

VOTE 9

DEPARTMENT OF DEVELOPMENTAL LOCAL GOVERNMENT AND HOUSING

DEPARTMENT OF DEVELOPMENTAL LOCAL GOVERNMENT AND HOUSING

<u>TO BE VOTED:</u>	R 1 349 867 000
<u>STATUTORY APPROPRIATION:</u>	Nil
<u>RESPONSIBLE POLITICAL HEAD:</u>	MEC for Developmental Local Government and Housing
<u>ADMINISTERING DEPARTMENT:</u>	Developmental Local Government and Housing
<u>ACCOUNTING OFFICER:</u>	Deputy Director General: Developmental Local Government and Housing

1. OVERVIEW

Vision

The realization of viable developmental local government and sustainable communities

Mission

Establish, co-ordinate, support, monitor, and evaluate through a skilled and service-oriented staff, Local Government that is developmental and sustainable human settlements.

Strategic Goals

- Ensure that municipalities are developmental in nature
- Support and monitor municipalities in terms of legislation and the constitution in particular
- Intervene using available provisions of legislation where such intervention is necessary
- Provide and assist to provide integrated human settlement in all localities in the Province
- Provide and assist to provide basic services and infrastructure in all localities in the Province

Core function(s) of the department

The core functions of the Department of Local Government and Housing are as follows:

- Facilitation of housing delivery and infrastructure in an integrated manner.
- Assist in the creation of developmental Local Government in the North West Province.
- Monitor the creation of developmental Local Government in the North West Province.

Main services to be delivered by the department

The main services of the department, which are its contribution towards provincial priorities, are as follows:

- Promoting local economic development.
- Employment creation through infrastructure development and delivery of services.
- Facilitating provision of sustainable services to communities.
- Promoting integrated development planning and sustainable human settlements.
- Promoting democratic and accountable local government.
- Promoting and facilitating community participation and involvement in matters of local government.
- Mainstreaming cross cutting issues such as HIV/AIDS, youth, gender and disabilities.
- Enhancing the department's capacity to deliver on strategic priorities.

Demand for and the changes in the services of the department

The provision of basic services in terms of the constitution is a long term objective of the Department. These services include amongst others the eradication of informal settlements and the provision of basic sanitation and water in habitable settlements that would return dignity to our people. The recent water and sanitation backlog study conducted by the department revealed that the water backlog for the Province is at R1.7billion and the backlog for sanitation for the Province is at R1.8billion.

To provide sustainable service delivery, municipalities must have financial and human resource capacity. The department continues to play a major role in the creation and monitoring of sustainable municipalities.

Legislative Mandates

The North West department of Developmental Local Government and Housing derives its mandates from various pieces of Legislation as well as the Constitution of South Africa, Act no 108 of 1996. The following are Acts and Regulations that are applicable in the department:

Municipal Structures Act (MSA)

It provides mechanisms for the establishment of municipalities. It further outlines the political system of local government and the need to put communities at the center of local governance. The establishment of ward committees is premised on this piece of legislation after which flows responsibilities to nurture this system. The MSA further provides for the development of secondary legislation in the form of guidelines, policy framework etc. (e.g. Policy Framework to determine full time Councilors etc). As a Department we continue to monitor the implementation of these primary and secondary legislation to consolidate the new system of local government.

Municipal Systems Act (MSA)

The Systems Act, seeks to overall the entire local administration and management system, and provides for a developmental oriented system. Out of this evolves responsibilities ranging from the need to support a culture of community participation, integrated development, performance management system, general management issues and service delivery mechanisms. This Act forms the cornerstone of developmental local government and largely determines the core business of municipalities. Our constitutional responsibility is to ensure that municipalities are supported and monitored to meet these legislative obligations.

North West Devolution Act (NWDA)

This Act was passed and amended in 1997. The aim of the Act is to provide a legislative framework for the devolution or decentralization of certain provincial powers and functions to municipalities. Some of the functions, due to the past arrangements, are ideally local government functions and are still performed by provincial departments.

Municipal Finance Management Act (MFMA)

The aim of the legislation is to streamline different legislation dealing with municipal finances and set a new framework to promote financial accountability, transparency and participatory budgeting. It operates along the lines of the PFMA and places certain responsibilities on national and provincial government to support municipalities.

Remuneration of Office Bearers Act (ROBA)

The Act sets different remuneration bands and upper limits for the remuneration of Office Bearers including Councilors. The role of the department is to ensure that municipalities when considering increasing the salaries of Councilors take into account their financial capacity and do not compromise service delivery.

Housing Consumers Protection Measures Act, 1998 (Act No 95 of 1998)

The implementation of the Housing Consumers Protection Measures Act, 1998 (Act No 95 of 1998) represents an important milestone. It establishes a five-year warranty against structural defects, thus providing legal recourse against unscrupulous developers, contractors as well as financiers. The National Housing Builders Registration Council (NHBRC) will help in this regard.

