

DEPARTMENT OF HOUSING AND LOCAL GOVERNMENT

AMOUNT TO BE APPROPRIATED:	R 250,983,000
STATUTORY AMOUNT:	R 796,000
RESPONSIBLE EXECUTIVE AUTHORITY:	MEC FOR HOUSING AND LOCAL GOVERNMENT
ADMINISTERING DEPARTMENT:	DEPARTMENT OF HOUSING AND LOCAL GOVERNMENT
ACCOUNTING OFFICER:	HEAD OF DEPARTMENT

1. OVERVIEW

Vision

An improved quality of life for all through sustainable integrated development.

Mission

To promote, partner and monitor systems and structures geared at meeting socio-economic and service delivery needs of the Citizens of the Northern Cape

Policy Goals

The department of Housing and Local Government has determined for itself the following policy goals (or core objectives):

1. A commitment to continuous service delivery improvements and meeting customer needs.
2. Effective, efficient , economical planning and management of department resources.
3. Transformation of local governance through participatory democracy and strong developmental local government.
4. Facilitation of a sustainable housing delivery process and its related municipal services.
5. Creating the necessary mutual alignment between national and provincial policy, principles/guidelines and sectoral planning requirements (standards, provincial strategies) and local needs, conditions and resources, in the spirit of co-operative governance through sound information management.

Values

Recognition, Fairness, Objectivity, Respect, Equity Integrity, Honesty, Trust, Consistency Co-operation, Team work, Partnership, Diplomacy, Courtesy, Patience, Tolerance, Empathy Responsiveness, Professionalism, Accountability, Commitment, Action, Redress, Accessibility.

Legislative and Other Mandates

The Northern Cape Department of Housing and Local Department determines its mandate from the following pieces of legislation.

- € Constitution Of The Republic Of South Africa (Act No 108 Of 1996).
- € The Housing Act (Act No. 107 Of 1997);
- € The Urban And Rural Frameworks (1996),
- € Rental Housing Act (Act No. 50 Of 1999).
- € National Housing Code (2000).
- € Municipal Structures Act (Act 32 Of 2000)
- € The Municipal Systems Act
- € The Division Of Revenue Act
- € PFMA Act
- € Disaster Management Act

2. REVIEW OF THE CURRENT FINANCIAL YEAR

LOCAL GOVERNMENT

The department has achieved the following, to date, in the financial year 2003/2004:

The Municipal Management Support Programme (MSP) has resulted in a conditional grant of R15,1m being utilized to provide technical and institutional support to the following municipalities: Dikgatlong, Emthanjeni, Magareng, Mier, Siyathemba, Tsantsabane, Ubuntu and Kamiesberg with technical and institutional support.

Expended R 2,550m to improve the capacity of fire fighting services in local municipalities and has procured Advanced Fire Fighting Units for Namakwa DM (41), Karoo DM (34), Frances Baard (20), Kgalagadi (20) and Siyanda (20).

The department has trained 135 volunteers to utilise this equipment in the 5 districts.

Established a Provincial Task Team monitoring the implementation of the Presidential Co-ordinating Council's fifteen (15) interventions on the Transformation at Municipalities including free basic services (FBS). This task team has been replicated in each of the five (5) districts and has facilitated the implementation of FBS throughout the province which has resulted in 28 municipalities implementing free basic water; 16 municipalities providing free basic electricity; 26 providing free basic sanitation and 27 providing free basic refuse removal.

Recruited 120 community development worker trainees (CDW) for the CDW learnership programme, which has already commenced.

Facilitated the presentation of capacity building programmes directed at financial management training for 28% of the councilors in the province; disaster management workshops for volunteers, officials and councilors and first aid training.

Facilitated an audit into the functioning of ward committees and community participation in District Management Areas.

HOUSING

The department has achieved the following, to date, in the financial year 2003/2004:

The Northern Cape Housing Act has been completed and assented to by Cabinet.

First draft of the Rental Housing Act is in progress.

Has initiated and is finalizing the appointment of Rental Housing Tribunal Members. Has appointed the Housing Advisory Committee the purpose of which is to advise around all future housing development.

Completed 1969 top structures.

Processed 3134 housing application forms on the Housing Subsidy Management System (HSMS).

Decentralised the housing support centre function to Sol Plaatje municipality.

Completed the development of the Three Year Housing Spending Plan.

Implemented the Human Settlement Redevelopment Plan which is directed at restoring the value of identified dwellings in Galeshewe.

Managed the Provincial Housing Fund efficiently to ensure maximization and controlled cash flow of the R 85,973m in the fund for 2003/2004.

Trained 205 municipal officials, councilors and provincial officials through accredited courses paid for from the Provincial Housing capacity building fund.

PLANNING AND DEVELOPMENT

The department has achieved the following, to date, in the financial year 2003/2004:

Facilitated the eradication of 21262 buckets in formal settlements throughout the province. To date, 2 096 buckets have been eradicated and current projects amounts to 5 918 buckets.

Expended R 3,959m on new and existing electrical networks in Springbok, Mier, Colesberg and Kalahari Padkloof.

Evaluated all Integrated Development plans of municipalities and has produced an assessment report.

The Consolidated Municipal Infrastructure Programme (CMIP) has resulted in the implementation of 55 projects to the value of R75.540 million.

Under the Galeshewe Urban Renewal Programme, R 10m has been invested in projects directed at the economic and aesthetic rejuvenation of Galeshewe.

