

1st QUARTER SDBIP REPORT

(July – September 2018)

2018/19 FINANCIAL YEAR

**JOE GQABI
DISTRICT
MUNICIPALITY**

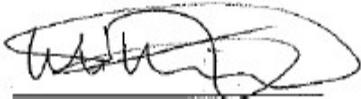
October 2018

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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 FIRST QUARTER SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN REPORT for the 2018/19 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

Date: 31 October 2018

EXECUTIVE MAYOR'S APPROVAL

I, ZI Dumzela, the Executive Mayor of the Joe Gqabi District Municipality, hereby accept the FIRST QUARTER SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN Report for the 2018/19 FINANCIAL YEAR as prepared in accordance with the Municipal Finance Management Act of 2003 and regulations made under the Act.



Alderman ZI Dumzela
Executive Mayor

Date: 31 October 2018

PART 1:

Executive Mayor's Report

The 2018/19 FY Service Delivery and Budget Implementation Plan (SDBIP) represents a delivery path set by the new administration for the 2018/19 financial year and sets the direction for the term of office from 2017 – 2022. The SDBIP sets the scene for the implementation of proposals put forward in the Joe Gqabi District municipality Integrated Development Plan (IDP) which was approved by the Council in May 2018. The 2018/19 SDBIP is the first year of the implementation of the vision and objectives set by the newly elected administration. The Council of the Joe Gqabi District Municipality remains committed to the objectives and priorities that were crafted to guide this Council in its 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, this municipality has managed to deliver services and implement its programmes in terms of the Council approved budget, though some challenges still remain. The limited cashflow and the constantly declining infrastructure grants, especially the Municipal Infrastructure Grant (MIG), which is the main funding sources 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, within these constraints, the administration has not compromised delivery in the key areas such as water and sanitation and has increased its efforts to bring about quality services to the people of the District.

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 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.

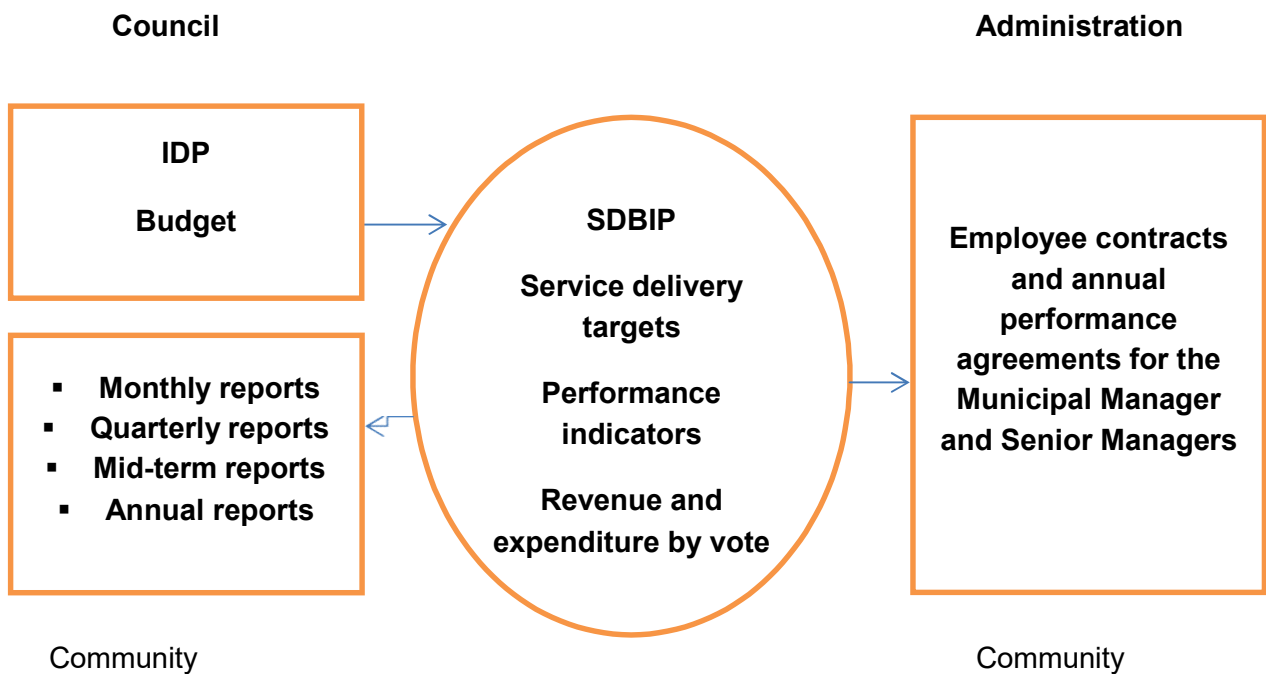
The MFMA stipulates general responsibilities of Mayors. Section 52 (d) of the Act requires that a Mayor of a municipality must, within 30 days of the end of each quarter, submit a report to the Council on the implementation of the budget and the financial state of affairs of the municipality.