Other

The Public Finance Management Act, the Division of Revenue Act, the Skills Development Act, the Occupational Health and Safety Act, the Employment Equity Act, the Public Service Collective Bargaining Chamber, the Rental Housing Act, the Housing Consumer Protection Measures Act, Housing Act, Act 107 of 1997 in conjunction with the North West Housing Development Act, Act 11 of 1998 (as amended), the Development Facilitation Act, 1995, the Less Formal Township Establishment Act, 1991, the Removal of Restrictions Act, 1967, the Subdivision of Agricultural Land Act, 1970 and the Physical Planning Act, 1967 & 1991.

2. DEPARTMENTAL STRUCTURAL CHANGES

The department's budget structure is in line with the national approved structure for departments of Local Government and Housing. The remaining challenge is to align the Departmental organogram to the budget structure.

3. CHALLENGES AND DEVELOPMENTS

The following are some of the major challenges and successes recorded by the department in the current financial year.

- There are municipalities that still battle to spend their allocated Municipal Infrastructure Grant (MIG) funds. Nonetheless there has been a big improvement in the spending by other municipalities. Attention will be diverted to those municipalities without capacity, in engineering and project management, in financial administration and reporting and other skills necessary to be able to spend the allocated grants.
- Lack of Financial Administration skills and financial managers properly qualified makes the implementation of some the groundbreaking legislation like the Property Rates Act and the Municipal Finance Management Act difficult if not impossible. The deployment of retired engineers and CFO's will continue bearing fruit. Funding for such an operation is critical and financial assistance would improve the situation grossly.
- There are visible improvements in the preparation of IDP's in municipalities. IDP documents are becoming planning tools instead of glorified wish-lists. The introduction of Community Based Planning has also played a huge role in improving the quality of IDP documents. There is still a huge problem in funding training of Ward Committees to be able to roll-out the CBP programme in all municipalities. CBP has added an important dimension of ownership of the IDP process by communities. Participation of sector departments in the IDP process can still improve. It will add value and credibility to the process and give communities confidence that integrated approach to planning is the best way to go.

- Provision of ward committees and CDW's with offices and furniture is also a cause of concern for the department. Currently ward committees work from councilors' houses and that is hardly encouraging for these dedicated community builders. The department is unable to on its own assist financially to alleviate this problem; involvement of the private sector seems to be an alternative that can provide a solution for this problem.
- The Department has just concluded a scientific study to determine the backlog on provision of sanitation and water to communities in the Province. The study revealed that R1.8billion is required for the sanitation backlog and R1.7billion is needed for the water backlog. The MIG funding that municipalities receive totals R784m and R713m for the 2007/08 and 2008/09 financial years respectively. This is but a drop in the ocean of what is needed to address the backlog that is facing the Province.

4. REVIEW OF THE CURRENT FINANCIAL YEAR- 2008/09

The Department has been able to stabilize some municipalities that were threatened with collapse because of internal strives and alleged lack of service delivery. The need for quality capacity in many municipalities has become a critical priority. Municipalities do not afford skilled individuals like CFO's, Engineers, etc. the department will continue to support these under-resourced municipalities with the assistance of valuable partners like the DBSA. The unit responsible for this project does not have the resources necessary to sustain this important support to these municipalities.

The completion of the Bucket eradication programme in the previous financial year was successful. We have shifted focus to address the huge sanitation and water backlog mentioned earlier.

The recognition of the department as the best spending provincial department in the country in the Housing Fund has stood us well despite hiccups in certain areas in our housing delivery programme. The ability of the department to deal with emergency housing in areas struck by disaster has also enhanced the chances of the province of getting a much bigger slice in the allocation of the housing fund. We envisage 100% expenditure in the Housing Fund in this current financial year. We have plans of improving our performance in creating sustainable human settlements by involving sector departments in planning human settlements so that communities can have all necessary amenities when settlements are established.

The department is currently conducting a backlog study in rural water supply. Our commitment to ensure that municipalities are able to deliver on their constitutional mandates remains a top priority.

5. OUTLOOK FOR THE COMING FINANCIAL YEAR

The department will be playing a much bigger role in improving the capacity of struggling municipalities to be able to appoint on contract scarce skills like CFO's Engineers and etc. Employing such persons albeit on shared basis will assist municipalities to have cleaner audit reports and fewer allegations of non-delivery of services by communities they serve. Mainly retired experts in local government will be used with very stringent conditions of skills transfer so that internal capacity should be improved for sustainable results.

Starting with the 2008/09 financial year, the Department will be embarking on eradicating the sanitation backlog estimated at R1,8 billion throughout the province. The human dignity of citizens can only be restored if people have acceptable sanitation facilities and it cannot be the responsibility of municipalities only to restore that dignity, we are also obliged to assist them to realize that noble goal.

The implementation of the 5 Year Strategic Agenda for local government is taking priority in the department with a targeted focus on the following

- Mainstreaming hands-on support to Local Government to improve municipal governance, performance, and accountability;
- Addressing the structure and governance arrangements of the State in order to better strengthen, support and monitor Local Government;
- Refining and strengthening the policy, regulatory, and fiscal environment for Local Government giving greater attention to enforcement measures.

6. Programme Performance Reports

6.1 Administration

Key Achievements

- Imbizo's coordinated throughout the Province and concerns of communities brought to the attention of various municipalities.
- Cashflow management workshops for managers and practitioners were held.
- Risk management and fraud prevention plans reviewed.
- Managers provided with clear picture of spending patterns on a monthly basis making forward planning easier.
- Produced and presented Annual Financial Statements on time to the Auditor General.

