The Role of the NCOP in Overseeing the District Development Model (Enhancing the Functioning & Financial Sustainability of Municipalities)

> China Dodovu: Chair of Select Committee – COGTA, Human Settlements, Water & Sanitation

> > Date: 08 September 2020

NCOP Visual Conference



Structure of Presentation

- 1. Preface on the Role of NCOP in Overseeing the DDM
- 2. Setting the Scene: Objects of Local Government
- 3. Lessons Learnt in the Last 25 Years
- 4. Summary of Problems facing Municipalities
- 5. Need for a Paradigm Shift: The District Model
- 6. The Role of NCOP: Oversight, Law-making & Participation
- 7. Conclusion, Proposals & Way Forward.



Preface on the role of NCOP in overseeing the District Developmental Model

"Our actions as local government should be to make an invaluable contribution to the important task of creating a humane society where we work selflessly for the betterment of local communities where we fully understand that our responsibilities are to the people, and we are every step of the way, accountable, sensitive and responsive to the needs of the people".

Former President Thabo Mbeki (2004)

Objects of Local Government **Section 152 of the Constitution**

Our people deserves municipalities that all their residents can be proud of. As the sphere of government closest to the citizens, our Why?—Tele in securing a peaceful, democratic and equitable civic society is paramount. This role is recognised & enshrined in the Constitution of the Republic.

- Service Delivery
- Good Governance
- **Objectives Local Economic Development**
 - Community Participation
 - Safe and Healthy Environment

THE MUNICIPALITY IS LIKE A MOTOR VEHICLE

The people own the car



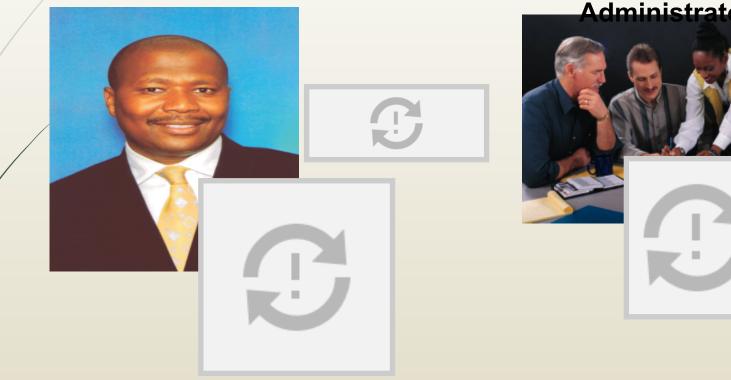
The Mayor drives the car for the owners -

The Municipal Manager looks after the engine of the car



The Municipality needs Governors & Administrators

Political Leaders



Managers & Administrators



Lessons learned in the last 25 year

- 1. Local government has been one of the most complex projects of state transformation since 1994;
- 2. Tasks of local government transformation have proven to be more complex & protracted than was initially anticipated;
- 3. All interventions and programs (e.g. project viability, project consolidate, LG turnaround strategy, operation clean audit 2014, siyenza manje, back to basics) have sharpened our understanding of problems & challenges in the local govt. sphere & has led us to the conclusion that we **need to mainstream hands-on support and coordination to local government going forward i.e. District Development Model.**

Summary of Problems facing Municipalities in SA – where are we?

- Collapse of municipal finance 76% need attention & 1/3 are vulnerable (audit opinions regress; cash balance & cash coverage; UIF&W increases;
- Inability to collect revenue & adoption of unfunded budgets;
- 34% have budget deficit expenditure exceeds income; low debt collection;
- Inability to pay creditors (liquidity & current ratio);
- Money owed to ESKOM & Water Boards and VBS mutual bank deposits;
- Section 139 interventions poor service delivery & protests;
- Poor accountability & no consequence management;
- Toxic political-administrative relations: deployment vs appointment;
- Infrastructure development: delays; incomplete; MIG diversions & spending;
- Infrastructure neglect / run down: potholes, sewer spillages, water & electricity losses

April 01 2010 , 6:44:00

vhotograph by: ALON SKUY

Ado bu Coordo

Service delivery protests rock the North West province



The lack of service delivery by local authorities in the North West province, continue to haunt them. Late last night, the flow of traffic between Mafikeng and Vryburg was disrupted again. Motorists travelling between the two towns were stranded when a group of protesters blockay the road and started stoning passing vehic protesting against what they termed lack service delivery by the Mafikeng local municipality.