Resolutions

That the report on the SDBIP report on the implementation of the budget and the financial affairs of the Joe Gqabi District municipality for the first quarter of the 2018/19 financial year be noted.

That the SDBIP report on the implementation of the budget and the financial affairs of the Joe Gqabi District municipality for the first quarter of the 2018/19 financial year be approved.

SDBIP Cycle



Executive summary

1.5.1 Overall performance of the Municipality per Directorate

The table below illustrates the summary of overall performance of the Municipality for the quarter ending September 2018. This means that it is a tabulation of the total number of targets set by all directorates combined, which then gives a picture of how the municipality has performed. *NB:* Analysis report of the Quarter is based on six Directorates i.e. Technical Services (including WSP), Community Services, Chief Operations Office, Institutional Support & Advancement, Finance and Corporate Services.

KPA	No. of Targets set for the quarter	No. of Targets achieved	No. of Targets partially achieved	No. of Targets not achieved	No. information	Achievement per PKA
Service Delivery and Infrastructure Provision	3	3	0	0	0	100%
Local Economic Development	2	1	0	0	1	50%
Financial Management and Viability	5	0	0	0	5	0%
Institutional Development and Municipal Transformation	1	1	0	0	0	100%
Good Governance and Public participation	5	4	0	1	0	80%
Total	16	9	0	1	6	56%

The tabulation above shows that the average municipal performance for all KPAs is sitting at **56%**. *NB:* Financial Management and Viability information is not included in this municipal performance due to the financial system that is not fully functional.

PART 2: Financial Performance

The information on Financial Performance(Schedule C1-C7) is not available due to the new system that is not fully functioning. The system will be fully effective in the second quarter.

PART 3. Quarterly projections of service delivery targets and performance indicators for each vote


KPA 1: Service Delivery and Infrastructure provision

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE (Baseline)		CURRENT PERIOD 2018/19 FY Target	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Actual Audited)	2017/18 FY (Actual Unaudited)		Qtr. 1	Qtr. 1 Actual					
Provide access to basic services	SD01: Develop and maintain water and sanitation infrastructure	SD01-01	% compliance with SANS 241 for drinking water quality	95.18%	94.5%	97%	N/A	N/A	N/A	N/A	N/A	IRIS report	WSP
		SD01-02	Develop Water Services infrastructure Operations and Maintenance plan	N/A	New Indicator	Water Service Infrastructure Operations and Maintenance plan approved by Council	N/A	N/A	N/A	N/A	N/A	1. Council resolution. 2. Infrastructure Operations and Maintenance plan	WSP
	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	👍	None	None	Report to MayCo	Community Services	

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE (Baseline)		CURRENT PERIOD	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Actual Audited)	2017/18 FY (Actual Unaudited)	2018/19 FY Target	Qtr. 1	Qtr. 1 Actual					
	SD03: Expand and fast-track provision of universal access to basic services	SD03-01	% of households earning less than R1100 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)	👍	None	None	1. Billing report	Finance
		SD03-02	% of households with access to basic level of water	82%	88%	74%	N/A	N/A	N/A	N/A	N/A	1. Report to Mayco	Community Services
		SD03-03	% of households with access to a basic level of sanitation	94%	84%	94%*	N/A	N/A	N/A	N/A	N/A	1. Report to Mayco	Community Services
	SD04: Render effective municipal health services	SD04-01	Number of inspections on health establishment public premises	N/A	New Indicator	2 inspections of 87 health establishment public premises	N/A	N/A	N/A	N/A	N/A	Inspection reports	Community Services
	SD05: Support maintenance of road networks in the District	SD05-01	Number of kilometres of gravel roads graded	2429km	2158km	2800km	700 km	755 km	👍	The target was over achieved due to the good rainy season which allowed for more	None	1. Report to Mayco	Technical Services



STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE (Baseline)		CURRENT PERIOD	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Actual Audited)	2017/18 FY (Actual Unaudited)		2018/19 FY Target	Qtr. 1					
										grading to take place			



KPA 2: Local Economic Development


STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE (Baseline)		CURRENT PERIOD	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Actual Audited)	2017/18 FY (Actual Unaudited)		2018/19 FY Target	Qtr. 1					
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.	888	614	2050	200	Information not available		EPWP MIS Report not available yet, the system closes on 31 October 2018	None	1.Report to Mayco 2.Employment report to the funder	Technical Services & WSP

