water and sanitation infrastructure	SD01-01	% compliance with SANS 241 for drinking water quality	94.5%	94.6%	95%	N/A	N/A	N/A	N/A	N/A	N/A	95%	N / A	N/A	N/A	IRIS report	WSP
	SD02: Provide effective and efficient disaster risk management, fire and rescue services	SD02-01	Ratio of fire incidents timely responded to as a proportion of entries in the Occurrence Book	01:01	01:01	01:01	01:01	01:01	01:01	01:01	01:01	01:01	👉	01:01	👉	N/A	N/A	Report of fire incidents responded to

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE (Baseline)		CURRENT PERIOD	QUARTERLY TARGETS (2019/20 FY)							Snapshot	Variance	Corrective Action	Evidence	DIRECTORATE
				2017/18 FY (Actual)	2018/19 FY (Actual)		2019/20 FY Target	Qtr. 1 Plan	Qtr. 1 Actual	Qtr. 2 Plan	Qtr. 2 Actual	Qtr. 3 Plan	Qtr. 3 Actual					
SD03: Expand and fast-track provision of universal access to basic services	SD03-01	% of households earning less than R1100 (national indigent declaration) per month with access to free basic services (water and sanitation)	100% of registered households (indigents)	100% of registered households (indigents)	100% of registered households (indigents)	100% of registered households (indigents)	100% of registered households (indigents)	100% of registered households (indigents)	100% of registered households (indigents)	100% of registered households (indigents)	100% of registered households (indigents)	100% of registered households (indigents)		None	None	1. Billing report	Finance	
	SD03-02	% of households with access to basic level of water	74,1%	74.1%	74.6%	N/A	N/A	N/A	N/A	N/A	N/A	74.6%	N / A	N/A	N/A	Calculation Report	Community Services	
	SD03-03	% of households with access to a basic level of sanitation	83,9%	89.7%	92.9%	N/A	N/A	N/A	N/A	N/A	N/A	92.9%	N / A	N/A	N/A	Calculation Report	Community Services	


STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE (Baseline)		CURRENT PERIOD	QUARTERLY TARGETS (2019/20 FY)							Snapshot	Variance	Corrective Action	Evidence	DIRECTORATE
				2017/18 FY (Actual)	2018/19 FY (Actual)		2019/20 FY Target	Qtr. 1 Plan	Qtr. 1 Actual	Qtr. 2 Plan	Qtr. 2 Actual	Qtr. 3 Plan	Qtr. 3 Actual					
	SD04: Render effective municipal health services	SD04-01	Number of inspections on health establishment premises	N/A	New Indicator	2 inspections of 95 health establishments	N/A	N/A	1 inspection of 95 health establishment premises inspected	1 inspection of 95 health establishment premises inspected	N/A	N/A	1 inspection of 95 health establishment premises inspected	N/A	N/A	N/A	Inspection Report summary	Community Services
	SD05: Support maintenance of road networks in the District	SD05-01	Number of kilometers of gravel roads graded	2158km	2562km	2000km	500km	748km	500km	508km	500km	408	500km	The variance is due to the current SLA terminating end March and work was therefore being	Negotiate with DOT to extend the SLA.	1. Report to Standing Committee 2. DPW MIS Report	Technical Services	

KPA 2: Local Economic Development

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE (Baseline)		CURRENT PERIOD 2019/20 FY Target	QUARTERLY TARGETS (2019/20 FY)							Snapshot	Variance	Snapshot	EVIDENCE	DIRECTORATE
				2017/18 FY (Actual)	2018/19 FY (Actual)		Qrt. 1 Plan	Qrt. 1 Actual	Qrt. 2 Plan	Qrt. 2 Actual	Qrt.3 Plan	Qrt.3 Actual	Qrt. 4 Plan					
Facilitate and implement job creation and poverty alleviation initiatives	LED01: Implement and expand implementation of EPWP and other job creation initiatives	LED01-01	Number of jobs created through local economic-development initiatives including capital projects.	614	920	650	150	335	150	Awaiting Dec report from Roads Dept.	150	👉	200	👉	The MIS report from DPW is not yet available at time of reporting. MIS reporting from DPW has been on hold due to national lockdown.	Obtain report when MIS is functioning again.	1. List of participants 2. MIS Report from DPW 3. Report to MayCo	Technical Services & WSP
	LED02: Support and facilitate rural development and poverty alleviation programmes	LED02-01	Number of hectares cultivated on the RAFI programme	N/A	New Indicator	50 Hectares	N/A	N/A	N/A	N/A	N/A	N/A	50 Hectares	N / A	N/A	N/A	Implementation Plan 2. Report to MayCo	OMM