3 OUTLOOK FOR THE COMING FINANCIAL YEAR

The strategic planning for this year has resulted in a re-aligned structure guided by the functions to be performed in fulfilment of our legislative mandate. This is the first of a three year process to complete the implementation of the realignment of the department and will result in a structure which is geared at an improved and efficient use of the resources at its disposal in the attainment of its objectives.

One of the primary objectives of the department is the delivery of housing. The increase in the subsidy amount has resulted in the anticipated completion of 3 300 top structures for the coming financial year. Also, the decrease in the population of the Northern Cape does not bode well for the amount of the Housing fund to be appropriated, as is evident in the outer years of the MTEF.

With the Housing Subsidy Management System (HSMS) being fully functional in the regional offices, a decentralisation of housing projects is to occur to the regions in the financial year 2004/2005. This will improve the efficiency of housing delivery since the regional offices will be able to manage entire projects through the establishment of project teams.

The enhancement of the capacity and infrastructure of Sol Plaatje municipality for an improved role regarding the delivery of housing remains a priority for the department. The coming financial year sees the department taking Sol Plaatje municipality closer to full accreditation.

The department has completed a Three Year Housing Spending Plan for implementation in 2004/2005. The purpose of the Spending plan is to augment the Five Year Housing Plan by prioritising projects and funding them. Both plans will need to be reviewed during 2004/2005 due to budget cuts and to consider inputs from the Housing Advisory Committee respectively.

The Rental Housing Act is to be completed and marketed in the coming financial year and information officers are to be established at all local authorities. Also, regulations and unfair practices regarding rental housing are to be drafted to promote fair practice in the rental industry.

The department is also to embark on the collation of a property register for purposes of improved asset management in the financial year 2004/2005.

The disestablishment of the housing fund is to be implemented in the coming financial year and this will result in the fund being integrated into the departmental vote.

This is the final year that the Municipal Support Programme (MSP) will be in operation in its current form. To that effect, municipalities that will benefit from technical and institutional support under this programme are: Magareng, Dikgatlong, Phokwane, Hantam, Thembelihle, Kgatalopele, Sol Plaatje and Siyancuma.

The department has developed standard by-laws, which has to be tailor made for individual municipalities during the coming financial year in order that each municipalities have a regulatory framework in which to operate and execute its developmental mandate.

The department will closely monitor the legislative compliance of municipalities and provide support and capacity in areas such as Performance Management, Community Participation, Internal Audit mechanisms and Financial Management specifically GAMAP requirements.

The department will start a capacity building programme in strengthening ward committees in all districts.

The department will start a process of setting up a division dealing with traditional affairs in the province. It must be noted that this is currently an unfunded mandate.

The national department of Provincial and Local Government has allocated R91,009m during the financial year 2004/2005 for the Municipal Infrastructure Grant (MIG - previously CMIP) which is to be split between the 5 district municipalities and Sol Plaatje municipality. The main priority for CMIP is still the provision of water and district municipalities are to prioritise and implement projects according to the IDP of their respective municipalities to the value of the allocations received. The Galeshewe Urban Renewal Programme (GURP) has R 15m allocated for projects directed at improving Galeshewe.

The provincial IGTT (Intergovernmental Task Team) under the chairpersonship of the Office of the Premier and co-ordinated by this Department and the Department of Public Works will oversee the implementation of the Expanded Public Works Programme (EPWP) in the province

An amount of R4,486m has been allocated to the department for electrification projects in Colesberg, Richmond, Kalahari Padkloof and Olifantshoek. In addition to this, R30m will be transferred to municipalities for the eradication of buckets.

The Disaster Management Act (Act 57 of 2002) is to be implemented and the department will embark upon capacity building programmes in terms of legislation and policies at municipalities. These will include programmes in fire fighting, promoting community awareness and an integrated approach to the processes of risk reduction, prevention and development.

The department is also partial to a continuous and focused IDP engagement process between provincial and municipal government to facilitate intergovernmental co-ordination and the development of tools to aid assessment of IDP's in a goal oriented way.

The department has also committed itself to learnership and internship programmes for both employed and unemployed people in the Northern Cape. The programme is directed at responding in a programmatic way to uplift the skills base of people in the province.

4. RECEIPTS AND FINANCING

The following sources of funding are used for the Vote

Table 4.1 Summary of receipts: Housing and Local Government

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2004/05	2005/06	2006/07
	2000/01	2001/02	2002/03						
	R'000	R'000	R'000		2003/04		R'000	R'000	R'000
					R'000				
Equitable share	111,735	60,920	79,107	112,269	144,468	144,490	129,357	138,118	146,066
Conditional grants		79,064	70,440	112,142	112,142	112,142	121,626	87,423	91,321
Statutory			670	745	782	782	796	850	850
Total receipts	111,735	139,984	150,217	225,156	257,392	257,414	251,779	226,391	238,237

Table 4.2 Departmental receipts collection: Housing and Local Government

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2004/05	2005/06	2006/07
	2000/01	2001/02	2002/03						
	R'000	R'000	R'000		2003/04		R'000	R'000	R'000
					R'000				
Tax receipts									
Non-tax receipts	578	231	234	240	240	322	240	254	254
Sale of goods and services other than capital assets									
Other	578	231	234	240	240	322	240	254	254
Fines, penalties and forfeits									
Interest, dividends and rent on land									
Transfers received									
Sale of capital assets									
Financial transactions									
Total departmental receipts	578	231	234	240	240	322	240	254	254

5. PAYMENTS SUMMARY

The MTEF baseline allocations for the period 2004/2005 to 2006/2007 are:

Financial year 2004/2005: R251,779 million

Financial year 2005/2006: R226,391 million

Financial year 2006/2007: R238,237million

Table 5.1 Summary of payments and estimates:Hosing and Local Government

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited						
	2000/01	2001/02	2002/03	2003/04			2004/05	2005/06	2006/07
	R'000	R'000	R'000	R'000			R'000	R'000	R'000
1. Administration	11,208	14,351	15,564	20,604	21,180	21,180	26,698	29,474	33,040
2. Housing	72,675	76,467	69,401	102,946	125,243	125,243	105,373	94,269	101,387
3. Local Government	27,852	49,166	64,582	100,861	110,187	110,209	118,912	101,798	102,960
Statutory			670	745	782	782	796	850	850
Total payments and estimate	111,735	139,984	150,217	225,156	257,392	257,414	251,779	226,391	238,237

Table 5.2 Summary of Provincial payments and estimates by economic classification: Housing and Local Government

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2004/05	2005/06	2006/07
	2000/01	2001/02	2002/03						
	R'000	R'000	R'000		2003/04		R'000	R'000	R'000
Current payments	36 307	48 103	52 287	68 132	74 824	74 812	80 762	76 313	87 296
Compensation of employees	24 260	26 263	28 588	38 113	38 198	38 198	45 418	50 601	59 100
Goods and services	12 047	21 840	23 699	30 019	36 626	36 614	35 344	25 712	28 196
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	65 291	79 064	70 363	155 060	179 652	179 652	168 010	146 435	146 785
Provinces and municipalities	476	13 596	12 177	68 387	74 068	74 068	77 568	67 076	62 665
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions				700	700	700	1 000	1 060	1 123
Households	64 815	65 468	58 186	85 973	104 884	104 884	89 442	78 299	82 997
Payments for capital assets	10 137	12 818	26 897	1 219	2 134	2 168	2 211	2 793	3 306
Buildings and other fixed structures									
Machinery and equipment	10 137	12 818	26 897	1 219	2 134	2 168	2 211	2 793	3 306
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Statutory			670	745	782	782	796	850	850
Total economic classification: Housing and Local Government	111 735	139 985	150 217	225 156	257 392	257 414	251 779	226 391	238 237

6.1 PROGRAMME 1 - ADMINISTRATION

Aim

The programme aims to ensure that overall management is strategic, policy implemented and administration is efficient, fair and accountable.

Table 6.1 Summary of payments and estimates : Programme1 Administration

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2004/05 R'000	2005/06 R'000	2006/07 R'000
	2000/01	2001/02	2002/03						
	R'000	R'000	R'000	2003/04 R'000					
1. Office of the MEC	1,606	2,121	2,410	2,979	2,979	2,979	2,968	3,213	3,567
2. Corporate Services	9,602	12,230	13,154	17,625	18,201	18,200	23,730	26,261	29,473
Total payments and estimate	11,208	14,351	15,564	20,604	21,180	21,179	26,698	29,474	33,040

Table 6.1.1 Summary of Provincial payments and estimates by economic classification: Programme1 Administration

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited						
	2000/01	2001/02	2002/03	2003/04			2004/05	2005/06	2006/07
	R'000	R'000	R'000	R'000			R'000	R'000	R'000
Current payments	10,974	14,017	15,043	19,831	20,498	20,497	25,896	28,781	32,210
Compensation of employees	7,200	8,481	8,465	11,626	11,711	11,711	15,752	17,472	19,224
Goods and services	3,774	5,536	6,578	8,205	8,787	8,786	10,144	11,309	12,986
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:									
Provinces and municipalities									
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households									
Payments for capital assets	234	334	521	773	682	682	802	693	830
Buildings and other fixed structures									
Machinery and equipment	234	334	521	773	682	682	802	693	830
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: Programme 1	11,208	14,351	15,564	20,604	21,180	21,179	26,698	29,474	33,040

6.2 PROGRAMME 2 - HOUSING

Aim

The program is geared to focus on the delivery of houses through the normal subsidy programmes. With the legislation and policy changes as discussed in part 1, the options in housing will increase. The focus will in future move from delivery of top structures and services toward better quality. Instead of a top down approach the new approach asks for a bigger involvement of municipalities. The programme must get involve in the facilitation process but must however still focus on addressing the backlog through more options to the beneficiary

Table 6.2 Summary of payments and estimates : Programme 2 Housing

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited						
	2000/01 R'000	2001/02 R'000	2002/03 R'000				2004/05 R'000	2005/06 R'000	2006/07 R'000
1. Housing Planning and Research	4,383	7,521	6,247	9,608	10,818	10,818	5,342	5,786	6,565
2. Housing Performance and Subsidy Programmes	64,815	65,468	58,186	85,973	104,884	104,884	95,024	84,412	90,320
3. Urban Renewal and HSRP	2,769	2,777	4,239	6,418	8,594	8,594	3,180	2,021	2,142
4. Housing Asset Management	708	701	729	947	947	947	1,827	2,050	2,360
Total payments and estimate	72,675	76,467	69,401	102,946	125,243	125,243	105,373	94,269	101,387