- Produced and presented the Departmental Budget and Adjustment Budget on time.
- All relevant policies relating to SCM completed
- Conducted successful stock taking
- SCM practitioners trained in SCM1.
- DPC functioning effectively.

6.2 Housing Delivery

Key Achievements

- Conditional Grant business plan compiled and submitted on time at the National Department.
- Supported the development of Housing Sector Plans at municipalities.
- Provided secretariat functions to the Housing Advisory Panel.
- Train the trainer programme for municipalities conducted – 144 CDW's trained.
- 2100 housing beneficiaries trained on housing consumer education.
- 20 emerging women contractors trained on management skills.
- Inspected and certified 16509 completed houses across all programmes.
- Total of 13762 applications approved for the 200708 financial year.
- Nine blocked projects out of 24 unblocked.
- Contracted CSIR to supply satellite imagery, undertake baseline study and establish monitoring mechanisms for the next five years on informal settlement upgrading.
- Emerging women contractors' forum established in all the Districts in the Province.
- Facilitated the conversion of Utlwanang and Tlhabane hostels to family units.

6.3 Developmental Local Government

Key Achievements

- 300 CDWs trained through learnership, workplace skills development and they graduated in May 2006.
- 284 CDWs appointed permanently at level 5 and deployed in 21 municipalities throughout the Province.
- 180 CDWs trained in Housing Consumer Education Train the Trainer course.
- 30 computers were procured for use by CDWs.
- Draft policy framework for measuring community participation developed and distributed to all municipalities.
- All 365 (100%) ward committees re-established in 21 municipalities and 70% of them functional.
- 80% of ward committee members have been trained on policy and legislative framework, rules and responsibilities.
- Mandatory six monthly reports on complaints handling system have been submitted to the MEC.
- 21 out of 25 municipalities have complied with Employment Equity Act and Skills Development Act in terms of the submission of reports and plans.
- 12 municipalities have been given hands-on support on HR related issues.
- Generic delegation systems, policies and by-laws have been developed through the Legal Task Team.
- Annual Financial Statements of municipalities analyzed and report prepared for the MEC.
- All 25 municipalities have fully developed PMS frameworks.
- 33 staff members of the Department have been trained in IMMIS system.
- 4 sections of the Department use the IMMIS system for document tracking and complaint handling.
- MIG funding expenditure rose to a record 85%.

6.4 Development and Planning.

Key Achievements

- Bucket replacement steering committee established.
- 5 municipalities allocated funds for bucket eradication project
- Approximately 650 local people employed on all projects monthly.
- 6822 buckets eradicated to date with the assistance of the DBSA
- Partnership with SAICE resulted in the appointment of 13 graduates and 8 students in Engineering in selected municipalities.
- Municipalities were assisted in various ways including the uncovering of a provident fund that was not properly registered, service delivery complaints by various communities etc.
- Facilitated development of Growth and Development strategy documents for the district municipalities.
- Partnership established with SEDA to facilitate SMME support to municipalities.
- 100% submission of IDPs for evaluation in the 2006/07 financial year.
- Participation of sector departments improved tremendously.
- Capacity of district municipalities enhanced by appointing of interns to assist in capturing projects in the IDP Nerve Centre.

7. RECEIPTS AND FINANCING

7.1 Summary of Receipts and Financing

Table 1.1 shows the sources of funding for the Department for the period 2005/06 to 2011/12 which includes both the Provincial allocations (part of Equitable Share) and the National Conditional Grant.

Departmental summary of receipts

Receipts	Departmental Summary of Receipts								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Equitable Share	150 043	152 711	222 738	247 922	256 815	256 815	249 812	257 180	269 933
Conditional Grants:									
Intergrated Housing & Resettlement CMIP	615 411	696 607	785 569	896 102	1 004 125	1 004 125	1 100 055	1 288 770	1 578 161
Local Government Support Grant	599								
Infrastructure Grant	18 669								
Total Conditional Grants	634 679	696 607	785 569	896 102	1 004 125	1 004 125	1 100 055	1 288 770	1 578 161
Own receipts	629	538	729	721	721	721	800	880	993
Total funding	785 351	849 856	1 009 036	1 144 745	1 261 661	1 261 661	1 349 867	1 545 950	1 848 094

Table 1.1

Departmental own receipts

Classification (R'000)	Departmental Own Revenue								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Tax receipts									
Casino taxes									
Horseracing									
Liquor licenses									
Motor vehicle licenses									
Non-tax receipts	629	538	729	721	721	721	800	880	933
Sale of goods & services (non-cap):	16								
- Subsidised vehicle	11								
- Office house rentas									
- Miscellenous	5								
- Sale of scrap & other current goods									
Fines, penalties and forfeits	7								
Interest, dividends & rent on land:	606	538	729	721	721	721	800	880	933
- Interest									
- Dividends									
- Rent on land	606	538	729	721	721	721	800	880	933
Sale of capital assets									
- Land and subsoil assets									
- Sale of state houses									
- Other capital assets (specify)									
Financial transactions									
TOTAL OWN RECEIPTS	629	538	729	721	721	721	800	880	933

7.2 Conditional Grants

The Department has been allocated one conditional grant which is the Integrated Housing and Resettlement Grant as shown in the above table over the MTEF period. This grant is on a steady climb of averagely 15%, way above the inflation rate. This increase is influenced largely by an almost perfect expenditure performance on the Grant.