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE (Baseline)		CURRENT PERIOD 2019/20 FY Target	QUARTERLY TARGETS (2019/20 FY)						Snapshot	Variance	Snapshot	EVIDENCE	DIRECTORATE	
				2017/18 FY (Actual)	2018/19 FY (Actual)		Qrt. 1 Plan	Qrt. 1 Actual	Qrt. 2 Plan	Qrt. 2 Actual	Qrt.3 Plan	Qrt.3 Actual						Qrt. 4 Plan
	actively participate in youth, women and people with disability development	LED03-01	Number of capacity building workshops for youth, women and people with disabilities	1	3	3	N/A	N/A	1	1	1	1	1	👉	None	None	1.Attendance Registers 2.Training programme 3.Training Report 4.Report to MayCo	OMM
Facilitate and support regional economic development initiatives	LED04: Facilitate and support local economic development initiatives	LED04-01	Number of SMMEs trained	New Indicator	27	19	N/A	N/A	N/A	N/A	N/A	N/A	19	N / A	N/A	N/ A	1.Attendance Registers 2.Training programme 3.Training Report 4.Report to MayCo	JoGEDA

KPA 3: Financial Viability and Management

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE BASELINE		CURRENT PERIOD	QUARTERLY TARGETS (2019/20 FY)						Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE	
				2017/18FY (Actual)	2018/19FY (Actual)	2019/20 FY Target	Qtr. 1 Plan	Qtr. 1 Actual	Qtr. 2 Plan	Qtr. 2 Actual	Qtr.3 Plan	Qtr.3 Actual						Qtr.4 Plan
effective financial management and	all statutory financial management and reporting	FM01-01	% of capital budget actually spent on capital projects identified in the IDP	64%	99%	100%	15% (cumulative)	19% (cumulative)	40% (cumulative)	No Information	70% (cumulative)	Awaiting I&E Report	100% (cumulative)		N/A	N/A	Income and expenditure report	Technical Services

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE BASELINE		CURRENT PERIOD	QUARTERLY TARGETS (2019/20 FY)						Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2017/18FY (Actual)	2018/19FY (Actual)	2019/20 FY Target	Qtr. 1 Plan	Qtr. 1 Actual	Qtr. 2 Plan	Qtr. 2 Actual	Qtr.3 Plan	Qtr.3 Actual					
		FM01-02	Improvement in financial viability ratios	Cost coverage ratio: 1 Debt coverage ratio:2.0 Outstanding service debtors to revenue ratio: 2,35	Cost coverage ratio: 0,23 Debt coverage ratio:71,82 Outstanding service debtors to revenue ratio:1,43	Cost coverage ratio: 2.02 Debt coverage ratio:2.03 Outstanding service debtors to revenue ratio:1.8	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	S71 Report to Council	Finance
		FM01-05	% of budget actually spent on implementing workplace skills plan	75%	100%	100%	N/A	N/A	50% (cumulative)	59% (cumulative)	75% (cumulative)	👉	100% (cumulative)	👉		Income and Expenditure report	Corporate Services

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE BASELINE		CURRENT PERIOD	QUARTERLY TARGETS (2019/20 FY)						Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE	
				2017/18FY (Actual)	2018/19FY (Actual)	2019/20 FY Target	Qtr. 1 Plan	Qtr. 1 Actual	Qtr. 2 Plan	Qtr. 2 Actual	Qtr.3 Plan	Qtr.3 Actual						Qtr.4 Plan
		FM01-06	% of operational budget allocated for repairs and maintenance	New Indicator	8%	8%	N/A	N/A	N/A	N/A	N/A	N/A	8%	N / A	N/A	1. Approved budgeted allocation	Finance	
	FM02: Implement revenue collection and enhancement strategy initiatives	FM02-01	% of billed revenue collected		30%	28%	30%	N/A	N/A	N/A	N/A	N/A	N/A	30%	N / A	N/A	1. Billing report 2. Report to MayCo	Finance
	FM03: Implement anti-fraud and anti-corruption measures	FM03-01	Ratio of identified cases of fraud and corruption acted on	N/A	New Indicator	01:01	01:01	01:01	01:01	01:01	01:01	01:01	01:01	👉	None	None	1. Case number 2. Report to MayCo	Corporate Services