Table:6.2.1 Summary of payments and estimates: Sub-sub programme2: Housing

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited						
	2000/01 R'000	2001/02 R'000	2002/03 R'000				2004/05 R'000	2005/06 R'000	2006/07 R'000
HOUSING PLANNING AND RESEARCH							5,342	5,786	6,565
1. Office of the Executive Manager							675	698	836
2. Administration							3,467	3,888	4,529
3. Municipal Support							1,200	1,200	1,200
HOUSING PERFORMANCE AND SUBSIDY PROGRAMMES							95,024	84,413	90,321
1. Subsidy Administration							5,582	6,113	7,323
2. Individual							8,944	7,830	8,300
3. Project linked							40,249	35,235	37,349
4. P-P							40,249	35,235	37,349
URBAN RENEWAL AND HSRP							3,180	2,021	2,142
1. Human Settlement Redevelopment Programme							3,180	2,021	2,142
ASSET MANAGEMENT							1,827	2,049	2,359
1. Administration							1,641	1,833	2,143
2. Rental Tribunal							186	216	216
Total payments and estimates: Programmes 2							105,373	94,269	101,387

Table 6.2.1 Summary of Provincial payments and estimates by economic classification: Programme 2 Housing

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited						
	2000/01 R'000	2001/02 R'000	2002/03 R'000		2003/04 R'000		2004/05 R'000	2005/06 R'000	2006/07 R'000
Current payments	7,770	10,676	11,071	13,848	14,867	14,867	12,631	13,754	16,040
Compensation of employees	6,026	6,073	7,133	8,978	8,978	8,978	8,173	9,152	11,181
Goods and services	1,744	4,603	3,938	4,870	5,889	5,889	4,458	4,602	4,859
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	64,845	65,498	58,186	88,973	110,060	110,060	92,622	80,320	85,139
Provinces and municipalities	30	30		3,000	5,176	5,176	3,180	2,021	2,142
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions									
Households	64,815	65,468	58,186	85,973	104,884	104,884	89,442	78,299	82,997
Payments for capital assets	60	293	144	125	316	316	120	195	208
Buildings and other fixed structures									
Machinery and equipment	60	293	144	125	316	316	120	195	208
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: Programme 2	72,675	76,467	69,401	102,946	125,243	125,243	105,373	94,269	101,387

6.2.2 Transfers to local government**Table 6.2.2 Summary of Departmental Transfers to Local Government**

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited						
	2000/01 R'000	2001/02 R'000	2002/03 R'000		2003/04 R'000		2004/05 R'000	2005/06 R'000	2006/07 R'000
Category A									
Category B	30	30		3,000	5,176	5,176	3,180	2,021	2,142
Category C									
Total departmental transfers to local government	30	30		3,000	5,176	5,176	3,180	2,021	2,142

6.2 PROGRAMME 2 - PROGRAMME DESCRIPTION

1. A conditional grant (Human Settlement Redevelopment Grant) of **R3,180** million is allocated by the National Department which is to be used for the Galeshewe Urban Redevelopment Programme. This amount is to be transferred to Sol Plaatje Municipality.
2. An amount of **R89, 442** million is allocated by National Housing Department as a conditional grant for housing development in the Province.
3. An amount of **R1,300** million is allocated for capacity building.

6.2.3 Service delivery measures

Measurable Objective	Performance Indicators	Performance Target 2004/05
A well manage housing programme which will avail all the housing products to people of the Northern Cape	All National housing programmes performing according to National norms and standards and allocated funds spent on these programmes.	Management of all the programmes and projects described under the various sub-programmes
A secretarial function to the Executive Manager	A well functioning secretarial and support function for the EM	Support to the EM
Develop policy guidelines, Proclamation of Acts and Amendments	€ No of new Acts passed and policy guidelines developed	€ 2 policies & acts
Interpret, implement, monitor & report on relevant policies/legislation	€ Number of implementation plans for implementation of new policy / legislation designed € Number of new policies/legislation implemented & monitored € Number of information sessions held with external/ internal customers to inform/workshop new policy /legislation - 10 internal and at least 5 external	€ policies & acts interpreted & implemented & monitored
Develop multi-year development plans in line with National Housing Policy by October each year	€ Housing Development plan in place	€ multi-year development plan
Revise and update Three-year Housing spending plan in line with MTEF, Municipal IDP's and in consultation with Municipalities by October each year	€ Three-year Housing spending plans in place € 100% of Housing Fund allocated to projects	€ Three-year Housing spending plan
Develop capacity building plan in line with National Housing Policy, multi-year development plan, three-year Housing spending plans and integrated with other capacity building programs by October each year	€ Capacity Building plan in place	€ Business plan implemented
Enhance capacity and provide support to municipalities in the provision of housing delivery	€ Capacity Building plan implemented and monitored € Number of mentorship programs implemented at targeted municipalities € Number of training workshops conducted at municipalities	€ Business plan implemented

Measurable Objective	Performance Indicators	Performance Target 2004/05
	€ Number of visits planned to municipalities	
Establish Housing Advisory Committee	€ Northern Cape Housing Advisory Committee established; € Northern Cape Housing Advisory secretariat staff appointed; € Northern Cape Housing Advisory Committee operational	N.C. Housing Advisory Committ-ee Active
Conduct research on demand for housing	€ Number of research projects conducted and nature of projects € Number of qualitative and quantitative surveys conducted on housing development € Number of meetings held with stakeholders, role-players, communities on housing needs	2 research projects conducted
To provide for the administration of a minimum of 3,378 subsidies	Number of subsidies administered	3,378
To provide 10% individual subsidies to qualifying beneficiaries in accordance with Housing Policies and three-year housing spending plan.	Number of serviced sites completed. Number of houses completed Number of subsidies approved	338 338 338
To provide project linked subsidies to qualifying beneficiaries in accordance with Housing Policies and three-year housing spending plan.	Number of serviced sites completed. Number of houses completed Number of subsidies approved	150 150 150
To provide PHP subsidies to qualifying beneficiaries in accordance with Housing Policies and three-year housing spending plan.	Number of serviced sites completed. Number of houses completed Number of subsidies approved	2,400 2,400 2,400
To provide Consolidation subsidies to qualifying beneficiaries in accordance with Housing Policies and three-year housing spending plan.	Number of serviced sites completed. Number of houses completed Number of subsidies approved	40 40 40
To provide Institutional subsidies to qualifying beneficiaries in accordance with Housing Policies and three-year housing spending plan.	Number of serviced sites completed. Number of houses completed Number of subsidies approved	250 250 250
To provide Relocation subsidies to qualifying beneficiaries in accordance with Housing Policies and three-year housing spending plan.	Number of serviced sites completed. Number of houses completed Number of subsidies approved	50 50 50
To provide support for disaster	Number of families assisted	50

