

ANNEXURE A

Municipality	2006/07		2007/08	
	ALLOCATION (R'000)	EXPENDITURE (R'000)	ALLOCATION (R'000)	EXPENDITURE (R'000)
Matatiele	10,136	6,901	11,390	0

Source: Extracted from MIG DORA Report

MTEF ALLOCATION			
Municipality	2007/08 (R'000)	2008/09 (R'000)	2009/10 (R'000)
Matatiele	11,390	14,071	16,052

The allocation for the 2007/08 financial year is R11 million, for the 2008/09 the allocation is R14 million and for the 2009/10 the allocation is R16 million. The municipality started receiving MIG allocation from the 2006/07 financial year. In the 2004/05 and 2005/06 financial years the MIG allocation was transferred via Sisonke District Municipality in Kwazulu Natal. The allocation for the 2006/07 financial year was R10 million and the municipality has spent R6,9 million as at the end of July 2007.

The municipality has been struggling with spending the MIG funds allocated for the 2006/07 financial year. Expenditure was only reported from October 2006. The expenditure picked up from January 2007 to April 2007. In May 2007; the expenditure dropped again as the municipality reported only R268,000 from May 2007 to July 2007. The municipality has not spent the 2007/08 allocation as they are still spending the 2006/07 allocation.

The municipality received technical assistance from the dplg through the SAICE deployment programme. The engineer deployed by the **dplg** worked in the municipality from January 2007 to April 2007. Since he left, there is no PMU in the municipality and the technical department is understaffed.

2.2 MIG-FUNDED PROJECTS

Table 4: Projects Completed and in Design and Tender Phase as end July 2007

Municipal Name	No. of Completed Projects	Rand Value of Completed projects	No of households served by completed projects	No. of Projects in Construction	Rand Value of Projects in Construction	No. of Projects in Design and Tender	Rand Value of Projects in Design and Tender
Sisonke District Municipality	8	23,125,920	40,640	4	3,647,500	0	0
Alfred Nzo District Municipality	0	0	0	0	0	6	17,909,748
Matatiele Local Municipality	0	0	0	13	14,237,294	20	75,077,641

Source: Extracted from MIG Project Lists

Table 1: Water backlog status and progress and yearly target

Municipal Name	Total number of Households in municipality	Total Water Backlogs per Household - 2006	Total Water Backlogs per Household - 2005	Backlog Reduction: Previous years Performance 2006	% Performance improvement on Backlogs as 2006	Targeted Performance for 2007 (Households)	Targeted Performance for 2008 (Households)	Estimated Cost to eradicate backlog at a unit cost of R6000.00 per household
Matatiel e Local Municipality	53,219	20,809	22,121	1,312	6	10,405	10,405	R 124,854,000.00

Source: Department of Water Affairs and Forestry, August 2006

The municipality's performance in terms of reducing the water backlog is poor because is one of those municipalities who achieved below 10% on their previous years performance based on the backlogs for water as at 2006 figures, Matatiel e is at (6%) far from the national target. In order to meet the 2008 target the municipality will almost have to quadruple its capacity (*In the case of Matatiel e the district is a Water Service Authority*).

Table 2: Sanitation backlog status and progress and yearly target

Municipal Name	Total number of Households in municipality	Total Sanitation Backlogs per Household - 2006	Total Sanitation Backlogs per Household - 2005	Backlog Reduction: Previous years Performance 2006	% Performance improvement on Backlogs in 2006	Targeted Performance per year until 2010	Estimated Cost to eradicate the backlog at a unit cost of R3 650 per household
Matatiel e Local Municipality	53,219	27,058	27,266	208	0.8	6765	R 98,761,700.00

Source: Department of Water Affairs and Forestry, August 2006

*Unit cost data is derived from Service Levels Policy Document

The Matatiele municipality is one of the municipalities that may not reduce the backlog on sanitation to zero and will therefore not reach the target year of 2010 as is among the highest with backlogs. An assessment of the previous year's performance clearly indicates that in order to meet the 2010 target all municipalities will almost have to quadruple their capacity. If the current rate of delivery is sustained the target will not be met.

Table 3: Electricity Backlogs as at December 2006

Municipal Name	Total number of Households in municipality	Total Electricity Backlogs per Household - 2006	Total Electricity Backlogs per Household - 2005	Backlog Reduction: Previous years Performance 2006	% Performance improvement on Backlogs in 2006	Targeted Performance per year until 2012	Estimated Cost to eradicate the backlog at a unit cost of R3100 (urban) per household	Estimated Cost to eradicate the backlog at a unit cost of R3600 per household
Matatiele Local Municipality	53,219	2,633	612	-2,021	-76.8	439	R 8,162,300	R 9,478,800

Source: Department of Minerals and Energy, December 2006

Department of Minerals and Energy, December 2005

The target date to reach universal access to electricity by 2012 is possible. However, several challenges facing the Integrated National Electrification Programme must be addressed to enable smooth rollout of the programme.