KPA 4: Institutional Development and Transformation

STRATEGIC OBJECTIVE	PROGRAMME STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE Baseline		CURRENT PERIOD 2019/20 FY Target	QUARTERLY TARGETS (2019/20 FY)						Snapshot	Variance	Corrective action	EVIDENCE	DIRECTORATE	
				2017/18 FY (Actual)	2018/19 FY (Actual)		Qtr. 1 Plan	Qtr. 1 Actual	Qr. 2 Plan	Qtr. 2 Actual	Qtr. 3 Plan	Qtr. 3 Actual						Qtr.4 Plan
Improve human resource capacity and potential	ID01:Effectively empower and develop skills base within the District	ID01-01	Number of people from employment equity target groups employed in the three highest levels of management in compliance with EEP	23	11	11	N/A	N/A	N/A	N/A	N/A	N/A	11	N/A	N/A	Report to Mayco	Corporate Services	
		ID01-02	Number of internships & learnership opportunities created	53	50	48	N/A	N/A	N/A	N/A	N/A	N/A	N/A	48	N/A	N/A	1. Report to Mayco	Corporate Services
		ID01-03	Fill all budgeted and funded vacant posts	Not Achieved	Not achieved (21.5 %) remained vacant	All vacant budgeted posts filled	N/A	N/A	N/A	N/A	N/A	N/A	N/A	All vacant budgeted posts filled	N/A	N/A	1. Report to management	Corporate Services

STRATEGIC OBJECTIVE	PROGRAMME STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE Baseline		CURRENT PERIOD 2019/20 FY Target	QUARTERLY TARGETS (2019/20 FY)						Snapshot	Variance	Corrective action	EVIDENCE	DIRECTORATE
				2017/18 FY (Actual)	2018/19 FY (Actual)		Qrt. 1 Plan	Qrt. 1 Actual	Qr. 2 Plan	Qtr. 2 Actual	Qtr. 3 Plan	Qtr. 3 Actual					
	ID02: Maintain conducive working conditions for staff	ID02-01	Number of LLF meetings held	3	4	4	1	1	1	0	1	1	1	<p>The qrt 2 meeting could not sit due to Strategic Planning Session taking place at the same time as the time set for the meeting. And also due to lockdown occurring after the Strat. Plan</p>	The meetings will resume after the lockdown	<p>1. Minutes 2. Attendance Registers</p>	Corporate Services

KPA 5: Good Governance and Public Participation

STRATEGIC OBJECTIVE	PROGRAMME	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE Baseline		CURRENT PERIOD 2019/20 FY (Target)	QUARTERLY TARGETS (2019/20 FY)							Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2017/18 FY (Actual)	2018/19 FY (Actual)		Qtr. 1 Plan	Qtr. 1 Actual	Qtr. 2 Plan	Qtr. 2 Actual	Qtr. 3 Plan	Qtr. 3 Actual	Qtr. 4 Plan					
Facilitate intergovernmental cooperation and coordination	GG01: Support and facilitate in intergovernmental cooperation initiatives	GG01-01	Number of DIMAFO meetings held	2	1	3	1	0	1	0	N/A	N/A	1	N/A	N/A	N/A	1. Minutes 2. Attendance Registers	Institutional Support & Advancement
	GG02: Establish and maintain stakeholder engagement initiatives	GG02-01	Number of Council meetings held	11	13	11	3	3	3	2	3	3	3	None	None	1. Minutes 2. Attendance Register	Corporate Services	
		GG02-02	Number of Mayoral outreach programs held in each Local Municipality	1 Mayoral outreach program held in each Local Municipality	1 Mayoral outreach program held in each Local Municipality	1 Mayoral outreach program held in each Local Municipality	N/A	N/A	1 Mayoral outreach program held in each Local Municipality	1 Mayoral outreach program held in Senqu and Walter Sisulu LM	N/A	N/A	1 Mayoral outreach program held in each Local Municipality	N/A	N/A	N/A	1. Attendance Registers 2. Outreach report	Institutional Support & Advancement