Measurable Objective	Performance Indicators	Performance Target 2004/05
relief in accordance with the Housing Policy		
To provide Rural Housing subsidies to qualifying beneficiaries in accordance with the Housing Policy and three-year housing spending plan.	Number of serviced sites completed. Number of houses completed Number of subsidies approved	50 50 50
To provide Savings Linked subsidies to qualifying beneficiaries in accordance with the Housing Policy and three-year housing spending plan.	Number of serviced sites completed. Number of houses completed Number of subsidies approved	50 50 50
100% of HSRP transfer payments in terms of the DORA, administered	Value of monthly transfer payments administered No of monthly and quarterly reports submitted to National & Provincial Treasury as per legislative requirements	Value 12 monthly reports
Compile/update property register	€ Total Provincial properties in the Northern Cape region inspected and valued € Total Properties entered in Property Register	±350 ±350
Determine market/rental value reports in regard to PHDB properties	€ Total rentals revisited of Provincial properties in the Northern Cape region	±40
Special valuations and inspections regarding the Rental Housing Tribunal	€ Total inspections/ valuations conducted on behalf of RHD to assist in relevant decision making process	±20
Effectively manage housing assets to reduce operational and maintenance cost on dept. owned properties	€ Total municipal valuation of Provincial property investigated € Total complaints submitted to the Valuation Board on behalf of the Department € Total properties inspected to determine maintenance and submit for tendering. € Number of properties sold and income per sale of housing assets	350 50 40 20
Compile valuation reports	€ Total valuation reports submitted	10
Assist management in making informed decisions regarding feasibility of properties.	€ Total feasibility studies done on request of Provincial property for sale	5
Become more competent officials	€ Getting acquainted with legislation relating to property management	3 Acts
Reduce operational expenses of Department	€ Number of State-owned property disposed of resulting in savings (amount) on municipal expenses.	4

Measurable Objective	Performance Indicators	Performance Target 2004/05
	<ul style="list-style-type: none"> € Number of Provincial State Land Disposal meetings attended to assist in the disposal of such property 	13
Acquire land for Local Authorities for the construction of houses	<ul style="list-style-type: none"> € Number of meetings attended at € L/A's who identified land needed for development purposes € Negotiations initiated with Department of Land Affairs (total) to purchase the identified land € Land (total/area) purchase to be vested in the Local Authority 	5 5 5
Establishment of Township Registers	<ul style="list-style-type: none"> € Land surveyed (number of sites) by Land Surveyor on appointment and the plans submitted to Surveyor General for his approval € Attorneys appointed for registration of Township Register 	3000 4
Responsible asset & debtor management	<ul style="list-style-type: none"> € Collection of at least 80% of rentals per month. € Prepare and pay annual rates and services accounts of properties € Manage rental contracts on all debtors on file. € Reduce the O and M cost on properties -by at least 50%- € Loan and sale agreements in accordance with phase-out program rates. € Signed agreements on files. € Regular collection of payments. € Assess agreements in accordance with interest rates. € Register all provincial properties on the system € Ensure all information is current and complete 	30 rentals collected. 70 properties 100% 10 properties 5 properties sold 100% 100% 100% Completed 100%
Ensure that housing assets are maintained in line with maintenance Plan	<ul style="list-style-type: none"> € Inspection of properties (total) on a regular basis € Complete renovations (total/amount) where necessary 	30 5
Manage phase-out program	<ul style="list-style-type: none"> € Implementation of market related rentals € Implementation of market interest rates on sale and loan portfolios. € Application of the discount benefit scheme where applicable € Assist municipalities with program € Application of In-duplum € Promote the sale/transfer of Rental Stock € Devolution of housing assets 	10 100% 100% 26 100% 100% 13

Measurable Objective	Performance Indicators	Performance Target 2004/05
Provincial Rental Housing Act implemented	≠ Rental Housing Act drafted and approved; ≠ Provincial Rental Housing Act implemented	1 Act 1Act
Provincial Rental Housing Regulations on unfair practices published	≠ Provincial Rental Housing Regulations on unfair practices drafted, published and approved; ≠ Provincial Rental Housing Regulations on unfair practices implemented	1 set of regulations drafted, published and approved 1 set of regulations implemented
Rental Housing Tribunal established	≠ Rental Housing Tribunal established; ≠ Rental Housing Tribunal Members appointed and trained; ≠ Rental Housing Tribunal operational; ≠ Decrease in the number of rental complaints ≠ Increase in the number of rental contracts	Tribunal established. 5 members appointed and trained Operation monitored 20
Rental Housing Secretariat established	≠ Rental Housing Tribunal secretariat structure established; ≠ Rental Housing Tribunal secretariat staff appointed; ≠ Rental Housing Tribunal Secretariat operational	Structure established 0 posts filled Secretariat monitored
To promote, facilitate and regulate rental housing within the Province	Number of registered cases resolved	20

6.3 PROGRAMME 3 - LOCAL GOVERNMENT

Aim

The aim of this programme is to promote good governance, Financial and institutionally viable municipal systems, structures and service delivery processes. To facilitate municipalities to provide infrastructure services within the framework of the IDP. To ensure orderly change in the built and natural environment in order to further integrated human settlement development and environmental sustainability.