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE (Baseline)		CURRENT PERIOD 2018/19 FY Target	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Actual Audited)	2017/18 FY (Actual Unaudited)		Qrt. 1	Qrt. 1 Actual					
	LED02: Support and facilitate rural development and poverty alleviation programmes	LED02-01	Number of reports on the implementation of RAFI project	N/A	New Indicator	4	1	1	👍	None	None	1.Report to Mayco	OMM
	LED03: Facilitate and actively participate in youth, women and people with disability development programmes	LED03-01	Number of capacity building workshops for youth, women and people with disabilities	New Indicator	1	3	N/A	N/A	N/A	None	None	1. 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	N/A	New Indicator	50	N/A	N/A	N/A	N/A	N/A	1. Certificates 2. Attendance Registers	JoGEDA
		LED04-02	% of procurement allocated to local businesses	New Indicator	30%	30%	N/A	N/A	N/A	N/A	N/A	Procurement report to Mayco	Technical Services

KPA 3: Financial Viability and Management

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE BASELINE		CURRENT PERIOD	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Audited)	2017/18FY (Actual unaudited)	2018/19 FY (Target)	Qtr. 1	Qtr. 1 Actual					
Ensure sound and effective financial management and reporting	FM01: Comply with all statutory financial management and reporting requirements	FM01-01	% of capital budget actually spent on capital projects identified in the IDP	84%	100%	100%	15%	Information not available		The system was not fully live during the first quarter and the actual performance on these indicators will be available in second quarter	Implementing the new system during 2nd quarter	Income and expenditure report	Technical Services
		FM01-02	Cost coverage ratio	1.5	2.76	2.02	2.02	Information not available		The system was not fully live during the first quarter and the actual performance on these indicators will be available in second quarter	Implementing the new system during 2nd quarter	S71 Report to Council	Finance

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE BASELINE		CURRENT PERIOD	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Audited)	2017/18FY (Actual unaudited)	2018/19 FY (Target)	Qtr. 1	Qtr. 1 Actual					
		FM01-03	% of budget actually spent on implementing workplace skills plan	94%	75%	100%	N/A	N/A	N/A	N/A	N/A	Income and Expenditure report	Corporate Services
		FM01-04	% of operational budget allocated for repairs and maintenance	New Indicator	8%	8%	N/A	N/A	N/A	N/A	N/A	1. Approved budget	Finance & WSP
		FM01-05	Debt coverage ratio	1.4	7.76	2.03	2.03	Information not available		The system was not fully live during the first quarter and the actual performance on these indicators will be available in second quarter	Implementing the new system during 2nd quarter	S71 Report to Council.	Finance
		FM01-06	Outstanding service debtors to revenue ratio	3.85	7.53	1.8	1.8	Information not available		The system was not fully live during the first quarter and the actual performance on these indicators will be available in	Implementing the new system during 2nd quarter	Debtors Report	Finance

STRATEGIC OBJECTIVE	PROGRAMME / STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE BASELINE		CURRENT PERIOD	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Audited)	2017/18FY (Actual unaudited)	2018/19 FY (Target)	Qtr. 1	Qtr. 1 Actual					
		FM01-07	% of operational budget actually spent	86.5%	97%	100%	25%	Information not available		second quarter The system was not fully live during the first quarter and the actual performance on these indicators will be available in second quarter	Implementing the new system during 2nd quarter	1. Income and Expenditure report 2. Audited AFS	Finance,
	FM02: Implement revenue collection and enhancement strategy initiatives	FM02-01	% of billed revenue collected	New Indicator	40%	40%	N/A	N/A	N/A	N/A	N/A	1. Billing report 2. Report to Mayco	Finance
	FM03: Implement anti-fraud and anti-corruption measures	FM03-01	Number of anti-fraud and anti-corruption workshops conducted	1	1	1	N/A	N/A	N/A	N/A	N/A	1. Attendance Register 2. Report to Mayco	OMM

KPA 4: Institutional Development and Transformation

STRATEGIC OBJECTIVE	PROGRAMME STRATEGY	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE Baseline		CURRENT PERIOD	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	RESPONSIBLE DIRECTORATE
				2016/17 FY (Audited)	2017/18 FY (Actual unaudited)	2018/19 FY Target	Qtr. 1	Qtr. 1 Actual					
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	10	23	11	N/A	N/A	N/A	N/A	N/A	Report to Mayco	Corporate Services
		ID01-02	Number of internships & learnership opportunities created	70	53	48	N/A	N/A	N/A	N/A	N/A	1. Report to Mayco	Corporate Services
		ID01-03	Fill all budgeted and funded vacant posts	N/A	Not achieved	All vacant budgeted posts filled	N/A	N/A	N/A	N/A	N/A	1. Report to management	Corporate Services
	ID02: Maintain conducive working conditions for staff	ID02-01	Number of LLF meetings held	4	3	4	1	1	👉	None	None	1. Minutes 2. Attendance Registers	Corporate Services

