



water & sanitation

Department
Water and Sanitation
REPUBLIC OF SOUTH AFRICA

PORTFOLIO COMMITTEE ON WATER AND SANITATION

SOUTH AFRICAN INSTITUTIONAL LANDSCAPE : LINKAGES BETWEEN NDP AND NWRS2

Presenter: Mr A Singh

Deputy Director-General: Water Sector Regulation

Portfolio Committee on Water & Sanitation

Date: 31 August 2016

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160831 PC water

PRESENTATION OUTLINE

- Policy drivers for institutional reform
- Case for change
- Overview of water sector institutions
- Water utilities, infrastructure agency establishment progress
- CMA establishment progress

Policy drivers of Institutional Reform

National Development Plan

- Regional Water Utilities 2012-2018,
- CMAs (2012-2017) and
- National Water Resource Agency supported(2017)
- Establish an independent regulator for water

National Water Resources Strategy

- Regional Water Utilities
- Investigate the arrangements for managing WR infrastructure
- Assess the institutional arrangements for the Economic Regulator

National Policy Review

- New Policy Position establishing Regional Water Utilities and confirming CMAs in 2013.

Institutional Reforms and Realignment (IRR)

- IRR cabinet approval in 2013.

Cabinet Lekgotla February 2015 Resolutions (Presidential Review Committee)

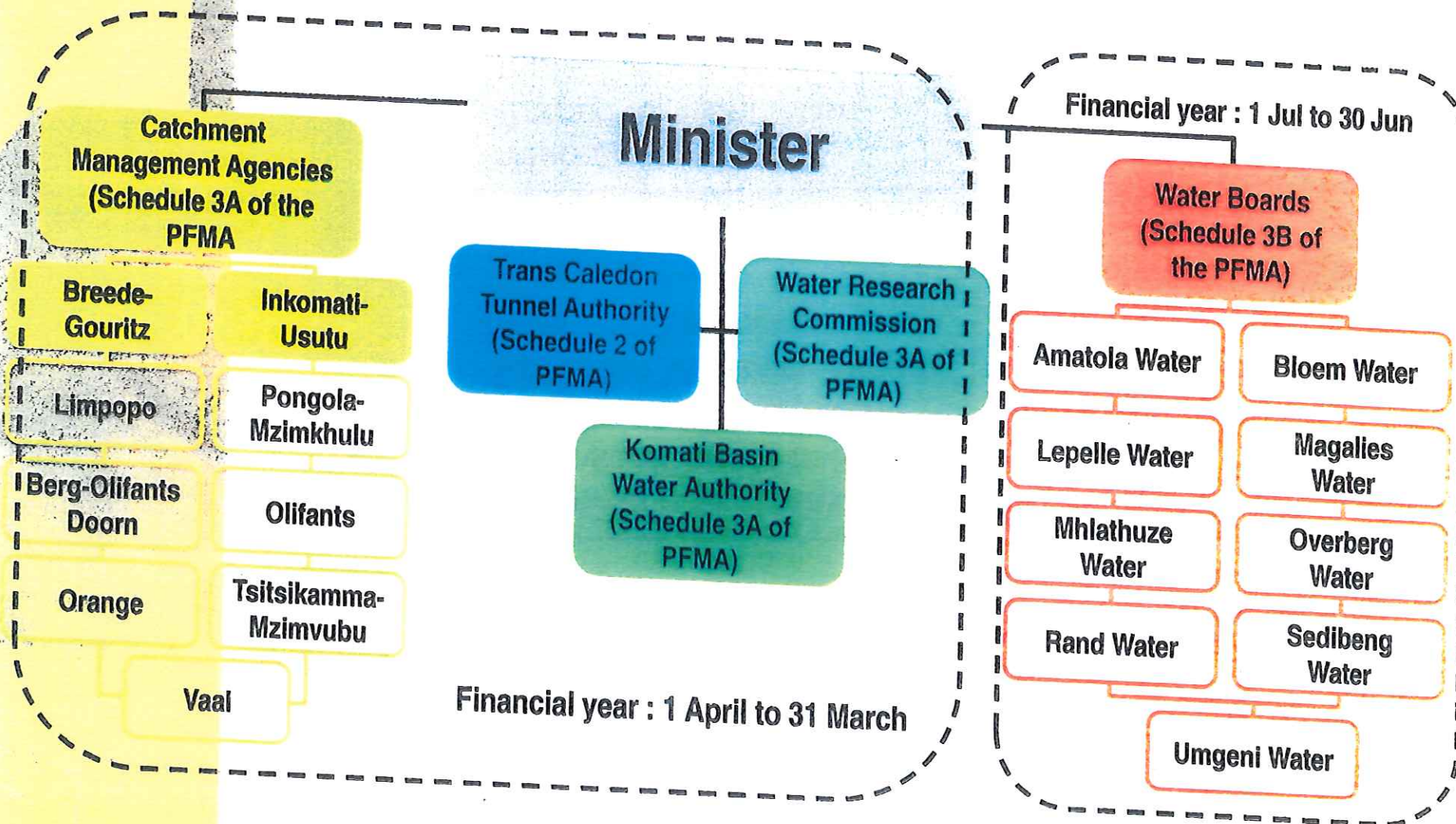
In February 2015, Cabinet Lekgotla endorsed recommendations on the strengthening of SOE. The recommendations are focused on :