Table 6.3 Summary of payments and estimates: Programme 3 Local Government

	Audited	Audited	Audited	Main appropriation			Medium-term estimates		
	2000/01	2001/02	2002/03	2003/04			2004/05	2005/06	2006/07
	R'000	R'000	R'000	R'000			R'000	R'000	R'000
1. Local Governance	3,859	22,752	19,089	31,020	38,612	38,612	113,580	96,087	96,573
2. Development and Planning	23,993	26,414	45,493	69,841	71,575	71,597	5,332	5,711	6,387
Total payments and estimate	27,852	49,166	64,582	100,861	110,187	110,209	118,912	101,798	102,960

Table: 6.3.1: Summary of payments and estimates: Sub-sub programme 3: Local Government

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2004/05	2005/06	2006/07
	2000/01	2001/02	2002/03		2003/04				
	R'000	R'000	R'000		R'000		R'000	R'000	R'000
LOCAL GOVERNANCE							113,580	96,087	96,573
1. Municipal Administration							34,327	13,140	14,955
2. Municipal Finance							8,911	9,976	11,684
3. Municipal Infrastructure							61,569	63,264	58,886
4. Disaster management							8,773	9,707	11,048
							5,332	5,711	6,387
DEVELOPMENT AND PLANNING									
1. Spatial planning							1,432	1,557	1,773
2. Land use management							1,877	2,019	2,266
3. Integrated development Plan							2,023	2,135	2,348
Total payments and estimates: Programme 3							118,912	101,798	102,960

Table 6.3.2 Summary of provincial payments and estimates economic classification: Programme 3 Local Government

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2004/05 R'000	2005/06 R'000	2006/07 R'000
	2000/01 R'000	2001/02 R'000	2002/03 R'000						
Current payments	17,563	23,409	26,173	34,453	39,459	39,447	42,235	33,868	39,046
Compensation of employees	11,034	11,709	12,990	17,509	17,509	17,509	21,493	24,067	28,695
Goods and services	6,529	11,700	13,183	16,944	21,950	21,938	20,742	9,801	10,351
Interest and rent on land									
Financial transactions in assets and liabilities									
Unauthorised expenditure									
Transfers and subsidies to:	446	13,566	12,177	66,087	69,592	69,592	75,388	66,115	61,646
Provinces and municipalities	446	13,566	12,177	65,387	68,892	68,892	74,388	65,055	60,523
Departmental agencies and accounts									
Universities and technikons									
Public corporations and private enterprises									
Foreign governments and international organisations									
Non-profit institutions				700	700	700	1,000	1,060	1,123
Households									
Payments for capital assets	9,843	12,191	26,232	321	1,136	1,170	1,289	1,815	2,268
Buildings and other fixed structures									
Machinery and equipment	9,843	12,191	26,232	321	1,136	1,170	1,289	1,815	2,268
Cultivated assets									
Software and other intangible assets									
Land and subsoil assets									
Total economic classification: Programme 3	27,852	49,166	64,582	100,861	110,187	110,209	118,912	101,798	102,960

6.3 Programme Description**Transfers to local government**

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2004/05 R'000	2005/06 R'000	2006/07 R'000
	2000/01 R'000	2001/02 R'000	2002/03 R'000						
Category A									
Category B	1 754	12 246	10 345	15 676	17 852	17 852	17 969	16 345	16 371
Category C	1 381	1 380	1 432	38 628	38 628	38 628	48 513	27 336	32 077
Total departmental transfers to local government	3 135	13 626	11 777	54 304	56 480	56 480	66 482	43 681	48 448

1. A Local government Support conditional grant of R22,675 million is received by the Department of Provincial Local Government which resides under sub-programme Local Governance. Of the R22,675 million an amount of R22,675 million will be allocated to the Municipal Support Programme of which R10,976 million, will be transferred to municipalities and R6,497 million to be utilised for consultants and R5,202 will be allocated for Capacity Building of Municipalities.
2. An amount of R13,330 million allocated by Provincial Treasury which resides under sub-programme Local Governance.. This amounts are to be utilised as follows : An amount of R2,800 million will be transferred to Category C municipalities for implementing the National Emergency Aerial Radio (NEAR) system. An amount of R1,000 million will be transferred to SALGA. An amount of R500 000 is to be used assist municipalities to develop By laws and R500 000 is allocated for Local Economic Development. An amount of R4, 265 is to be utilised for the Disaster Management -emergency fund of which R 1,490 is to be used for the purchasing of fire -fighting and/or emergency services capital equipment for Municipalities of this amount R2,775 will be transferred to Category B municipalities
3. An amount of R 4,486 million is received by Provincial Treasury which resides under sub-programme Planning and Development. The Provincial Infrastructure grant of R4,486 million is to be used for upgrading and maintenance of electrification which will be a transfer to Category B and C municipalities. A further amount of R15 million will be transferred to Sol Plaatje Municipality (Category B) for the Galeshewe Urban Renewal Programme. An amount of R30 million is to be transferred to municipalities for the eradication of the buckets in the Province. Finally a Consolidated Municipal Infrastructure Conditional Grant (CMIP) of R1,843 million received by Department of Provincial and Local Government is to be used for administration ,monitoring and evaluation of CMIP projects throughout the Province.