STRATEGIC OBJECTIVE	PROGRAMME	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE Baseline		CURRENT PERIOD 2019/20 FY (Target)	QUARTERLY TARGETS (2019/20 FY)						Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE	
				2017/18 FY (Actual)	2018/19 FY (Actual)		Qtr. 1 Plan	Qtr. 1 Actual	Qtr. 2 Plan	Qtr. 2 Actual	Qtr. 3 Plan	Qtr. 3 Actual						Qtr. 4 Plan
Establish and support municipal oversight systems, mechanisms and processes	GG03: Ensure and maintain corporate governance	GG03-01	Compile 2018/19 FY annual report	Annual Report approved by Council	FY Annual Report approved by Council	2018/19 FY Annual Report approved by Council	N/A	N/A	N/A	N/A	Draft Annual Report tabled before Council	Draft Annual Report was tabled before Council	Final Annual Report approved by Council		None	None	1. Approved Annual Report. 2. Council Resolution	OMM
		GG03-02	Compile 2020/21 FY MTEF Budget	2018/19 FY MTEF Budget approved by Council	2019/20 FY MTEF Budget approved by Council	2020/21 FY MTEF Budget approved by Council	N/A	N/A	N/A	N/A	Draft 2020/21 MTEF Budget tabled before Council	Draft 2020/21 MTEF Budget was tabled before Council	2020/21 MTEF Budget approved by Council		None	None	1. Approved Budget 2. Council Resolution adopting the budget	Finance
		GG03-03	Compile 2020/21 FY IDP	2018/19 FY final reviewed IDP approved by Council	2019/20 reviewed IDP approved by Council	2020/21 FY IDP compiled and approved by Council	N/A	N/A	N/A	N/A	Draft 2020/21 FY IDP tabled before by Council		2020/21 FY IDP approved by Council		None	None	1. 2020/21 FY approved IDP 2. Council resolution	OMM

STRATEGIC OBJECTIVE	PROGRAMME	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE Baseline		CURRENT PERIOD	QUARTERLY TARGETS (2019/20 FY)						Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE	
				2017/18 FY (Actual)	2018/19 FY (Actual)	2019/20 FY (Target)	Qtr. 1 Plan	Qtr. 1 Actual	Qtr. 2 Plan	Qtr. 2 Actual	Qtr. 3 Plan	Qtr. 3 Actual						Qtr. 4 Plan
		GG03-04	Number of signed performance agreements for Directors & Managers directly reporting to the Municipal Manager including the Municipal Manager	8	8	8	8	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	8 signed performance agreements	OMM
		GG03-05	Clean audit outcomes achieved	2016/17 FY Unqualified Audit opinion	2017/18 FY Clean audit outcomes achieved	2018/19 FY Clean audit outcomes achieved	N/A	N/A	N/A	N/A	Clean audit achieved	Unqualified Outcome	N/A	N/A	N/A	N/A	Audit report	All Directors
		GG03-06	Number of MPAC meetings held	4	4	4	1	1	1	1	1	1	1	👉	None	None	1. Minutes 2. Attendance Register	OMM
		GG03-07	Number of Audit and Performance Committee meetings held	6	5	5	1	2	2	1	1	1	1	👉	None	None	1. Minutes 2. Attendance Register	OMM

STRATEGIC OBJECTIVE	PROGRAMME	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE Baseline		CURRENT PERIOD 2019/20 FY (Target)	QUARTERLY TARGETS (2019/20 FY)						Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2017/18 FY (Actual)	2018/19 FY (Actual)		Qtr. 1 Plan	Qtr. 1 Actual	Qtr. 2 Plan	Qtr. 2 Actual	Qtr. 3 Plan	Qtr. 3 Actual					
Facilitate the development of a healthy and inclusive society	GG04: Facilitate implementation of programmes supporting special groups	GG04-01	Hold District Mayor's Cup	New Indicator	District Mayoral Cup held	District Mayoral Cup held	N/A	N/A	District Mayoral Cup held	District Mayoral Cup was held	N/A	N/A	N/A	N/A	N/A	1.Report to Mayco	OMM

PART 4: CAPITAL PROJECTS PERFORMANCE

The capital projects are managed by the Project Management Unit (PMU), which is situated at the Technical services Directorate.

The main grants that the Unit manages for this financial year are as follow:

- (1) MIG
- (2) DBSA FRONTLOADING
- (3) ECPT
- (5) Drought Relief Mitigation Grant
- (4) EPWPIG

Note: The municipality has no allocation for the RBIG this financial year as the municipality is waiting for the approval of funding for the two projects that have completed their Implementation Ready Studies (IRS). The approval was granted by the province and now awaiting national response.

Municipal Infrastructure Grant (MIG)

The allocation for JGDM for 2019/20 financial year is **R 156 868 000.00**. The expenditure to date is **R 84 848 090 (54.1%)**

The municipality is implementing eleven (11) projects across the district; distributed as follows:

- Elundini LM - 4 Projects
- Senqu LM - 4 Projects
- Walter Sisulu LM - 3 Project