KPA 5: Good Governance and Public Participation

STRATEGIC OBJECTIVE	PROGRAMME	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE Baseline		CURRENT PERIOD	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Actual Audited)	2017/18 FY (Actual unaudited)	2018/19 FY (Target)	Qtr. 1	Qtr. 1 Actual					
Facilitate intergovernmental cooperation and coordination	GG01: Support and facilitate in intergovernmental cooperation initiatives	GG01-01	Number of DIMAFO meetings held	2	2	4	1	0	👉	The meeting could not sit due to the Mayoral outreaches	The meeting is scheduled to take place on the 18/12/2018	1. Minutes 2. Attendance Registers	Institutional Support & Advancement
	GG02: Establish and maintain stakeholder engagement initiatives	GG02-01	Number of Council meetings held	11	11	11	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 held in each Local Municipality	1 Mayoral outreach held in each Local Municipality	1 Mayoral outreach held in each Local Municipality	N/A	N/A	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 2018/19 FY (Target)	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Actual Audited)	2017/18 FY (Actual unaudited)		Qtr. 1	Qtr. 1 Actual					
	GG03: Provide support to local municipalities	GG03-01	Number of IDP/PMS, IT and Internal Audit support initiatives for local municipalities	New Indicator	3	3	N/A	N/A	N/A	N/A	N/A	1. Report to Mayco 2. Attendance Registers	Institutional Support and Advancement & OMM
	GG04: Facilitate environmental management and conservation	GG04-01	Climate Change TOR & Action Plan developed	New indicator	New indicator	Climate Change TOR & Action Plan developed	N/A	N/A	N/A	N/A	N/A	1. TOR & Action Plan 2. Report to management	Community Services
Establish and support municipal oversight systems, mechanisms and processes	GG05: Ensure and maintain corporate governance	GG05-01	Compile 2017/18FY annual report	2016/17 FY Annual Report approved by Council	Annual Report approved by Council	Annual Report approved by Council	N/A	N/A	N/A	N/A	N/A	1. Approved Annual Report. 2. Council Resolution	OMM

STRATEGIC OBJECTIVE	PROGRAMME	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE Baseline		CURRENT PERIOD 2018/19 FY (Target)	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Actual Audited)	2017/18 FY (Actual unaudited)		Qtr. 1	Qtr. 1 Actual					
		GG05-02	Compile 2019/20 FY MTEF Budget	2017/18 FY MTEF Budget approved by Council	2018/19 FY MTEF Budget approved by Council	2019/20 FY MTEF Budget approved by Council	N/A	N/A	N/A	N/A	N/A	1. Approved Budget 2. Council Resolution adopting the budget	Finance
		GG05-03	Compile 2019/20 FY IDP	2017/18 FY final reviewed IDP approved by Council	2018/19 reviewed IDP approved by Council	2019/20 FY IDP compiled and approved by Council	N/A	N/A	N/A	N/A	N/A	1. 2019/2020 FY IDP 2. Council resolution	OMM
		GG05-04	Number of signed performance agreements for Directors & Managers directly reporting to the Municipal Manager including the Municipal Manager	7	8	8	8	8	👍	None	None	8 signed performance agreements	OMM

STRATEGIC OBJECTIVE	PROGRAMME	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE Baseline		CURRENT PERIOD 2018/19 FY (Target)	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Actual Audited)	2017/18 FY (Actual unaudited)		Qtr. 1	Qtr. 1 Actual					
		GG05-05	Clean audit outcomes achieved	2015/16 FY Clean audit maintained	Information not yet available	2017/18 FY Clean audit outcomes achieved	N/A	N/A	N/A	N/A	N/A	Audit report	All Directors
		GG05-06	Number of MPAC meetings held	4	4	4	1	1	👉	None	None	1. Minutes 2. Attendance Register	OMM
		GG05-07	Number of Audit and Performance Committee meetings held	5	6	5	1	1	👉	None	None	1. Minutes 2. Attendance Register	OMM