7.2 Provincial Allocations

- **The Municipal Support Grant** was discontinued in 2005/06 and was re-introduced in the financial year 2007/08. We received R3m for the 2007/08 financial year and it has increased to R5m in the subsequent years. The allocation has been utilized to do a backlog study of water and sanitation in the Province. Its impact will be visible when we will have comprehensive scientific backlog information on water and sanitation shortage in the province.
- **The Disaster Management Grant** is an allocation intended to assist municipalities to be able to cope with disasters that may occur in their areas and to comply with the requirements of relevant legislation. In addition the Grant assists municipalities to establish and maintain fire and emergency services in their areas. R20m per annum has been allocated over the MTEF period.
- **The Skills Development Fund** is an allocation to develop skills both internally and to also appoint interns from outside to play our role of providing these young people with the necessary experience and exposure to be able to be employable in the job market. The allocation for skills development is R3,717m, R3,902m and R4 136m over the MTEF period.

7. PAYMENT SUMMARY

Key Assumptions

The following general assumptions were made by the department in formulating the 2009/10 MTEF budget.

- Provision for Improvement in Condition of Service (ICS) is 6.5% in 2009/10 and 5.5% and 5.0% per annum over the two outer years respectively of the MTEF.
- 1% pay progression has been included in the personnel budget provision.

Some of the main assumptions underpinning the department's budget are summarized below:

- We are committed to ensuring that the CDW programme of the department is successful. and sufficient funds have been allocated to manage this Presidential priority project. The allocation over the MTEF of R60,880m, R64,427m and R68 293m. We will be making an even bigger impact in the provision of houses in the next financial year.
- The Bucket Replacement Programme has been completed in December 2007 and will be continue as the Sanitation and Water Programme.

The provision of support to municipalities is one of our key strategic objectives, which we could not realize satisfactorily because of lack of resources. It is a known fact that most of our municipalities operate in areas that have limited tax bases with result that financial support in achieving national goals becomes imperative.

8. PROGRAMME SUMMARY

Departmental summary of payments and estimates according to programme

Programme (R'000)	Departmental Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
1. Administration	37 981	43 554	48 477	47 717	50 452	50 452	47 675	49 780	52 246
2. Housing	683 942	753 375	812 026	924 088	1 034 290	1 034 290	1 130 197	1 321 328	1 612 333
3. Local Government	63 428	52 927	148 533	172 940	176 919	176 919	171 995	174 842	183 515
Total programmes	785 351	849 856	1 009 036	1 144 745	1 261 661	1 261 661	1 349 867	1 545 950	1 848 094

Departmental summary of payments and estimates

Classification (R'000)	Departmental Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Current:									
Compensation of employees	65 095	67 961	99 819	139 236	142 069	142 069	152 626	161 941	171 625
Transfer payments	676 563	753 178	876 353	966 665	1076 859	1076 859	1170 175	1358 952	1648 354
Administrative expenditure	9 158	10 133	16 905	15 493	19 135	19 135	10 214	11 800	10 044
Stores	1 557	1 079	890	4 532	2 934	2 934	3 256	2 659	3 556
Professional and special services	6 080	9 290	3 442	8 970	8 276	8 276	5 682	3 938	6 792
Other goods and services	8 229	8 043	9 360	9 661	9 490	9 490	7 631	6 361	7 406
Unauthorised expenditure							-	-	-
Total Current Payments	766 682	849 684	1006 769	1144 557	1258 763	1258 763	1349 584	1545 651	1847 777
Capital:									
Equipment		172	2 267	188	2 898	2 898	283	299	317
Buildings									
Infrastructure	18 669								
Other capital expenditure									
Total Capital Payments	18 669	172	2 267	188	2 898	2 898	283	299	317
TOTAL ECONOMIC EXPENDITURE	785 351	849 856	1009 036	1144 745	1261 661	1261 661	1349 867	1545 950	1848 094

Detailed departmental summary of payments and estimates according to economic classification

