

# AMEU MEETING

## INEP Presentation

CD: Mr Khorommbi Bongwe

19<sup>TH</sup> May 2021



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- On the Municipal programme the Department has transferred **R1, 358, 752, 000.00** to allocated Municipalities and they have reported an expenditure of **R685, 989, 000.00** at the end of the financial year with **60 219** households electrified which includes rollovers.
- On the Eskom programme the Department has transferred **R1, 982,985, 000.00** and they have reported an expenditure of **R1, 276, 168, 074.87** at the end of the financial year with **106 669** households electrified which includes rollovers.
- The Department through its implementing agencies (Municipalities and Eskom) has managed to achieve **166 888** households electrified against the APP target of **137 000**.



# PRESENTATION CONTENT

- Overall Performance on INEP for 2020/21.
- 2020/21 Municipal Performance
- 2020/21 Eskom Performance
- 2021/22 Municipal Plans
- 2022/23 Eskom Plans
- Challenges and Intervention on the programme



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# 2020/21 FY MUNICIPAL PERFORMANCE-END OF MARCH 2021

PROVINCE	MUNICIPALITY REVISED ALLOCATION (R'000)	YEAR TO DATE TRANSFERS (R'000)	YEAR TO DATE REPORTED EXPENDITURE (R'000)	REVISED CONNS	ACHIEVED CONNECTIONS INCLUDING ROLLOVERS
Eastern Cape	230, 075	230, 075	130, 089	9 085	9 651
Free State	80, 935	80, 935	45, 474	2 331	1 635
Gauteng	114, 743	114, 743	56, 460	3 865	8 512
Kwa Zulu Natal	259, 364	259, 364	103, 800	13 531	10 467
Limpopo	189, 452	189, 452	88, 752	9 112	15 436
Mpumalanga	160, 731	160, 731	97, 781	4 030	4 858
Northern Cape	125, 911	125, 911	59, 254	4 518	3 371
North West	73, 725	73, 725	30, 685	2 490	3 173
Western Cape	123, 816	123, 816	73, 694	3 405	3 116
<b>TOTAL</b>	<b>1, 358, 752</b>	<b>1, 358, 752</b>	<b>685, 989</b>	<b>52 367</b>	<b>43 350</b>



# 2020/21 FY ESKOM PERFORMANCE-END OF MARCH 2021

PROVINCE	ESKOM REVISED ALLOCATION (R'000)	YEAR TO DATE TRANSFERS (R'000)	YEAR TO DATE REPORTED EXPENDITURE (R'000)	REVISED CONNS	ACHIEVED CONNECTIONS INCLUDING ROLLOVERS
Eastern Cape	458, 113	458, 113	296, 853	13, 808	24, 107
Free State	46, 806	46, 806	35, 073	1, 928	1, 940
Gauteng	128, 002	128, 002	98, 699	5, 487	5, 938
KwaZulu Natal	476, 784	476, 784	231, 682	14, 078	22, 298
Limpopo	258, 236	258, 236	150, 852	12, 259	15, 713
Mpumalanga	202, 263	202, 263	132, 970	12, 255	14, 775
Northern Cape	116, 413	116, 413	41, 742	2, 081	3, 915
North West	223, 015	223, 015	198, 899	12, 212	13, 811
Western Cape	73, 352	73, 352	89, 396	4, 130	4, 172
<b>TOTAL</b>	<b>1, 982, 985</b>	<b>1, 982, 985</b>	<b>1, 276, 168</b>	<b>78, 238</b>	<b>106, 669</b>



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# 2021/22 Financial Year Municipal Programme Allocation