STRATEGIC OBJECTIVE	PROGRAMME	KPI NUMBER	KEY PERFORMANCE INDICATOR	PAST PERFORMANCE Baseline		CURRENT PERIOD 2018/19 FY (Target)	QUARTERLY TARGETS (2018/19 FY)		Snapshot	Variance	Corrective Action	EVIDENCE	DIRECTORATE
				2016/17 FY (Actual Audited)	2017/18 FY (Actual unaudited)		Qtr. 1	Qtr. 1 Actual					
	GG06: Facilitate Implementation of programmes supporting special groups	GG06-01	Hold District Mayor's Cup	N/A	New Indicator	District Mayoral Cup held	N/A	N/A	N/A	N/A	N/A	1. Report to Mayco	OMM
		GG06-02	Hold District Sondela Youth Festival	N/A	New Indicator	District Sondela Youth Festival held	N/A	N/A	N/A	N/A	N/A	1. Report to Mayco	OMM

PART 4: CAPITAL PROJECTS PERFORMANCE

The municipality receives various grant allocations for infrastructure development/ and upgrades, the table below shows the grant allocations for 2018/19 FY and expenditures to date.

GRANT	BUDGET (2018/19FY)	EXPENDITURE	% Expenditure
MIG	R153 554 000	R15 084 744.59	9.82%
ECPT	R40 000 000	R9 288 719.41	23%
EPWPIG	R2 254 000	R0	0%
GRAND TOTAL	R195 808 000	R24 373 464	

(A) Project Name	(B) Description	(C) Budgets (‘000)	(D) Fundin g Sourc e	(E) Location (Ward/ Local Municip ality)	(F) Start Date End Date	(G) Progress on Expenditure ()	(H) Progress: Design & Tender, Contractor appointed, Construction <=25%, <=50%, <=75%, <=99%, completed, retention)	(I) Comments
Maclear Water Treatment and Distribution Upgrade (Phase 1)	The project constitute the Following activities for this financial year: (1) The construction of pipeline linking the reservoirs, (2) Installation of fittings for the link pipeline	Total Budget R95 995 638 2018/19 R35 000 000	MIG	Elundini LM	29/10/2015 29/03/2019	Total Exp. Prev. FYs = R17 207 351.31 2018/19 R 0	Phase 1 Progress: Construction <=75%, (On hold until the appointment of a new service provider)	Phase 1 The services of the PSP that was appointed on this project n were terminated due to under performance. The item to MAYCO has been prepared for the appointment of the PSP that was appointed for Phase 2 of the project to complete what was not completed on Phase 1.
Maclear Water Treatment and Distribution Upgrade (Phase 2 – Construction of Water Treatment Works)	1) The project activities for 2018/19 FY: • Procurement of Construction Services Provider (CSP) • Construction of WTW	Total Budget R96 837 705 2018/19 R35 000 000	MIG	Elundini LM	11/03/2016 30/05/2021	Total Exp: 2018/19 FY R 471 695.73	Phase 2: Progress: Project is at Design and Tender stage (Designs 100%, and Tender Development <=99%,	Phase 2 – Construction of WTW There was revision of scope in this project, which required that additional funding must be sort for from the funder. A presentation was done to the Funder (ECCOGTA) on 22 August 2018 and the request has since been approved in September 2018. Procurement has since been started, and is now at BSC stage.
Maclear Water Treatment and Distribution Upgrade (Phase 2 – Maclear Town Pipe Replacement)	1) The project activities for 2018/19 FY: • Procurement of Construction Services Provider (CSP) • Replacement of AC Pipe in Maclear town	Total Budget R20 000 000 2018/19 R35 000 000	MIG	Elundini LM	11/03/2016 30/05/2021	Total Exp: 2018/19 FY R 471 695.73	Phase 2: Progress: Project is at Design and Tender stage (Designs 100%, and Tender Development <=99%,	Phase 2 – AC Pipe Replacement in Maclear There was revision of scope in this project, which required that additional funding must be sort for from the funder. A presentation was done to the Funder (ECCOGTA) on 22 August 2018 and the request has since been approved in September 2018. Procurement has since been started, and is now at BSC stage.