The projects are detailed on **table 1** below

Month	Transfers due from Treasury	Cumulative transfers received	Transfers received as a % of total allocation	Planned monthly expenditure (cumulative)	Planned monthly expenditure (% cumulative)	Actual monthly expenditure	Actual expenditure (cumulative)	Actual % expenditure (cumulative)
Jul-19	R 52 104 000	R 52 104 000	33%	R 9 505 863,67	6%	R 352 193	R 352 193	0,2%
Aug-19				R 17 586 747,34	11%	R 27 389 914	R 27 742 107	17,7%
Sep-19				R 29 224 767,01	19%	R 3 903 721	R 31 645 828	20,2%
Oct-19	R 33 612 000	R 85 716 000	55%	R 44 184 806,68	28%	R 5 905 216	R 37 551 044	23,9%
Nov-19				R 62 104 176,35	40%	R 25 211 885	R 62 762 929	40,0%
Dec-19	R 30 576 000	R 116 292 000	74%	R 74 302 435,02	47%	R 18 673 391	R 81 436 320	51,9%
Jan-20				R 77 790 605,69	50%	R 316 051	R 81 752 371	52,1%
Feb-20				R 95 715 976,36	61%	R 285 834	R 82 038 205	52,3%
Mar-20	R 40 576 000	R 156 868 000	100%	R 108 916 061,03	69%	R 2 809 885	R 84 848 090	54,1%
Apr-20				R 122 539 954,70	78%		R 84 848 090	54,1%
May-20				R 136 580 546,37	87%		R 84 848 090	54,1%
Jun-20				R 156 868 000	100%		R 84 848 090	54,1%
TOTAL	R 156 868 000							

Table 1: MIG Funded project details 2019/20 Financial Year

Project Name	Project Description	LM	Allocation	Expenditure	Progress to date	Challenges	Mitigation plans
Sterkspruit: Upgrading of WTW and Bulk Lines	The construction of 9km bulk line between Herschel and Sterkspruit	Senqu LM, Sterkspruit	R 12 000 000.0	R 1 226 019,60	80% Complete – The contractor has opened the valve chambers and has stated with their construction. 12 Local labourers have since been appointed and started on the Monday, 6 January 2020. The progress been very slowly before the lockdown started. The project adhered to the	The contractor has defaulted on OHS compliance issues, and if not corrected site might be closed. The site closed on the 26 of March 2020 with these challenges	An urgent meeting was held on the 26 February in East London with the contractor to address these issues, and was given 14 days to correct them; the contractor committed themselves to comply. The IA has been organising a follow up meeting to monitor if resolutions of the previous meeting have been implemented by the Contractor
Ugie Bulk Water Infrastructure Phase 2	This is Phase B of the project. Moving of the abstraction point to where the river is not contaminated	Elundini, Ugie	R 0	R 0	30% Complete – The project is Design and procurement stage The project is currently on hold	The PSP has failed completely to deliver as required. The budget for the project has been recommended to moved during adjustment until issues relating to this project are resolved	The municipality is the process of terminating the services of the PSP and appoint a new one which will be appointed in 2019/20 financial year
Jamestown Bucket Eradication and Sanitation - Phase 2	Construction of two pump stations and reticulation pipelines	Walter Sisulu LM, Jamestown	R 10 000 000.00	R 73 534,99	Pipeline contract –50% The contract for the previous contractor was terminated following a SCA court ruling. The project is tender process. The evaluation process started on the 25 March 2020, and it is planned to complete with evaluation after the lockdown	The tendering process was interdicted by one of the contractors and taken the municipality to court; however the service provider that has taken the municipality to court has withdrawn its application.	The procurement process is now continuing

						Pump Stations – 100% The project was completed at the end of November 2018.		
Senqu Rural Sanitation VIP Toilet Programme	Construction of VIP toilets in Sterkspruit using SMMEs	Senqu LM, Sterkspruit	R 34 000 300.00	R 24 975 721,91	The SMMEs started working in November 2019 and to date have managed to complete 625 VIP toilets. The new SMMEs were appointed to complete the planned units for the year.	However there was finding by AG on how the previous SMMEs were appointed by the Implementing Agent and the current appointments had to be cancelled.	JOGEDA has gone out to tender for procurement of new SMMEs in order to comply with issues raised by AG	
Elundini Rural Water	Construction of water supply infrastructure in 109 villages in Maclear including reservoir, pipelines, pressure tanks, standpipes, etc	Elundini LM, Maclear	R 10 024 600.00	R 9 288 401,39	20% Complete – The project is at Design Stage and Tender stage. The RFQ for sub-consultants has since closed and now is at Evaluation and Adjudication stage	The prices for the sub-consultants from submitted bids seems to be much higher than estimated	None	
Elundini Rural Sanitation Programme	Construction of VIP toilets in Elundini using local SMMEs	Elundini LM,	R 34 000 300.00	R 29 285 512,94	The SMMEs started working in November 2019 and today have managed to complete 1728 VIP toilets. The new SMMEs were appointed to complete the planned units for the year.	However there was finding by AG on how the previous SMMEs were appointed by the Implementing Agent and the current appointments had to be cancelled.	JOGEDA has gone out to tender for procurement of new SMMEs in order to comply with issues raised by AG	
Senqu Rural Water Supply: Network Extension	The project seeks to provide quick water supply to Senqu villages and entails, Boreholes, Spring protection, pipelines, storage tanks, fittings, etc	Senqu LM, Sterkspruit	R 25 000 000.00	R 8 593 132,77	The IA has appointed 4 PSP for Package 01 (Mboleni/Ndofela Village in Ward 1), progress – Conditional Assessments, Package 03 (Bikizana Village in Ward 3), progress – Conditional Assessments, Package 04 (Mlamli, KwaRadebe and Mdlambona Villages in Ward 9 & 17), progress – Conditional Assessments,	None	None	