These challenges include:

- Insufficient programme funding
- Building of new bulk infrastructure in rural areas
- Refurbishment and rehabilitation of electrical infrastructure
- Building municipal capacity without negatively impacting on service delivery

The Matatiele Local Municipalities has experienced an increase in electricity backlogs. A greater effort has to be exerted to assist this municipality to achieve the target by 2012.

							Total Actual Expenditure in the 2006-07 FY MIG
District Municipality	Municipality Name	Project Name	Project Category	Total Project Cost	Mig Funds	Private Sector Funds	
Alfred Nzo				R 87,798,946	R 82,091,039	R 5,707,907	R 7,204,187
	Matatiele			R 87,798,946	R 82,091,039	R 5,707,907	R 7,204,187
		Alfred Nzo DM: Matatiele LM: Bubesi to Good Access Road & Bridge		R 2,950,000	R 2,950,000	R 0	
			Roads	R 2,950,000	R 2,950,000	R 0	
		Alfred Nzo DM: Matatiele LM: Bus Route: Harry Gwala Park		R 906,576	R 906,576	R 0	
			Roads	R 906,576	R 906,576	R 0	
		Alfred Nzo DM: Matatiele LM: Fubane Access Road		R 4,275,000	R 4,275,000	R 0	R 153,049
			Roads	R 4,275,000	R 4,275,000	R 0	R 153,049
		Alfred Nzo DM: Matatiele LM: Lunda Multi-Purpose Centre		R 1,510,491	R 1,510,491	R 0	
			Multi purpose community halls	R 1,510,491	R 1,510,491	R 0	
		Alfred Nzo DM: Matatiele LM: Maluti Civic Centre		R 9,884,569	R 4,176,662	R 5,707,907	
			Multi purpose community halls	R 9,884,569	R 4,176,662	R 5,707,907	
		Alfred Nzo DM: Matatiele LM: Maluti Disaster Management Area		R 4,263,724	R 4,263,724	R 0	

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Alfred Nzo	Matatiele	Alfred Nzo DM: Matatiele LM: Maluti Disaster	Disaster Management Facilities	R 4,263,724	R 4,263,724	R 0	
		Alfred Nzo DM: Matatiele LM: Ramafole Access Road	Roads				
		Alfred Nzo DM: Matatiele LM: Sithiywini Access Road and Bridge	Roads	R 4,749,999	R 4,749,999	R 0	R 182,866
			Roads	R 4,749,999	R 4,749,999	R 0	R 182,866
		Alfred Nzo DM: Mlekhalonyana (Tsitsong) Water Supply	Water	R 907,705	R 907,705	R 0	R 571,499
			Water	R 907,705	R 907,705	R 0	R 571,499
		Alfred Nzo DM:MATatiele LM: Hillside-Manzi Acc. Rd.& Bridge Phase 2	Roads	R 4,110,100	R 4,110,100	R 0	
			Roads	R 4,110,100	R 4,110,100	R 0	
		Cucadu DM: Kouga LM: Blue Flag	Beaches and amusement facilities	R 145,000	R 145,000	R 0	
			Beaches and amusement facilities	R 145,000	R 145,000	R 0	
		Matatiele DM: Rehab of Roads & Stormwater Phase 1	Roads	R 6,951,817	R 6,951,817	R 0	
			Roads	R 6,951,817	R 6,951,817	R 0	

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Alfred Nzo	Matatiele						
		Matatiele LM: Access Road to Waste Disposal Site		R 441,573	R 441,573	R 0	R 440,000
			Roads	R 441,573	R 441,573	R 0	R 440,000
		Matatiele LM: Chibini Access Road and Bridge		R 4,525,000	R 4,525,000	R 0	
			Roads	R 4,525,000	R 4,525,000	R 0	
		Matatiele LM: Diaho Great Access Road		R 3,825,000	R 3,825,000	R 0	
			Roads	R 3,825,000	R 3,825,000	R 0	
		Matatiele LM: Felleng Access Road		R 2,050,000	R 2,050,000	R 0	
			Roads	R 2,050,000	R 2,050,000	R 0	
		Matatiele LM: Jabavu Access Road		R 568,376	R 568,376	R 0	R 219,951
			Roads	R 568,376	R 568,376	R 0	R 219,951
		Matatiele LM: Letlapeng Access Roads		R 2,700,000	R 2,700,000	R 0	R 413,696
			Roads	R 2,700,000	R 2,700,000	R 0	R 413,696
		Matatiele LM: Mahlabathini to Lugada Access Road & Bridge		R 4,255,001	R 4,255,001	R 0	