Classification (R'000)	Departmental Summary of Payments and Estimates								
	2005/ 2006 Outcome	2006/ 2007 Outcome	2007/ 2008 Outcome	2008/2009			2009/ 2010 MTEF	2010/ 2011 MTEF	2011/ 2012 MTEF
				Main App	Adjusted Estimate	Revised Estimate			
CURRENT PAYMENTS									
Compensation of employees:	65 095	67 961	99 819	139 236	142 069	142 069	152 626	161 941	171 625
- Salaries & related costs	50 366	56 729	93 393	100 501	100 771	100 771	106 372	112 971	120 529
- Overtime	40	4							
- Improvement in conditions of service	2 432		14	5 352	7 915	7 915	12 005	13 905	15 207
- Social contributions (employer share)	12 257	11 228	6 412	33 383	33 383	33 383	34 249	35 065	35 889
Transfer payments:	676 563	753 178	876 353	966 665	1076 859	1076 859	1170 175	1358 952	1648 354
Provincial agencies									
Departmental Agencies:									
- Public Entities	10 000								
- Other (Pseta)	26								
Municipalities:									
- Regional service council levies	293								
- Other transfers to municipalities	50 404	47 513	109 186	70 000	72 171	72 171	70 000	70 000	70 000
Universities and technikons									
Public Corporations:									
- Subsidies on production									
- Other									
Private Corporations:									
- Subsidies on production									
- Other									
Foreign governments and international trf's									
Non-profit organisations									
Households:									
- Social Benefits	429	9 058	1 507	563	563	563	120	182	193
- Other	615 411	696 607	765 660	896 102	1004 125	1004 125	1100 055	1288 770	1578 161
Goods and services:	25 024	28 545	30 597	38 656	39 835	39 835	26 783	24 758	27 797
- Administrative expenditure	9 158	10 133	16 905	15 493	19 135	19 135	10 214	11 800	10 044
- Rental of equipment	275	352	646	450	450	450	116		
- Stores	1 557	1 079	890	4 532	2 934	2 934	3 256	2 659	3 556
- Rental of buildings	1 818	1 750	3 886				2 213		
- Professional & special services	6 080	9 290	3 442	8 970	8 276	8 276	5 682	3 938	6 792
- Maintenance & repairs	59		37				207	343	276
- Assets less than R5 000			115				491	106	113
- Other	6 077	5 941	4 676	9 211	9 040	9 040	4 604	5 912	7 017
Unauthorised expenditure									
TOTAL CURRENT PAYMENTS	766 682	849 684	1006 769	1144 557	1258 763	1258 763	1349 584	1545 651	1847 777
CAPITAL									
Machinery & equipment		172	2 267	188	2 898	2 898	283	299	317
Motor vehicles & other transport									
Equipment:									
- Computers		98	1 715	188	2 841	2 841	283	299	317
- Office equipment & furniture					57	57			
- Other moveable capital		74	552						
Buildings and other fixed structures	18 669								
- Buildings									
- Infrastructure	18 669								
Other fixed capital									
- Cultivated assets									
- Software and other intangible assets									
- Land and subsoil assets									
- Heritage assets									
- Other									
TOTAL CAPITAL PAYMENTS	18 669	172	2 267	188	2 898	2 898	283	299	317
Current payments	766 682	849 684	1006 769	1144 557	1258 763	1258 763	1349 584	1545 651	1847 777
Capital payments	18 669	172	2 267	188	2 898	2 898	283	299	317
TOTAL ECONOMIC CLASSIFICATION	785 351	849 856	1009 036	1144 745	1261 661	1261 661	1349 867	1545 950	1848 094

8.1 Estimates and payments per programme

Budget Trends

Programme 1 – Administration

The budget shows a steady increase of 6% per annum, which is an inflationary increase and not an increase in programme funding as such.

94% of the budget was spent in the 2007/08 financial year compared to 90% in 2007/07. R47 676m, R49 779m and R52 245m has been allocated over the MTEF period.

Programme 2 – Housing

The budget is steadily increasing by an approximate average of 15% per annum. This is as a result of near excellent expenditure on the Integrated Housing and Resettlement Grant.

The expenditure of this programme stood at 90% in 2007/08 compared to 99% and 99.7% in 2006/07 and 2005/06 respectively. This programme constitutes 80% of the total allocation of the department in this financial year, 82%, 83%, and 85% in 2009/10, 2010/11 and 2011/12 respectively. The current allocation for this programme is R1 100 055m, R1 288 770m and R1 578 161m over the MTEF period.

Programme 3 – Local Government

This programme has been merged with what used to be a programme on its own, Development and Planning which has become a sub-programme in terms of the new budget structure as approved by the Minister of Finance. Development and Planning has always been the most under-funded unit in the Department and that has not yet changed in this cycle. An application for additional funds for this unit could not be approved because of other pressures facing our Provincial Treasury. The allocation of R171 994m, R174 843m and R183 515m has been approved for the MTEF period.

This programme is leading the implementation of the 5 Year Strategic Agenda for Local Government, and yet they are not provided with necessary resources to execute their mandate which is a national priority.

PROGRAMME 1 - ADMINISTRATION

1. Purpose of the programme

To provide corporate support to the entire Department as well as strategic administrative and political direction through the offices of the Head of the Department and the Executing Authority respectively. This Programme consists of the following sub-programmes

2. Sub-programmes

Office of the MEC

Purpose – To provide overall political direction and leadership to the Department

Finance

Purpose – To ensure proper record keeping and reporting of all financial transactions and to uphold and maintain good financial management in the department.

Supply Chain Management

Purpose – To ensure proper procurement procedures in purchasing goods and services by adhering to supply chain legislation and policies. Maintain a proper asset register in the department.

Communications

Purpose – To disseminate information on the performance and functioning of the Department, to also inform staff of the direction the department is going and what role each staff member is to play in that change.

Legal and Auxiliary Services

Purpose – To provide the Department and the MEC with legal support.

Human Resource Management

Purpose – To support the department on human resource matters and to provide the department with a stable human resource.