Service delivery measures

Measurable Objectives	Performance Measures	Performance Target 2004/05
To monitor and support municipalities to achieve and maintain financial viability	<ul style="list-style-type: none"> ≠ No of policies, guidelines formulated . ≠ No of capacity building programmes implemented. ≠ % of progress made in respect of the development of monitoring tool. ≠ No of municipalities captured on monitoring system. 	<p>Approved financial policies operative in 22 Municipalities Two per quarter</p> <p>50 %</p> <p>31 Municipalities</p>
To facilitate effective and efficient disaster management mechanisms at provincial and local level.	<ul style="list-style-type: none"> ≠ The development of a provincial disaster management framework and institutional structures. ≠ No of district disaster management plans and institutional structures established. ≠ No of capacity building programmes 	<p>Completed by end of financial year</p> <p>5 District Municipalities</p> <p>10 Programmes</p>
Municipal infrastructure development.	<ul style="list-style-type: none"> ≠ No of capacity building programmes implemented. ≠ No of municipal infrastructure assessments facilitated 	<p>8 Programmes</p> <p>5 Assessments</p>

To provide support and facilitate the implementation of a legislative and policy framework in respect of local government	<ul style="list-style-type: none"> € No of policies, guidelines and legislation formulated . € No of capacity building programmes implemented. € Annual report on municipal performance (S47 of municipal systems act)submitted timeously. 	BY laws promulgated and implemented by 26 Municipalities 8 programmes 1 Annual report Completed by 31 December 2004
To promote and facilitate municipal spatial frameworks	<ul style="list-style-type: none"> € No of policies; guidelines and legislation formulated € No of capacity building programmes implemented € No of municipal land use management system facilitated 	€ 2 Policies 8 Programmes 3
To promote orderly development	<ul style="list-style-type: none"> € No of policies; guidelines and legislation formulated € No of capacity building programmes implemented 	€ 2 Policies 8 Programme
To promote effective and efficient integrated development planning	<ul style="list-style-type: none"> € No of policies; guidelines and legislation formulated € No of capacity building programmes implemented € No of reviewed municipal IDP's assessed annually € Annual report on municipal performance (S47 of municipal systems act) submitted timeously 	€ 2 Policies 8 Programmes 31 Municipalities 1 Annual report Completed by 31 December 2004
To promote local economic development	<ul style="list-style-type: none"> € No of policies; guidelines and legislation formulated € No of capacity building programmes implemented 	€ 2 Policies 12 Programmes

7. Personnel numbers and costs

Table 7: Summary of Personnel numbers and costs: Housing and Local Government

Personnel numbers	As at 31 March 2000	As at 31 March 2001	As at 31 March 2002	As at 31 March 2003	As at 31 March 2004	As at 31 March 2005
1: Administration	69	77	77	48	94	94
2: Housing	50	53	53	59	73	83
3: Local Government	169	170	170	186	186	196
Total provincial personnel numbers	288	300	300	293	353	373
Total provincial personnel cost (R thous	25 291	26 264	29 258	38 114	46 214	59 950
Unit cost (R thousand)	88	88	98	130	131	161

8. Expense on training

Table 8.1: Summary of Provincial expenditure on training : Housing and Local Government

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2004/05 R'000	2005/06 R'000	2006/07 R'000
	2000/01 R'000	2001/02 R'000	2002/03 R'000						
1: Administration	72	84	91	95	-	59	119	130	140
2: Housing	60	60	71	75	-	72	81	91	104
3: Local Government	110	117	129	125	-	195	200	236	240
Total provincial expenditure on train	242	261	291	295	-	326	400	457	484

Details on transfers to local government

Table9.1 : Transfers to local government by transfer/grant type, category and municipality:

Department of Housing and Local Government

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2004/05 R'000	2005/06 R'000	2006/07 R'000
	2000/01 R'000	2001/02 R'000	2002/03 R'000						
NEAR									
Category C									
Frases Baard	-	225	201	320	320	320	470	499	523
Kgalagadi	-	450	201	300	300	300	444	469	523
Siyanda	-	225	268	378	378	378	498	528	552
Karoo	-	225	360	339	339	339	554	588	619
Namakwa	-	225	402	563	563	563	834	884	929
Sub-Total	-	1 350	1 432	1 900	1 900	1 900	2 800	2 968	3 146
Disater Management									
Category C									
Frases Baard	-	-	-	383	383	383	416	436	553
Kgalagadi	-	-	-	383	383	383	416	435	553
Siyanda	-	-	-	383	383	383	416	436	553
Karoo	-	-	-	638	638	638	694	726	922
Namakwa	-	-	-	765	765	765	833	871	1 050
Sub-Total	-	-	-	2 552	2 552	2 552	2 775	2 904	3 631
Losses on Resorts									
Category B									
Sol Plaatje	445	445	445	445	445	445	445	445	471
Sub-Total	445	445	445	445	445	445	445	445	471
Sanitation									
Category C									
Frases Baard	-	-	-	6 277	6 277	6 277	6 307	3 432	3 000
Kgalagadi	-	-	-	13 980	13 980	13 980	14 046	7 643	10 000
Siyanda	-	-	-	360	360	360	-	-	-
Karoo	-	-	-	3 897	3 897	3 897	3 916	2 131	1 200
Namakwa	-	-	-	5 705	5 705	5 705	5 731	3 118	7 000
Sub-Total	-	-	-	30 219	30 219	30 219	30 000	16 324	21 200
Infrastructure Electricity									
Category C									
Frases Baard	-	-	-	1 202	1 202	1 202	40	50	40
Kgalagadi	-	-	-	-	-	-	274	1 050	40
Siyanda	-	-	-	1 000	1 000	1 000	2 892	2 640	2 040
Karoo	-	-	-	-	-	-	1 240	1 350	940
Namakwa	-	-	-	1 757	1 757	1 757	40	50	1 040
Sub-Total	-	-	-	3 959	3 959	3 959	4 486	5 140	4 100