					Package 06 (Jovelani Village in Ward 17)		
Upscaling of Barkly East Bulk Water Infrastructure	The project is about upgrading bulk water infrastructure in Barkly East to accommodate the new 298 housing units that will be built by DoHS	Senqu LM, Barkly East	R 20 000 000.0	R 8 228 992,71	75% Complete, The project is divided into two; phase 1 and phase 2. Phase 1 is construction from the raw water P/S to the WTW, and Phase 2 is the upgrade at the WTW and pipeline to the reservoir. Phase 1: 95% & Phase 2: 60%	None	None
Bulk Sanitation Infrastructure Upgrade For Maclear	Upgrading of Bulk Sanitation Infrastructure and WWTW in Maclear	Elundini LM	R 7 000 000	R 5 562 628,67	95% Complete, The project is on defects liability period	None	None
Aliwal North WTP Off-Channel Dam	Construction of Two off-channel dam at the Aliwal North WTW for raw water storage	Walter Sisulu LM, Aliwal North,	R 10 000 000.00	R 0	The project has since been registered for funding. The procurement processes were disturbed by the national lockdown.	None	None
Upgrading of Sanitation Services for Ugie	Upgrading of Ugie internal sewer line, construction of two new pump stations and waste water treatment works	Elundini LM, Ugie	R 5 000 000.00	R 0	The project has since been registered for funding. The procurement processes were disturbed by the national lockdown.	None	None
Venterstad Water Services	Venterstad Water Services	WSLM, Venterstad	R 3 000 000.00	R 0	The project has since been removed from the implementation plan during the budget adjustment	None	None
PMU Top Slice	Management of the PMU office	JGDM	R 7 843 400	R 3 551 864,36			
TOTALS			R 156 686 000	R 84 848 089,83			

DBSA FRONLOADING LOAN WITH MIG FUNDS

The loan secured for JGDM for 2019/20 and 2020/21 financial years is **R 145 002 404.00**. The allocation for the current financial year is R 72 501 201.50 as distributed in the table below. The expenditure to date is **R 2 270 162.35 (3.1%)**

The municipality is implementing two (2) projects across the district; distributed as follows:

- Elundini LM - 2 Projects

Project Name	Project Description	LM	Allocation	Expenditure	Progress to date	Challenges	Mitigation plans
Bulk Sanitation Infrastructure Upgrade For Maclear: Phase 3B	The Works comprises of the construction of a bulk gravity collector sewer which will gravitate to the new Brickfield's Pump Station, from where the wastewater is pumped to the existing Wastewater Treatment Works via a new 350mm Ø rising main.	Elundini LM, Maclear	R 24 503 384.50	R 1 568 935.38	25% Complete – The project designs have been completed and now the project is on tender stage. Tender has closed on 25 th March 2019, and JGDM is busy with Evaluation of Tenders	The delays on finalising the procurement of contractors is starting to delay the planned progress in the project.	None
Maclear Water Treatment and Distribution Upgrade	Civil Engineering Services for Maclear Water Treatment and Distribution Upgrade in the town of Maclear and surrounding townships	Elundini LM, Maclear	R 47 997 817.50	R 701 226.97	25% Complete – The project designs have been completed and now the project is on tender stage. Tender has closed on 25 th March 2019, and JGDM is busy with Evaluation of Tenders	The delays on finalising the procurement of contractors is starting to delay the planned progress in the project.	None
TOTALS			R 72 501 202	R 2 270 162.35			

Eastern Cape Provincial Treasury (ECPT)

The municipality does not have any allocation for 2019/20 on the ECPT Drought Relief grant. The municipality was allocated R 40 000 000.00 in 2018/19 FY, and because the grant is a schedule 6, it is transferred to the ECPT, and therefore implemented according to government departments' financial year cycle. ECPT applied for a roll-over of R 14 000 000.00 to 2019/20 financial year, hence the municipality is still reporting on the grant this financial year, which will end in March 2020.