Programme summary of payments and estimates according to sub-programme

Sub-programme (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
1 Office of MEC	5 707	3 540	3 959	4 229	4 280	4 280	4 603	4 956	5 201
2 Corporate Services	32 274	40 014	44 518	43 488	46 172	46 172	43 072	44 824	47 045
Total programme	37 981	43 554	48 477	47 717	50 452	50 452	47 675	49 780	52 246

Programme summary of payments and estimates

Classification (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Current:									
Compensation of employees	28 810	27 669	29 942	34 887	35 669	35 669	37 020	39 748	42 125
Transfer payments	293	197	350	483	483	483			
Administrative expenditure	3 384	4 171	5 707	4 488	5 376	5 376	2 823	3 809	3 176
Stores	413	425	529	943	893	893	891	484	733
Professional and special services	976	4 302	2 304	1 062	542	542	1 001	921	958
Other goods and services	4 105	6 716	9 065	5 754	7 286	7 286	5 940	4 818	5 254
Unauthorised expenditure							-	-	-
Total Current Payments	37 981	43 480	47 897	47 617	50 249	50 249	47 675	49 780	52 246
Capital:									
Equipment		74	580	100	203	203			
Buildings									
Infrastructure									
Other capital expenditure									
Total Capital Payments		74	580	100	203	203			
TOTAL ECONOMIC EXPENDITURE	37 981	43 554	48 477	47 717	50 452	50 452	47 675	49 780	52 246

Detailed programme summary of payments and estimates according to economic classification

Classification (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
CURRENT PAYMENTS									
Compensation of employees:	28 810	27 669	29 942	34 887	35 669	35 669	37 020	39 748	42 125
- Salaries & related costs	22,415	23,890	25 986	25,176	25,446	25 446	26 297	27 918	29 273
- Overtime	5	4							
- Improvement in conditions of service	799		14	1,341	1,853	1 853	2 179	2 914	3 611
- Social contributions (employer share)	5,591	3,775	3 942	8,370	8,370	8 370	8 544	8 916	9 241
Transfer payments:	293	197	350	483	483	483			
Provincial agencies									
Departmental Agencies:									
- Public Entities									
- Other (Pseta)									

Municipalities:									
- Regional service council levies	293								
- Other transfers to municipalities									
Universities and technikons									
Public Corporations:									
- Subsidies on production									
- Other									
Private Corporations:									
- Subsidies on production									
- Other									
Foreign governments and international trf's									
Non-profit organisations									
Households:									
- Social Benefits		197	350	483	483	483			
- Other									
Goods and services:	8,878	15,614	17 605	12,247	14 097	14 097	10 655	10 032	10 121
- Administrative expenditure	3,384	4,171	5 707	4,488	5 376	5 376	2 823	3 809	3 176
- Rental of equipment	235	352	646	450	450	450			
- Stores	413	425	529	943	893	893	891	484	733
- Rental of buildings	1,700	1,750	3 848				2 213		
- Professional & special services	976	4,302	2 304	1,062	542	542	1 001	921	958
- Maintenance & repairs	50		37				2		
- Assets less than R5 000			115				96	43	46
- Other	2,120	4,614	4 419	5,304	6 836	6 836	3 629	4 775	5 209
Unauthorised expenditure							-	-	-
TOTAL CURRENT PAYMENTS	37,981	43,480	47 897	47,617	50 249	50 249	47 675	49 780	52 246
CAPITAL									
Machinery & equipment		74	580	100	203	203			
Motor vehicles & other transport									
Equipment:									
- Computers			66	100	173	173			
- Office equipment & furniture					30	30			
- Other moveable capital		74	514						
Buildings and other fixed structures									
- Buildings									
- Infrastructure									
Other fixed capital									
- Cultivated assets									
- Software and other intangible assets									
-Land and subsoil assets									
- Heritage assets									
- Specialised military assets									
TOTAL CAPITAL PAYMENTS		74	580	100	203	203			
Current payments	37 981	43 480	47 897	47 617	50 249	50 249	47 675	49 780	52 246
Capital payments		74	580	100	203	203			
TOTAL ECONOMIC CLASSIFICATION	37 981	43 554	48 477	47 717	50 452	50 452	47 675	49 780	52 246

Transfer payments included in programme 1

Name of recipient (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006 Outcome	2006/ 2007 Outcome	2007/ 2008 Outcome	2008/2009			2009/ 2010 MTEF	2010/ 2011 MTEF	2011/ 2012 MTEF
				Main App	Adjusted Estimate	Revised Estimate			
Public Entities:									
Sub-total									
Other:									
Social Benefits		197	350	483	483	483			
Regional service council levies	293								
TOTAL TRANSFER PAYMENTS	293	197	350	483	483	483			

Earmarked funds included in programme 1

Earmarked funds (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006 Outcome	2006/ 2007 Outcome	2007/ 2008 Outcome	2008/2009			2009/ 2010 MTEF	2010/ 2011 MTEF	2011/ 2012 MTEF
				Main App	Adjusted Estimate	Revised Estimate			
Training/ Skills development	3 000	3 052	3 371	3 540	3 540	3 540	3 982	4 681	5 155
TOTAL EARMARKED FUNDS	3 000	3 052	3 371	3 540	3 540	3 540	3 982	4 681	5 155

Programme 2 - HOUSING

1. Purpose of the programme

To ensure the development of habitable human settlement through the implementation of national and provincial housing programmes and policy in the province.