District Municipality	Municipality Name	Project Name	Project Category	Total Project Cost	Mig Funds	Private Sector Funds	Total Actual Expenditure in the 2006-07 FY MIG
Alfred Nzo	Matatiele	Matatiele LM: Mahlabathini	Roads	R 4,255,001	R 4,255,001	R 0	
		Matatiele LM: Maluti Rehabilitation of Roads and Stormwater Phase 1	Roads	R 6,951,817	R 6,951,817	R 0	
			Roads	R 6,951,817	R 6,951,817	R 0	
		Matatiele LM: Mokheseng - Shepards Hope Access Roads	Roads	R 681,474	R 681,474	R 0	R 186,024
			Roads	R 681,474	R 681,474	R 0	R 186,024
		Matatiele LM: Moliko Access Road	Roads	R 2,250,000	R 2,250,000	R 0	
			Roads	R 2,250,000	R 2,250,000	R 0	
		Matatiele LM: Mphotshongweni Access Road	Roads	R 4,500,001	R 4,500,001	R 0	
			Roads	R 4,500,001	R 4,500,001	R 0	
		Matatiele LM: Outspan to Matshabaleng Access Road	Roads	R 312,649	R 312,649	R 0	R 59,555
			Roads	R 312,649	R 312,649	R 0	R 59,555
		Matatiele LM: Rolweni Multi-Purpose Centre	Multi purpose community halls	R 1,510,491	R 1,510,491	R 0	
			Multi purpose community halls	R 1,510,491	R 1,510,491	R 0	

District Municipality	Municipality	Project Name	Project Category	Total Project Cost	Mig Funds	Private Sector Funds	Total Actual Expenditure in the 2006-07 FY MIG
Alfred Nzo	Matatiele	Matatiele LM: St Barnard to Mangolong Access Road (Phase 2)		R 165,911	R 165,911	R 0	
			Roads	R 165,911	R 165,911	R 0	
		Matatiele LM: St Bernard to Mangolong Access Road		R 469,660	R 469,660	R 0	R 254,664
			Roads	R 469,660	R 469,660	R 0	R 254,664
		Matatiele LM: T15 to Mbizwe Jss Access Road		R 917,629	R 917,629	R 0	R 473,524
			Roads	R 917,629	R 917,629	R 0	R 473,524
		Matatiele LM: T69 to Makhaola Great Place Access Road		R 900,000	R 900,000	R 0	R 40,652
			Roads	R 900,000	R 900,000	R 0	R 40,652
		Matatiele LM: T69 to Mampoti Access Road and Bridge		R 3,850,000	R 3,850,000	R 0	R 212,595
			Roads	R 3,850,000	R 3,850,000	R 0	R 212,595
		Matatiele LM: Thaba Bosiu Access Road		R 1,390,677	R 1,390,677	R 0	R 1,108,171
			Roads	R 1,390,677	R 1,390,677	R 0	R 1,108,171
		Matatiele LM: Tsitsong Bridge		R 850,000	R 850,000	R 0	R 719,294

District Municipality	Municipality Name	Project Name	Project Category	Total Project Cost	Mig Funds	Private Sector Funds	Total Actual Expenditure in the 2006-07 FY MIG
Alfred Nzo	Matatiele	Matatiele LM: Tsitsong	Roads	R 850,000	R 850,000	R 0	R 719,294
		Matatiele: Hillside - Manzi Access Road & Bridge		R 1,345,519	R 1,345,519	R 0	R 568,061
			Roads	R 1,345,519	R 1,345,519	R 0	R 568,061
		Matatiele: Mafube - Nkosana Access Road & Bridge		R 1,152,050	R 1,152,050	R 0	R 507,063
			Roads	R 1,152,050	R 1,152,050	R 0	R 507,063
		Matatiele: Mbizeni - Mango - Luxeni Access Road		R 1,024,328	R 1,024,328	R 0	R 586,714
			Roads	R 1,024,328	R 1,024,328	R 0	R 586,714
		PMU: Matatiele LM 2006 - 2007		R 506,809	R 506,809	R 0	R 506,809
			PMU	R 506,809	R 506,809	R 0	R 506,809
Grand Total				R 87,798,946	R 82,091,039	R 5,707,907	R 7,204,187