Times

TGIF: Wacky tales to start the weekend

Big Ben's stimulating Twitter account, a woman calling 911 for h where exactly is Edward Cullen? Thank goodness it is Friday.

service delivery protest, North West police said.

The Tlakgameng community has staged several

residents to stop damaging properties but also said

Botma said it was quiet at Tlakgameng on Tuesday.

the government should address corruption claims

service delivery protests in recent weeks. The Congress of SA Trade Unions in June called on

against the municipality.

There was one incident last night [Monday]. There was one incluent tast myni (monuay). Apparently two class rooms and a vehicle were burit

to the ground," said Captain Aafje Botma. Nobody was injured and no arrests were made.

Chaos cripples many SA my

Oct 31, 2009 9:46 PM | By Brendan Boyle

Sicelo Shiceka, the minister for cooperative government of North-has lifted the lid on the chaos that has concluded as strong in North-municipalities. Protesters torch classrooms in North-cines in the strong province of the strong protection o Protesters torch clase West province Jul 13, 2010 10:56 MM (By Sapa Two class rooms and a vehicle were set alight by Tlakgameng residents during at police spokesperson, Adele My burg Two class rooms and a vehicle were set alight by Tlakgameng residents during at police spokesperson, Adele My burg West province

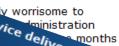
Footer

A year of protests - Townships erupted over lack of services

Mfundekelwa Mkhulisi 28 December 2009

Sowetan

Scores arrested in N West service delivery protest



Scores of people have been arrested during

Violent service delivery protests in Brits in the

North West, Some of the protestors were badly

injured when police fired rubber bullets to disperse the residents who had tried to storm

Residents says they are angry over bad water quality in the area. Their protest action follows

a requests by the municipality to residents to

boil the polluted water. The Madibeng



In darkies' Africa Witter squashed an online conversation between black South Africans because it disapproved of a ord they were using, writes Alistair Fairweather

Breaking News, First.

South Africa | World | Africa | Entertainment | Science & Technol Official's house petrol bombed

2009-09-28 10:12

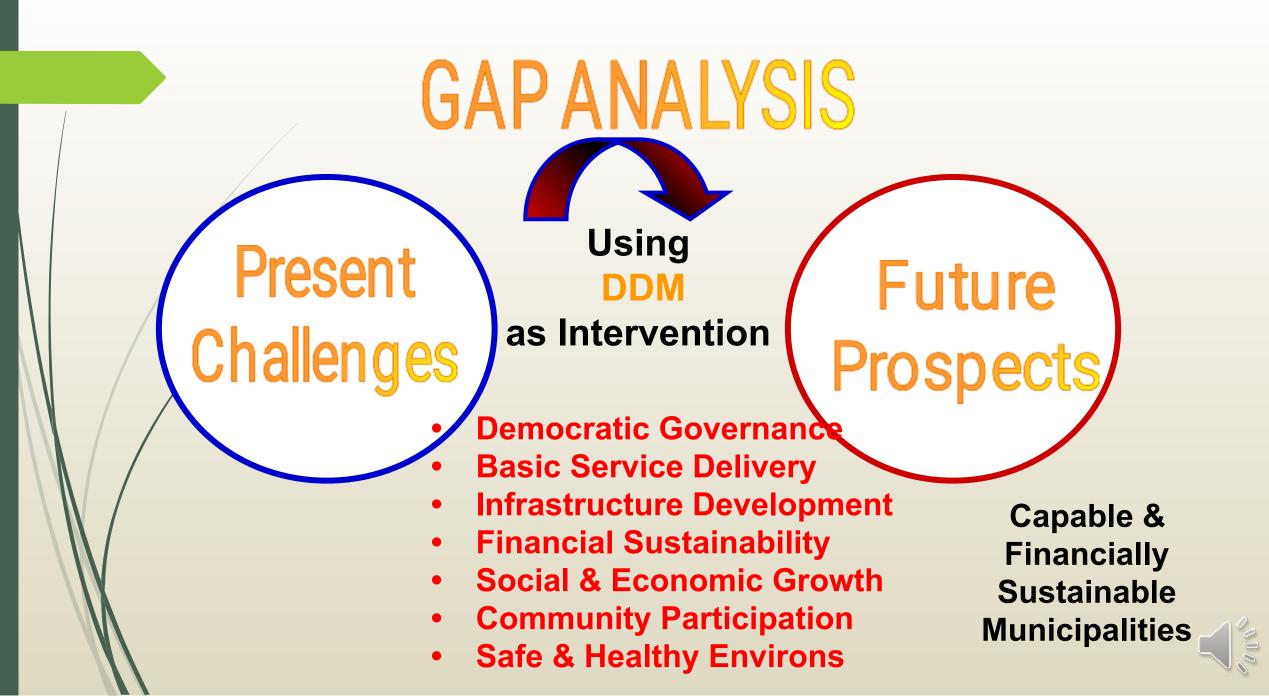
Standerton - A municipal official's house was petrol bombed by angry residents during a service delivery protest, Mpumalanga police said on Monday