<p>Mt Fletcher Bulk Water Supply Scheme Phase 2 (Upper and Lower Tokwana Villages Project)</p>	<p>Project activities for 2018/19 FY</p> <ul style="list-style-type: none"> Releasing the final account to the contractor 	<p>Total Budget: R152 000 000</p> <p>2018/19 R5 000 000</p>	<p>MIG</p>	<p>Elundini LM</p>	<p>26/01/2015 Complete</p>	<p>Total Exp. Prev. FYs =R 101 151 201</p> <p>2018/19 Exp. = R 4 194 579.46</p>	<p>Progress:100% complete, (retention)</p>	<p>A portion of the Final Account has been paid to the Contractor, and the rest will be paid after adjustment budget, because at the time of budgeting there just an estimate of what the Final Account would be.</p>
<p>Mt Fletcher Bulk Water Supply Scheme Phase 2 (Upper and Lower Tsolobeng and Mpharane Project)</p>	<p>Project Activities for 2018/19 FY</p> <ul style="list-style-type: none"> Monitoring of Dampness on the Reservoir wall and signing off of the final certificate 	<p>Total Budget: R152 000 000</p> <p>2018/19 R5 000 000</p>	<p>MIG</p>	<p>Elundini LM</p>	<p>16/09/2013 30/06/2018</p>	<p>Total Exp. Prev. FYs =R 101 151 201</p> <p>2018/19 Exp. = R 0</p>	<p>Progress: Construction <=99%,</p>	<p>The reservoir walls that have been monitored before the Final completion certificate could be signed off have since passed. On the inspection that was done in September 2018, the walls were found dry and no dampness at all, and the final certificate will be issued in October 2018 to the contractor and the project will be closed out.</p>
<p>Error! Reference source not found. : Phase 3B:</p>	<p>Project Activities for 2018/19 FY</p> <ul style="list-style-type: none"> Procurement of Construction Service Provider (CSP) Construction of Phase 3B 	<p>Total Budget: R63,543,600.25</p> <p>2017/18 R 17 000 000</p>	<p>MIG</p>	<p>Elundini LM</p>	<p>11/03/2015 30/06/2021</p>	<p>Total Exp. Prev. FYs = R0</p> <p>201/18 Exp. = R 1 304 948.18</p>	<p>Progress: Project is at Design and Tender stage (Designs 100%, and Tender Development <=99%,</p>	<p>The project has been submitted to Bid Specification Committee for procurement of CSP</p>
<p>Error! Reference source not found. : (Phase 3)</p>	<p>Project Activities for 2018/19 FY</p> <ol style="list-style-type: none"> Completion of Upgrading of WWTW from 0.7 to 1.4 Ml/day Completion of Pump station and rising main 	<p>Total Budget: R49 006 769</p> <p>2018/19 R17 000 000</p>	<p>MIG</p>	<p>Elundini LM</p>	<p>11/05/2015 01/05/2019</p>	<p>Total Exp. Prev. FYs =R 29 327 016.80</p> <p>2018/19 Exp. = R 1 304 948.18</p>	<p>Progress: Construction <=70%</p>	<p>Update on 2017/18 progress</p> <p>Main Constructor struggled with cash flow problems and ended up ceding the entire outstanding work to its M&E sub-contractor.</p> <p>The ff have been completed by the sub-contractor:</p> <ol style="list-style-type: none"> Clarifier 99% complete, testing has been started and now is being monitored for any failures Pump Station is 60% complete – <p>The contractor has since submitted a request for extension of time which puts the completion date to May 2019.</p>

<p>Error! Reference source not found. : Phase 4</p>	<p>Project Activities for 2018/19 FY Design development for:</p> <ul style="list-style-type: none"> Sewer Reticulation of the entire Maclear town 	<p>TBA</p>	<p>MIG</p>	<p>Elundini LM</p>	<p>TBA</p>	<p>Total Exp. Prev. FYs = 0 2017/18 Exp. = 0</p>	<p>Progress: Design & Tender</p>	<p>Update on 2018/19 progress The consultant is still busy with the development of the Technical Report to be submitted to the Pre-DAC in the 2d Quarter of 2018/19 FY. The project is planned to be implemented in 2019/20</p>
<p>Ugie Bulk Water Infrastructure Phase B</p>	<p>Project Activities for 2018/19 FY This is Phase B of the project which still at design and tender documentation for following activities:</p> <ol style="list-style-type: none"> Construction of Phase 2 of the bulk supply lines for Ugie Provision of a water reticulation system for Ugie town Construction of the Ugie Dam 	<p>Total Budget: 143,188,981.93 2018/19 R 2 000 000</p>	<p>MIG</p>	<p>Elundini LM</p>	<p>July 2015 TBA</p>	<p>Total Exp. Prev. FYs = R0 2017/18 Exp. = R0</p>	<p>Progress: Design and Tender</p>	<p>What has been completed up to 2017/18 Phase A has been completed which consisted of the following: Upgrading and extension of the Ugie water treatment plant</p> <ol style="list-style-type: none"> Construction of bulk supply lines Construction of rising mains to the 2 existing reservoirs And basic planning of the proposed Ugie Dam <p>Update on 2018/19 progress A meeting was held with the PSP on the project where he took the municipality into confidence that they will be able to undertake the project. The municipality has given them a chance to continue with the project. And now are busy with Tender Documentation. The project is anticipated to go out on tender in the 2nd Quarter of 2018/19</p>
<p>Elundini Rural Water Programme (Orio Project)</p>	<p>Project Activities for 2018/19 FY</p> <ul style="list-style-type: none"> Procurement of Sub-consultant Completion of Designs Procurement of Construction Service Provider (CSP) 	<p>Total Budget: R221 252 004,62 2018/19 R 10 000 000</p>	<p>MIG ORIO</p>	<p>Elundini LM</p>	<p>TBA</p>	<p>Total Exp. Prev. FYs= R3 749 416.01 2018/19 Exp. = R0</p>	<p>Progress: Design & Tender</p>	<p>Update on 2018/19 progress The procurement of sub-consultants process has started already. Tender has been advertised on the 21st September 2018 and will close on the 24th October 2018. Designs can only be concluded after the services of the sub-consultants have been procured.</p>