2. Sub-programmes.

Housing Performance

Purpose - Promoting the effective and efficient delivery of National and Provincial Housing Programmes.

Urban Renewal and Human Settlement

Purpose - To rehabilitate dysfunctional areas with the notion of economic and social development.

Housing Asset Management

Purpose - To provide for the effective and efficient management of housing assets.

Housing Planning and Research

Purpose - To facilitate Housing delivery

Service Delivery measures

Sub-Programme	Strategic Objective	Measurable Objective	Performance Targets 2009/10	Performance Targets 2010/11	Performance Targets 2011/12
Housing Performance	To ensure integrated and sustainable human settlement	To facilitate and ensure implementation of housing projects	19 000 houses to be built	19 000 houses to be built	19 000 houses to be built
	To ensure inspection and survey of all housing projects	To establish project inspection teams in all regions	19 000 houses to be inspected and monitored	19 000 houses to be inspected and monitored	19 000 houses to be inspected and monitored
	To manage project links and consolidation of housing programmes	To ensure that contracts on all commissioned projects are prepared and signed	All contracts for the 19 000 houses targeted	All contracts for the 19 000 houses targeted	All contracts for the 19 000 houses targeted
	To provide formal housing for farm workers	To ensure availability of land for the project	150 houses	200 houses	200 houses
	To monitor rural, PHP and emergency housing programmes	To identify projects for developer-driven PHP	4 developer-driven PHP projects	3 developer-driven PHP projects	3 developer-driven PHP projects
	To coordinate individual housing facilitation and contract administration	To identify individuals in need of this housing programme	100% of identified projects	100% of identified projects	100% of identified projects
Urban renewal, rental and informal settlement	To monitor and facilitate contract administration for rental housing programmes	To facilitate the implementation of the rental housing	25	400	550
	To facilitate the provision of bonded housing	To ensure the provision of affordable bonded housing stock	100	500	500
	To monitor rental stock	To enhance the functioning of the Rental Housing Tribunal	100%	100%	100%
	To monitor informal settlement upgrading programme	To facilitate the implementation of the Informal Settlement Upgrading Programme (ISUP)	100%	100%	100%

Programme summary of payments and estimates according to sub-programme

Sub-programme (R'000)	Programme Summary of Payments and Estimates								
	2005/2006	2006/2007	2007/2008	2008/2009			2009/2010	2010/2011	2011/2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
1.Housing Needs Reaserch and Planning.	18 926	18 647	3 814	4 339	4 605	4 605	9 213	5 544	5 821
2.Housinf Dev't, Impl, Plannning and Target	651 226	731 524	799 500	914 302	1023 989	1023 989	1107 839	1297 646	1587 475
3.Housing Asset Mangement	13 790	3 204	8 712	5 447	5 696	5 696	13 145	18 138	19 037
Total programme	683 942	753 375	812 026	924 088	1034 290	1034 290	1130 197	1321 328	1612 333

Programme summary of payments and estimates according to sub-programme

Sub-programme (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
1. Housing Needs, Research and Planning	18,926	18,647	7,498	4,339	4,605	4,605	9,213	5,544	5,821
1.1 Administration									
1.2 Needs									
1.3 Policy	6 432	3 520	285	1 324	1 385	1 385	4 837	1 044	1 321
1.4 Planning	12 494	15 127	7 213	3 015	3 220	3 220	4 376	4 500	4 500
1.5 Research									
2. Housing Development, Implementation, Planning and Targets	651 226	731 524	798 041	914 302	1023 989	1023 989	1107 839	1297 646	1587 475
2.1 Administration			8 712	15 774	16 612	16 612	7 784	8 724	6 300
2.2 Financial Interventions									
2.3 Incremental Interventions	618 065	698 306	785 516	896 102	1004 490	1004 490	1100 055	1288 770	1578 161
2.4 Social and Rental Intervention	30 000	31 843	3 813	2 426	2 887	2 887		152	3 014
2.5 Rural Intervention	3 161	1 375							
4. Housing Asset Management	13 790	3 204	6 487	5 447	5 696	5 696	13 145	18 138	19 037
4.1 Administration	13 790	3 204	6 487	5 447	5 696	5 696	13 145	18 138	19 037
4.2 Sale and Trf of Housing Properties									
4.3 Devolution of Housing Properties									
4.4 Enhanced Ext Discount Benefit Scheme									
4.5 Housing Properties Maintenance									
Total programme	683 942	753 375	812 026	924 088	1034 290	1034 290	1130 197	1321 328	1612 333

Programme summary of payments and estimates

Classification (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Current:									
Compensation of employees	19 431	18 519	20 348	22 286	23 568	23 568	25 263	27 463	29 106
Transfer payments	655 437	726 607	785 569	896 102	1004 125	1004 125	1100 055	1288 770	1578 161
Administrative expenditure	3 329	2 950	3 372	2 375	3 821	3 821	2 484	2 361	2 407
Stores	772	211	361	1 034	686	686	840	1 364	1 442
Professional and special services	4 500	4 419	1 138	1 688	1 680	1 680	1 057	648	540
Other goods and services	473	607	295	603	303	303	498	722	677
Unauthorised expenditure							-	-	-
Total Current Payments	683 942	753 313	811 083	924 088	1034 183	1034 183	1130 197	1321 328	1612 333
Capital:									
Equipment		62	943		107	107			
Buildings									
Infrastructure									
Other capital expenditure									
Total Capital Payments		62	943		107	107			
TOTAL ECONOMIC EXPENDITURE	683 942	753 375	812 026	924 088	1034 290	1034 290	1130 197	1321 328	1612 333