52 Email article Print article

February 25 2010

"Part of the municipal speaker's house in the Sakhile township in Standerton was damaged after

© 2012 Deloitte Touche Tohmatsu



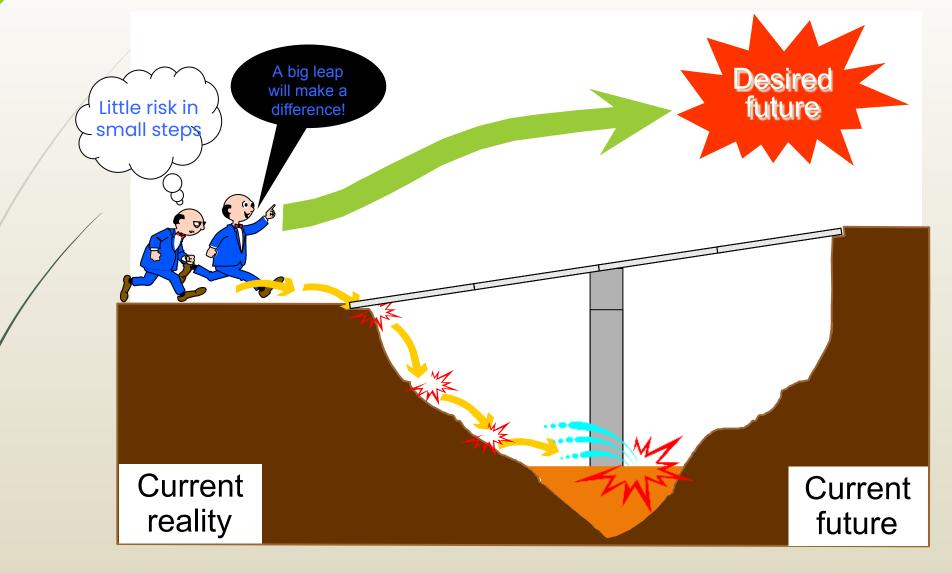
The Need for a Paradigm Shift District Development Model

- DDM (A Game Changer): a key intervention to address the problems afflicting local government and improve coordination;
- □ Nature: One stop shop (All landing in one place);
- Pilots: OR Tambo District (Rural); Ethekwini (Urban) & Waterberg (Urban-Rural Mix / Mining Town);
- How? Development of a Single Plan;
- Players: All Spheres of Government (including SOEs), Business Labour & Communities
- End results:
 - Fast track service delivery;
 - Integrated planning;
 - Accelerate, integrate, align service delivery;
 - Cooperative governance;
 - Adequate support and resources.



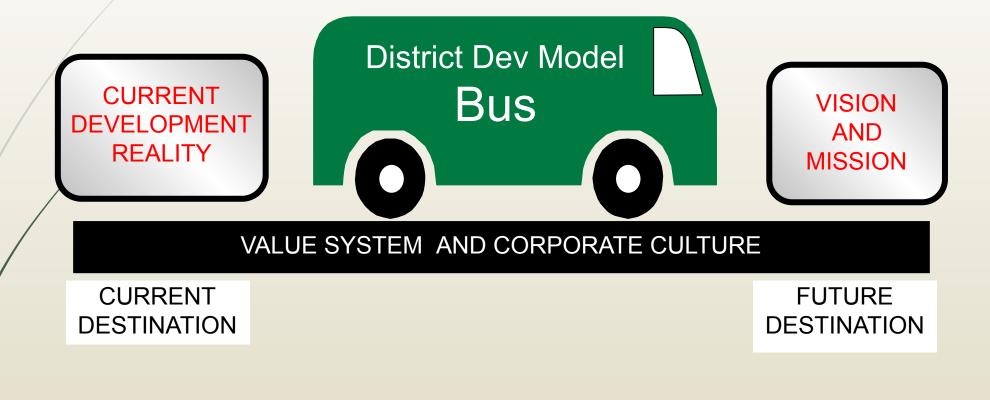
District Development : Model :