The expenditure in this report is reflected in two (2) phases, i.e. expenditure as per the funder's financial year and municipal financial year.

The expenditure to date is as follows:

- **Department's FY (April to June 2019):** **R 43 205 104.72 (108%)**
- **Municipal FY (July – June 2019):** **R 35 929 814.36 (89.8%)**

There are currently three (3) projects that are being implemented this financial year, and these projects are reflected in the table below.

Project Name	Project Description	LM	Allocation	Expenditure	Progress to date	Challenges	Mitigation plans
Burgersdorp Plantation Sump and Boreholes	Construction of plantation sump, pump station and boreholes and access paved road to the WTW	Walter Sisulu	R 8 708 192.95	R 8 070 553.34	100% complete <ul style="list-style-type: none"> The project is complete, and is not on the retention period 	None	None
6ML Storage Reservoir at Burgersdorp WTW	Construction of 6ML storage concrete reservoir	Walter Sisulu	R 26,667,014.80	R 23 999 306.30	100% complete <ul style="list-style-type: none"> The project is complete, and is not on the retention period 	None, the reservoir that was leaking was fixed	None
Lady Grey- Sub-Project 4/ Additional storage and ground water supply	Construction of boreholes with pump houses, connected pipelines and three storage reservoirs	Senqu, Lady Grey	R 51 979 345.80	R 46 000 468.94	100% complete <ul style="list-style-type: none"> The project is complete, and is not on the retention period 	None	None
TOTALS			R 87 354 553.60	R 78 070 328.58			

ECPT Funded Projects 2019/20 Financial Year

Water Services Infrastructure Grant: Drought Relief Mitigation

The municipality was allocated late in 2018/19 financial year a drought relief mitigation grant as part of averting drought disaster within the district. The municipality was allocated R 7 673 000.00 for 2018/19 financial year. The municipality only managed to spend R 371 679.30 by the end of June 2019, and this was due to the fact that the grant was confirmed late in the financial year. This meant that the municipality had to apply for roll-over for the unspent portion of the grant. The unspent portion is R 7 301 320.70, which if the roll-over application is approved will be the budget for 2019/20 financial year.

The expenditure to date on the project is **R3 673 402**

The project is implemented at Elundini LM, and the table below provides progress and areas where the project is being implemented on:

No.	Village Name	Scope of work	Budget	Expenditure
1.			R 3 569 197.00	R 554 481.24
1.1	Swazini/Mdeni	Testing of existing borehole equipment, yield and water quality. Reticulation pipeline, valves and standpipe.		
1.2	Mgcantsini	Testing of existing borehole equipment, yield and water quality. Geohydrological investigation, drilling, testing and equipping of new borehole. Pipeline for connecting new borehole to existing infrastructure (500m)		
1.3	Luzi	Testing of 2 existing boreholes equipment, yield and water quality Equipping borehole EC-T34_501 with a diesel generator Refurbishment of pump and engine of borehole Rising main and reticulation pipeline, valves and standpipes for additional households (1700m)		
1.4	Sekoteng	Testing of existing borehole equipment, yield and water quality. Geohydrological investigation, drilling, testing and equipping of new borehole. Pipeline for connecting new borehole to existing infrastructure (870m) Reticulation pipeline including standpipes for additional households.		
1.5	Setaka	Testing of existing borehole equipment, yield and water quality. Reticulation pipeline including standpipes for additional households. Gravity reticulation main pipeline		
2			R 3 569 197.00	R 306 837.44
2.1	Ncembu	Reconstruction of damaged weir and increase its existing capacity. Refurbish the damaged existing pump, Backfill exposed pipelines with suitable material, and Replace damaged taps		
2.2	Mtshezi	The village does not have any proper water infrastructure, and therefore a new infrastructure is proposed		
2.3	Siqungqwini	Testing of the existing B/H and new generator to ascertain the fault and replace whichever is faulty.		
2.4	Goji	Existing B/H not working and therefore a new fully equipped B/H with a pump and a pump house to be developed		
2.5	Etyeni	The existing reservoir is leaving and therefore requires		

		refurbishment.		
R 861 318,68				

Expanded Public Works Programme Incentive Grant (EPWPIG)

The municipality is committed to job creation, and therefore participate in Expanded Public Works Programme (EPWP). Municipalities are receiving incentives in this programme by just making sure that jobs that are created in municipal projects are reported on the EPWP reporting system. The municipality has received an incentive allocation of **R 1 504 000** for 2019/20

The expenditure to date is **R 610 719.00 (38%)**. The expenditure includes labour costs, equipment, tools and PPE). The section is finalising the recruitment of labourers and procurement of tools and PPE.