<p>Sterksprut: Upgrading of WTW and Bulk Lines 200mmØ Hershel Pipeline (Under construction)</p>	<p>Project Activities for 2018/19 FY</p> <ul style="list-style-type: none"> Completion of 200mmØ Hershel Pipeline 	<p>Total Budget: R 125,438,317.60</p> <p>2018/19 R 12 000 000</p>	<p>MIG</p>	<p>Senqu LM</p>	<p>10/2009</p>	<p>Total Exp. Prev. FYs= R 130 498 734.00</p> <p>2017/18 Exp. = R 511 894 .06</p>	<p>Progress: Construction <=50%</p>	<p>Update on 2018/19 progress After the termination of the contractor that was appointed on the project, material was left standing on site for a long time and now the Engineer on the project is on the process of getting the material tested whether it is still suitable for use. The IA is also on the process of appointing a new contractor on the project.</p>
<p>Jamestown Bucket Eradication and Sanitation - Phase 2 Contract: JGDM 2014/15-009 (Pipelines)</p>	<p>Project Activities for 2018/19 FY</p> <ul style="list-style-type: none"> Procurement of new contractor (This is after the SCA ruling that JGDM should go out to tender again) Restarting the construction of Pipeline project 	<p>Total Budget: R38 550 081</p> <p>2018/19 R 13 500 000</p>	<p>MIG</p>	<p>Walter Sisulu LM</p>	<p>TBA</p>	<p>Total Exp. Prev. FYs=R4 666 535.06</p> <p>2018/19 Exp. = 0</p>	<p>Progress:Construction <=50%</p>	<p>Update on 2018/19 progress The sewer line project was challenged when it was at 50% complete and therefore was instructed by a Supreme Court of Appeals to stop. The judgement was received only late in June 2018, where the SCA instructed that procurement should start from scratch. In July 2018 the Consultant was instructed to start with tender development and he has since submitted the TOR to the municipality. The project has been submitted to the BSC and the advert is anticipated to go out in October 2018.</p>
<p>Jamestown Bucket Eradication and Sanitation - Phase 2 Contract: JGDM 2014/15-001 (Pump stations)</p>	<p>Project Activities for 2018/19 FY</p> <ol style="list-style-type: none"> Completion of Two Pump Station in Jamestown 	<p>Total Budget: R38 550 081</p> <p>2018/19 R13 500 000</p>	<p>MIG</p>	<p>Walter Sisulu LM</p>	<p>TBA</p>	<p>Total Exp. Prev. FYs=R 15 874 653.20</p> <p>2017/18 Exp. = R 0</p>	<p>Progress:Construction <=99%</p>	<p>Update on 2018/19 progress The main contractor has ceded the M&E work to a specialist sub-contractor and they are on site already Pumps have already been installed. The contractor is busy with site fencing and clearing, the project is expected to be completed in the 2nd quarter of 2018/19 FY. The pumps are not yet electrif</p>