- One Stop Shop (Landing Strip)
- Alignment with other Sectors & Resources
- Develop a Single Plan for Metro/District
- Implementation, Monitoring & Evaluation





District Development Model

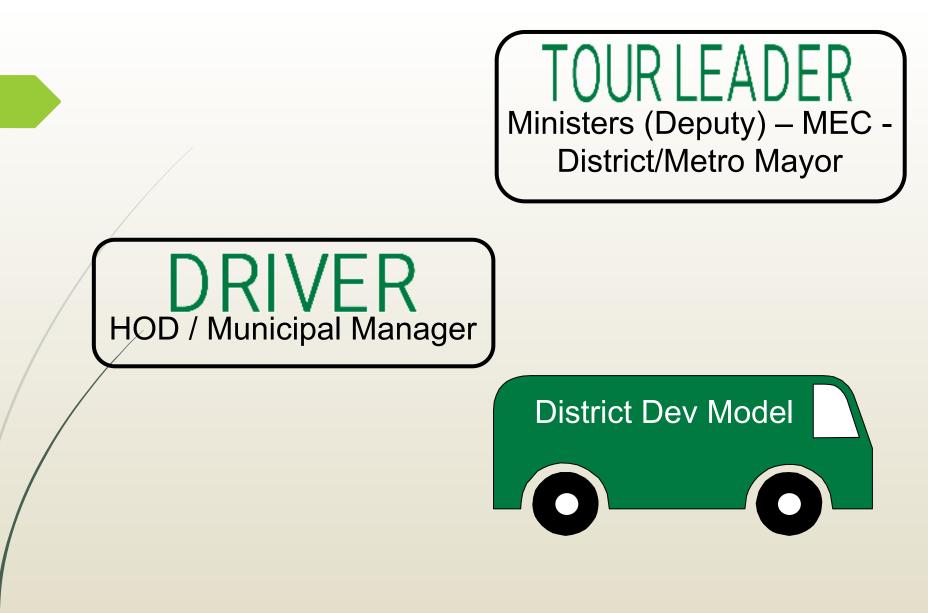




PREPARATION FOR JOURNEY Process Plan DDM Framework









PASSENGERS

- Local Municipalities
- Government Departments: National & Provincial
- State Owned Entities / Parastatal Bodies
- Ward Committees
- Stakeholders and Community
- Experts & Professionals





ITINERARY Key Performance Areas (KPA's)

- Strategies and Development Objectives
- Key Performance Indicators (KPI's)
- Performance Targets
- Projects/Programmes/Plans
- Operational Business Plans