The allocation for the next financial year is dependent on the number of jobs created by the municipality and reported to the EPWP MIS.

The following **table** shows the projects that are currently reporting on the system.

Project Name		Budget	Source of Funding	Project Status	Number of jobs Opportunities
Bulk Sanitation Infrastructure Upgrade For Maclear: Phase 3B	Elundini LM, Maclear	R 24 503 384.50	DBSA	Procurement Stage	30
Maclear Water Treatment and Distribution Upgrade	Elundini LM, Maclear	R 47 997 817.50	DBSA	Procurement Stage	40
Elundini rural sanitation phase 4	Elundini LM	R 34 000 000	MIG	On Construction – Reporting	50
Jamestown Bucket Eradication and Sanitation	Jamestown, WSLM	R 10 000 000	MIG	Procurement Stage	25
Senqu Rural Sanitation phase 4	Sterkspruit, Senqu LM	R 34 000 000	MIG	On Construction – Reporting	50
Sterkspruit Bulk Water infrastructure upgrade phase 2	Sterkspruit, Senqu LM	R 12 000 000	MIG	Procurement stage	38
Massive Job Creation	JGDM	R2 254 000	EPWPIG	Recruitment stage	90
Elundini Rural Water	Mt. Fletcher, Elundini LM	R 35 815 345	MIG	Procurement Stage	25
Upscaling of Barkly East Bulk Water Infrastructure	Barkly East, Senqu LM	R 20 000 000.00	MIG	On Construction – Reporting	30

Drought Relief Mitigation Grant

After the Municipality declared drought disaster, the province also followed suit and declared Joe Gqabi District Municipality as disaster area after the recent draught that hit the municipality in 2019. The Department of Corporative Governance (DCOG) EC then motivated that the district should be allocated funding in order to mitigate drought and provide some level of relief on areas that were hard hit in the district. National Treasury approved the grant funding of **R 5 700 000.00** that would at least equip eight (8) groundwater infrastructure, however there are nine (9) boreholes that have been profiled. And the expenditure to date is **R 4 012 154.68 (70%)**

JOGEDA has been appointed to be an implementing agent on the project as the project was supposed to be implemented on urgent basis. There were areas which were on day zero, and therefore the prioritization looked at such areas.

Areas that were identified to benefit from the grant are listed below

Name of area	Main Water Sources	No of Boreholes to be equipped	Scope
Mt Fletcher area	Mt Fletcher dam and boreholes	5	<ul style="list-style-type: none"> •Connection of water from BH 0649 (Diesel engine, brick pump house with opening at the roof to allow removal and installation of equipment, mono pump and automated chlorinator) to new 100kl storage reservoir. •Connection of bulk water from borehole BH 0648 (Submersible pump, lockable manhole, electricity connection and automated chlorinator) to existing bulk supply. •100kl storage steel tank. Refer to annexure B for schematic proposed connection •Installation of submersible pumps, manhole, electricity connection and steel cage at BH 132, 136 and 573.
Maclear	Maclear Dams, Aucamp Dams and Mooi River	1	<ul style="list-style-type: none"> • Connection of bulk water from BH 198 (Submersible pump, lockable manhole, electricity connection) to existing treatment plant and 350 m reticulation. Refer to annexure B for schematic proposed connection.
Burgerdorp	Chiappinisklip Dam, JL de Bruin and breholes	2	<ul style="list-style-type: none"> • Connection of Library BH (Submersible pump, lockable manhole, electricity connection) and 50 m connection to the bulk water supply. • Equipping of BH 217 with Diesel engine, mono pump and construction of brick pump house.
Steynsburg	Fish-Orange Tunnel	1	<ul style="list-style-type: none"> • Connection of BH 378 (Submersible pump, lockable manhole, electricity connection) and 1000 m connection into the bulk water supply.

PART 5: CONCLUSION

5.1 Conclusion

This document represents the Joe Gqabi District Municipality's detailed report back to citizens and stakeholders on the municipality's performance over the third quarter of the 2019/20 financial year. This report therefore provides a lens through which scrutiny of the progress and performance of the municipality can be made in terms of assessing achievements in efforts to realise the objectives as set by Council. As such, this report not only reflects on milestones and challenges experienced, but also on the on-going commitment to progressively deepen accountability to the citizens of the Joe Gqabi District municipality area.