Senqu Rural Sanitation VIP Toilet Programme	Project Activities for 2018/19 <ul style="list-style-type: none"> Construction of VIP toilets in Senqu 	Total Budget: R102 761 447 2018/19 R 12 000 000	MIG	Senqu LM	TBA	Total Exp. Prev. FYs=R 153 536 582 2018/19 Exp. = R 6 322 623.55	Progress:Construction <=70%	Update on 2018/19 progress The Implementing Agent (IA) that has been responsible for this project has been relieved and the project has been transferred to JOGEDA for implementation, however the staff and the office of the IA have been retained by JOGEDA JOGEDA is in the process of appointing new contractors as the contracts of the ones that were currently working on the project are coming to an en.
Elundini Rural Sanitation VIP Toilet Programme	Project Activities for 2018/19 <ul style="list-style-type: none"> Construction of VIP toilets in Elundini 	Total Budget: R182 117 245 201/2018 R 12 000 000	MIG	Elundini LM	TBA	Total Exp. Prev FYs R 145 851 179.40 2018/19 R 0	Progress: Construction <=85%	Update on 2018/19 progress The Implementing Agent (IA) that has been responsible for this project has been relieved and the project has been transferred to JOGEDA for implementation, however the staff and the office of the IA have been retained by JOGEDA JOGEDA is in the process of appointing new contractors as the contracts of the ones that were currently working on the project are coming to an en.
Senqu Rural Water Supply: Network Extension	Project Activities for 2018/19 <ul style="list-style-type: none"> Water Supply (Quick Wins) to Sterkspruit Villages 	Total Budget: R85 000 000 2018/19 R 13 000 000	MIG	Senqu LM	TBA	Total Exp. Prev. FYs=R 78 538 418.33 2018/19 Exp. = R 0	Progress:Construction <=70%	Update on 2018/19 progress The Implementing Agent (IA) that has been responsible for this project has been relieved and the project has been transferred to JOGEDA for implementation, however the staff and the office of the IA have been retained by JOGEDA The transfer from IA to JOGEDA been concluded and JOGEDA will start working on the project on the 1 st October 2018. The villages for this financial year have not yet been identified as the IA has been busy with the transfer. The work which has rolled over to 208/19 FY from previous FY has not been stopped and there is progress on 3 sites.

Upscaling and Upgrading of Barkly East Bulk Water Supply	Project Activities for 2018/19 <ul style="list-style-type: none"> Secure WULA for small streams Revision of Designs as the scope has been increased on the new funding Construction started 	Total Approved Budget R 42 490 377 2018/19 R 15 000 000	MIG	Senqu	01/09/2018 30/06/2020	Total Exp. Prev FYs = R 12 969 199,27 2018/19 = R 1 194 387	Progress: Construction <=50%	Update on 2018/19 progress The contractor was expected to establish site in August 2018, however the delays with WULA approval has since delayed the site establishment The indication from WSA who is assisting with the WULA is that the approval is expected in mid-October 2018. The Designs are at 90% complete for the extra work
Sub-Project 4: Lady Grey: Additional Storage Reservoirs and Groundwater supplies	Project Activities for 2018/19 <ul style="list-style-type: none"> Equipping 3 boreholes with complete pump houses propelled with electrical power, 3 Storage Reservoirs (1ML, 300KL & 100KL), 250mm bulk line and (4) 160mm gravity main into the reticulation network 	Total Budget R35.8M 2018/19 R35.8M	ECPT	Senqu LM	22/04/2017 30/04/2018	Total Exp. Prev. FYs = R 23 727 951 2018/19 Exp.= R 1 174 080.48	Progress: Construction <= 71%	Update on 2018/19 progress <ul style="list-style-type: none"> The project is on hold now as the contractor has been issued with the letter of intention to terminate by the Employer's representative on the project. The municipality is still deliberating with the Funder with regards to termination
Burgersdorp Plantation Sump and Boreholes	Project Activities for 2018/19 The project entails the construction of Sump next to the Burgersdorp WTW	Total Budget R8,708,192.95 2018/19 R8,708,192.95	ECPT	Walter Sisulu LM	11/05/2017 11/11/2018	Total Exp. Prev. FYs= R 3 430 779.04 2018/19 Exp.= R 1 339 500.31	Progress: Construction <=90%	Update on 2018/19 progress <ul style="list-style-type: none"> Concrete walls for the reservoir are 100% complete Roof of the Sump pump station is 100% complete 95% of water mains have been laid and of that 90% have been pressure testing & passed. The reservoir roof is has been casted The project is behind as the completion date is 27 September 2018. The revised date now is November 2018.
6ML Storage Reservoir at Burgersdorp WTW	Project Activities for 2018/19 <ul style="list-style-type: none"> Construction of 6MI reservoir next to the Burgersdorp WTW 	Total Budget R 26,667,014.80 2018/19 R26,667,014.80	ECPT	Walter Sisulu LM	09/11/2017 28/11/2018	Total Exp. Prev. FYs= R1 006 000.00R 0 2018/19 Exp.= R968 111.07	Progress: Construction <=60%	Update on 2018/19 progress <ul style="list-style-type: none"> The project has experienced serious delays due to material not arriving early on site, and now the November 2018 completion date does not seem feasible. There is a planned meeting on 3rd October 2018 to sit down with the Contractor and discuss the turnaround strategy.

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 first quarter of the 2018/19 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.