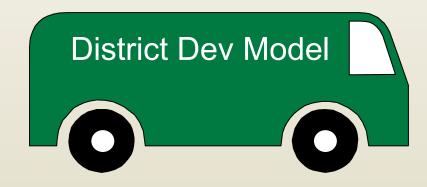
District Dev Model

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FUEL

- Finance
- Equipment / Materials
- Performance Management
- Communication



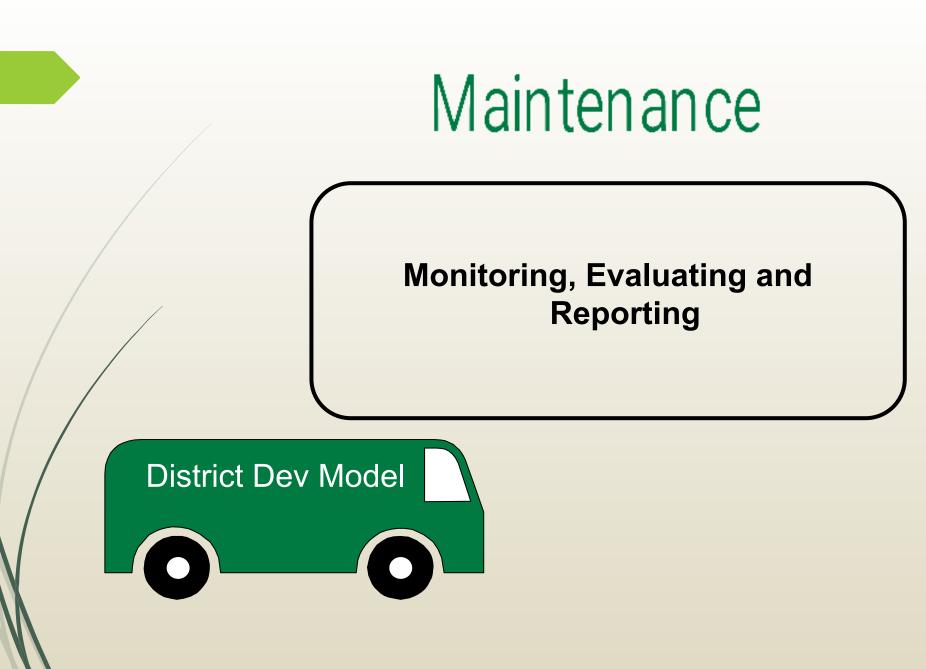


ENGINE

- Municipal Councils
- Committees
- Decision-making Processes
- Organisational Structures
- Systems
- Policies / Procedures
- By-laws
- Delegated Powers & Functions

District Dev Model







Realising the Dream of the "Ideal Municipality" The Role of NCOP: oversight, law making & public participation

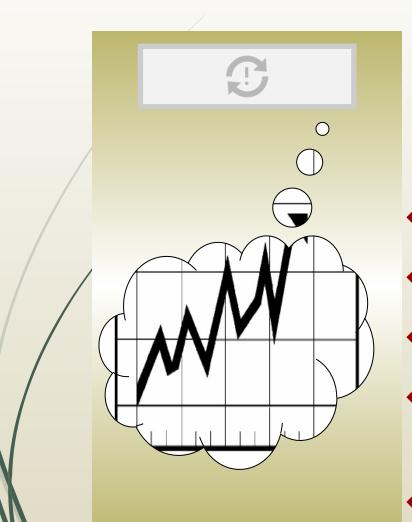
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- Recruit, retain & develop the best possible talent & skills (Strategic HR)
- Create environment of responsiveness, high performance & clear accountability to achieve mandate (Performance Management)
- 3 Establish people centred culture of service delivery and customer care -Batho Pele (Culture)
- Ensure planning, governance structures, people, systems, processes, infrastructure & oversight mechanisms are aligned to mandate, as defined by IDP & applicable legislation (*Planning & Governance*)
- 5 Ensure economic & financial viability & prosperity of the municipality (Financial Management & Sustainability)
- 6 Build good public profile & nurture sustainable relationships with stakeholders (Communications, Public Participation & Stakeholder Relations)

The District Development Model must recognise all the above elements © 2012 Deloitte Touche Tohmatsu



The Role of NCOP



Capable & Financially Sustainable Municipalities

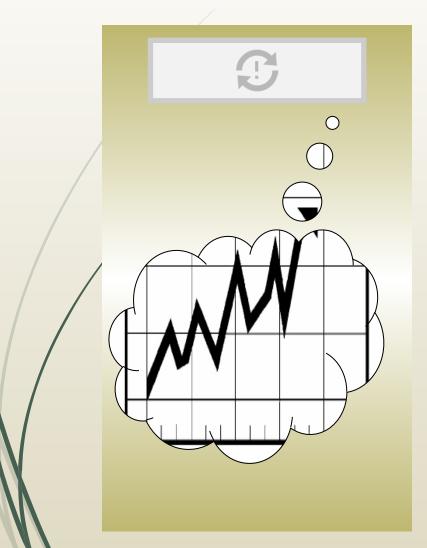
What MPs need to do in Districts?

- Conduct Oversight Visits;
- Monitor & Oversee Executive Actions;
- Ensure Appropriate Budgets Spending;
- Strict Observance of Laws & DDM Protocols;
- Ensure Public Participation in DDM



Conclusion & Way Forward

DISTRICT DEVELOPMENT MODEL





Achieve the goals of:

- Municipal Excellence
- Democratic Governance
- Basic Service Delivery
- Infrastructure Development
- Financial Sustainability
- Economic Growth





NCOP: Oversight, Law-making & Public Participation



THANK YOU!