RATIONALISATION creating an **INSTITUTIONAL FRAMEWORK** that will support the advancement of the **NATIONAL DEVELOPMENT PLAN OUTCOMES**

CASE FOR CHANGE

1. Poor service delivery and weak performance in the management of water supply and sanitation services by many municipalities.
2. The growing concerns around poor water quality
3. There have been (and currently exist) governance and performance-related problems for some of the existing water boards.
4. Mandate of regional bulk /bulk not well defined in current water services legislation-discretionary space.
5. Water boards based on economic principles serving urban & mines whilst those with primarily social mandate (former homelands) are struggling.

Overview of water sector institutions



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Progress on Water and Sanitation

Establishment of
National Water
Resource
Infrastructure
Agency : TCTA /N
WRI Branch

- This will incorporate TCTA and National Water Infrastructure Branch into one SOE.

•An RFP was issued to appoint a PSP to assist with the due diligence and developing the business case for the Agency.

Realigning and
establishing wall to
wall Water Boards
(Regional Water
Utilities)

- To realign and establish single water board in KZN (Umgeni and Mhlathuze)
- To realign Magalies, Bloem Water and Sedibeng Water.

•Considerable progress has been made towards implementation.
•An Oversight Committee has been established for KZN and procurement process started.

Establishment of
Independent
Economic Regulator
for Water

- Internal ringfenced Branch for Regulation has been established.

- A Road Map for the establishment of Independent Economic Regulator has been developed and a PSP will be appointed to develop a

CMA ESTABLISHMENT PROGRESS

PHASES	NAME OF THE CMA	STATUS OF CMA
Phase 1: 2012-2013	Inkomati-Usuthu	Gazetted the CMA for establishment, appointment of board completed
	Breede-Gouritz	Gazetted the CMA for establishment, selection panel appointed to recommend board
	Pongola-Umzimkulu	Gazetted the CMA for establishment, selection panel appointed to recommend board
Phase 2: 2014-2015	Limpopo-North West	Gazetted the CMA for establishments, selection panel appointed to recommend board
	Olifants	Gazetted the CMA for establishments, selection panel appointed to recommend board
	Vaal	Gazetted the CMA for establishment
	Berg-Olifants	Gazetted the CMA for public consultation
Phase 3: 2015-2016	Mzimvubu-Tsitsikamma	Gazetted the CMA for public consultation
	Orange	Gazetted the CMA for public consultation