Details on transfers to local government

Table9.1 : Transfers to local government by transfer/grant type, category and municipality:

Department of Housing and Local Government

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited						
	2000/01 R'000	2001/02 R'000	2002/03 R'000				2004/05 R'000	2005/06 R'000	2006/07 R'000
Local Government Support Programme									
Category B									
Dikgatlong		1,061							
Ga-segonyana		950							
Katelopele		3,848							
Khai-Ma		246							
IKheis		1,081							
Richtersveld		3,132							
Siyancuma		1,055							
Thembelihle		50							
Umsobomvu		348							
Nama Khoi			1,866						
Kariesberg			819						
Hantam			601						
Ubuntu			2,609						
Siyathemba			173						
Kai Garib			1,742						
Tsantsabane			1,897						
Erntjanjeni			193						
Tsantsabane			0						
Karoo Hoogland				1,345	1,345	1,345			
Kareeberg				1,223	1,223	1,223			
Renosterber				1,590	1,590	1,590			
Mer				1,835	1,835	1,835			
// Khara Hais				2,079	2,079	2,079			
Sol Plaatjie				2,569	2,569	2,569			
Magareng				1,590	1,590	1,590			
Phokwane	30	30		-	-	-	1,317	-	-
Garragara				-	-	-	1,207	-	-
Category C									
Frances Baard District				-	-	-	1,537	-	-
Namakwa District				-	-	-	1,646	-	-
Karoo District				-	-	-	1,537	-	-
Siyanda District				-	-	-	1,976	-	-
Kgalagadi District							1,756	-	-
Financial assistance(various municipalities	2,660								
TOTAL	2,690	11,801	9,900	12,231	12,231	12,231	10,976	-	-

Details on transfers to local government

Table9.1 : Transfers to local government by transfer/grant type, category and municipality:

Department of Housing and Local Government

	Outcome			Main appropriation	Adjusted appropriation	Revised estimate	Medium-term estimates		
	Audited	Audited	Audited				2004/05 R'000	2005/06 R'000	2006/07 R'000
	2000/01 R'000	2001/02 R'000	2002/03 R'000						
GURP									
Category B									
Sol Plaatje				10,000	10,000	10,000	15,000	15,900	15,900
Sub-Total									
Human Settlement Redevelopment							15,000	15,900	15,900
Category B									
Sol Plaatje				3,000	5,176	5,176	3,180	2021	2142
Sub-Total							3,180	2,021	2,142
Unallocated									
SALGA			400	700	700	700	1,000	1,060	1,123
Provincial				4,084	4,084	4,084	7,906	21,374	12,075
Sub-Total				4,784	4,784	4,784	8,906	22,434	13,198
Total Transfers	3135	13596	12177	69,090	71,266	71,266	78,568	68,136	63,788

10 DETAILS ON INFRASTRUCTURE

Table 10.1 Details of expenditure for infrastructure by category: housing and Local Gogernment

2. Rehabilitation/upgrading (R thousand)											
No.	Region/ district	Municipal ity	Project descripti on	Project duration		MTEF 2004/05			MTEF 2005/06		
				Date: Start	Date: Finish	Project cost At start	Personnel costs	Trans- fers	Other costs	Total	MTEF 2006/07
1	Karoo	Hopetow n	Electricit y			852	852				0
2	Karoo	Richmond	Electricit y			6,000	2,000	2,000			1,000
	Karoo	Carnavon	Electricit y			3,000	0	590			0
	Siyanda	Olifants hoek	Electricit y			3,000	1,000	1,000			900
	Siyanda	Kenhardt	Electricit y			500	200	300			0
	Siyanda	Siyanda	Electricit y			0	40	50			40
	Kgalagad i	Kgalagad	Electricit y			0	40	50			40
	Frances Baard	Frances Baard	Electricit y			0	40	50			40
	Karoo	Karoo	Electricit y			0	40	50			40
	Namakwa	Namakwa				200	40	50			40
	Namakwa						233	1,000			-
	Karoo	Colesbur g					0	-			1,000
n	Frances Baard	Frances Dikgation g					0	0			1000
Total rehabilitation/upgrading						13,552	4,485	5,140			4,100

3. Other capital projects (R thousand)

No.	Region/ district	Municipality	Project description	Project duration		Project cost		Other costs		Personnel costs	Trans- fers	Other costs	Total	Personnel costs	Trans- fers	Other costs
				Date: Start	Date: Finish	At start	At completi	Trans- fers	Other costs							
1		Namakwa	Eradication of buckles	Jun-03	Feb-06	15,850		5,731			3,118				7,000	
2		Franses Baard	Eradication of buckles	Jun-03	Feb-06	12,739		6,307			3,432				3,000	
3		Siyanda	Eradication of buckles	Jul-03	Mar-06	7,246		3,916			2,131				1,200	
4		Karoo	Eradication of buckles	Jul-03	Mar-06	31,689		14,046			7,643				10,000	
5																
Total other capital projects						67,524		30,000			16,324				21,200	