PROVINCE	ALLOCATION (R'000)	HOUSEHOLDS (R'000)	INFRASTRUCTURE (R'000)	CONNECTIONS
Eastern Cape	314, 162	251, 685	62, 477	10, 773
Free State	108, 119	50, 794	57, 325	2, 932
Gauteng	130, 148	71, 312	58, 836	4, 712
Kwazulu-Natal	447, 466	361, 788	85, 678	22, 024
Limpopo	298, 164	268, 468	29, 696	14, 691
Mpumalanga	275, 381	143, 923	131, 458	8, 531
Northern Cape	170, 366	144, 866	25, 500	6, 877
North West	86, 780	54, 379	32, 401	3, 155
Western Cape	172, 571	64, 255	108, 316	3, 710
<b>Grand total</b>	<b>2, 003, 157</b>	<b>1, 411, 470</b>	<b>591, 687</b>	<b>77, 405</b>



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# 2021/22 Financial Year Eskom Programme Allocation

PROVINCE	ALLOCATION (R'000)	HOUSEHOLDS (R'000)	INFRASTRUCTURE & PRE-ENG (R'000)	CONNECTIONS
Eastern Cape	653, 779	594, 075	59, 704	19, 416
Free State	64, 868	54, 363	10, 105	3, 582
Gauteng	106, 054	69, 560	36, 495	3, 770
Kwazulu-Natal	674, 090	445, 611	228, 479	27, 959
Limpopo	431, 289	266, 314	164, 975	14, 188
Mpumalanga	285, 000	179, 784	105, 216	11, 567
Northern Cape	165, 830	100, 774	65, 056	3, 682
North West	311, 854	252, 609	59, 245	13, 487
Western Cape	131, 493	80, 489	51, 005	4, 872
<b>Grand total</b>	<b>2, 824, 257</b>	<b>2, 043, 578</b>	<b>780, 679</b>	<b>102, 523</b>



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# CHALLENGES EXPERIENCED BY INEP

- Municipalities who couldn't appoint on time could lose their funding when they apply for rollovers with National Treasury.
- INEP is going to lose those funding as they are going back to National Fiscus.
- Electrification projects contracted will be affected and the Department will not meet the contracted target.
- Some Municipalities are still not reporting as required in terms of the Division of Revenue Act.



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# CHALLENGES EXPERIENCED BY INEP

- Department is still experiencing challenges with municipalities that are implementing uncontracted projects.



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# INTERVENTIONS TO DEAL WITH CHALLENGES

- The allocated funding for municipalities that have not yet finalized the appointment of service providers have been recommended for reallocation to municipalities that have appointed so that funds are spent by the end of the financial year.
- The Department is going to monitor additional funding transferred to Municipalities during re-allocation to make sure they spend by end of the financial year.
- Working sessions have been arranged for those municipalities who are implementing uncontracted projects in order to follow the right process of change



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# INTERVENTIONS TO DEAL WITH CHALLENGES

## For Eskom programme

- Eskom has been requested to provide all the projects not implemented and funding not spent by end of March 2021 so that the Department could apply for rollover from NT.
- The Department will request Eskom to provide a recovery plan for the projects that have been affected.



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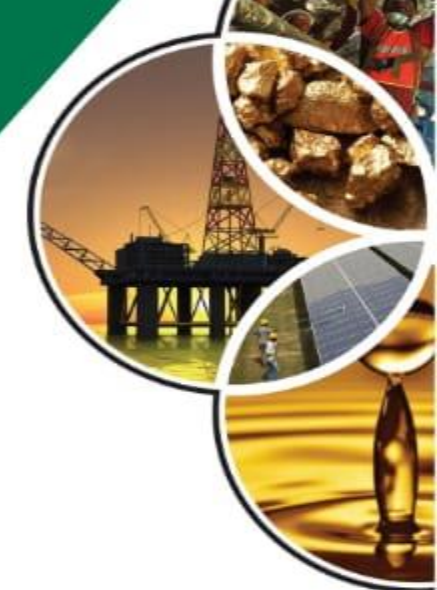
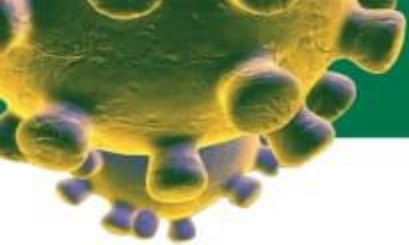
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