Detailed programme summary of payments and estimates according to economic classification

Classification (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
CURRENT PAYMENTS									
Compensation of employees:	19 431	18 519	20 348	22 286	23 568	23 568	25 263	27 463	29 106
- Salaries & related costs	14,885	15,051	17 878	16,045	16,045	16 045	17 086	18 364	19 646
- Overtime	35								
- Improvement in conditions of service	515			854	2,136	2 136	2 329	2 857	2 994
- Social contributions (employer share)	3,996	3,468	2 470	5,387	5,387	5 387	5 848	6 242	6 467
Transfer payments:	655,437	726,607	785 569	896,102	1004 125	1004 125	1100 055	1288 770	1578 161
Provincial agencies									
Departmental Agencies:									
- Public Entities	10,000								
- Other (Pseta)	26								
Municipalities:									
- Regional service council levies									
- Other transfers to municipalities	30,000	30,000							
Universities and technikons									
Public Corporations:									
- Subsidies on production									
- Other									
Private Corporations:									
- Subsidies on production									
- Other									
Foreign governments and international trf's									
Non-profit organisations									
Households:									
- Social Benefits									
- Other	615,411	696,607	785 569	896,102	1004 125	1004 125	1100 055	1288 770	1578 161
Goods and services:	9,074	8,187	5 166	5,700	6 490	6 490	4 879	5 095	5 066
- Administrative expenditure	3,329	2,950	3 372	2,375	3 821	3 821	2 484	2 361	2 407
- Rental of equipment									
- Stores	772	211	361	1,034	686	686	840	1 364	1 442
- Rental of buildings	12		38						
- Professional & special services	4,500	4,419	1 138	1,688	1 680	1 680	1 057	648	540
- Maintenance & repairs	4						146	343	276
- Assets less than R5 000							103		
- Other	457	607	257	603	303	303	249	379	402
Unauthorised expenditure									
TOTAL CURRENT PAYMENTS	683,942	753,313	811 083	924,088	1034 183	1034 183	1130 197	1321 328	1612 333
CAPITAL									
Machinery & equipment		62	943		107	107			
Motor vehicles & other transport									
Equipment:									
- Computers		62	905		80	80			
- Office equipment & furniture					27	27			
- Other moveable capital			38						

Buildings and other fixed structures									
- Buildings									
- Infrastructure									
Other fixed capital									
- Cultivated assets									
- Software and other intangible assets									
-Land and subsoil assets									
- Heritage assets									
- Specialised military assets									
TOTAL CAPITAL PAYMENTS		62	943		107	107			
Current payments	683 942	753 313	811 083	924 088	1034 183	1034 183	1130 197	1321 328	1612 333
Capital payments		62	943		107	107			
TOTAL ECONOMIC CLASSIFICATION	683 942	753 375	812 026	924 088	1034 290	1034 290	1130 197	1321 328	1612 333

Transfer payments included in programme 2

Name of recipient (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Public Entities:									
Housing Corporation	10 000								
Sub-total	10 000								
Other:									
SETA	26								
Housing fund and households	615 411	696 607	785 569	896 102	1004 125	1004 125	1100 055	1288 770	1578 161
Municipalities	30 000	30 000							
Social Benefits									
TOTAL TRANSFER PAYMENTS	655 437	726 607	785 569	896 102	1004 125	1004 125	1100 055	1288 770	1578 161

Earmarked funds included in programme 2

Earmarked funds (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Bucket Replacemnt Programme	30 000	30 000							
TOTAL EARMARKED FUNDS	30 000	30 000							

Conditional Grants included in programme 2

Conditional Grants (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Intergrated Housing & Resettlement	615 411	696 607	785 569	896 102	1004 125	1004 125	1100 055	1288 770	1578 161
TOTAL CONDITIONAL GRANTS	615 411	696 607	785 569	896 102	1004 125	1004 125	1100 055	1288 770	1578 161

Programme 3 - DEVELOPMENTAL LOCAL GOVERNMENT

1. Purpose of the programme

To promote and support properly consolidated and stable municipalities.

2. Sub-programmes

Administration

Purpose – To give support to municipalities in terms of legislation this includes the constitution of the country.

Local Governance

Purpose – To support and monitor municipalities in terms of legislation on matters relating to financial management and control.

Development and Planning

To promote Integrated Development and Planning

Service Delivery measures

Sub-Programme	Strategic Objective	Measurable Objective	Performance Targets 2009/10	Performance Targets 2010/11	Performance Targets 2011/12
Establishment of the CDW Unit and working structure	Recruitment, selection and employment of CDW Unit officials	Employment CDW Unit support official/clerk	100%	100%	100%
	Make the CDW organisational structure fully functional at the provincial, district and local level	3 + 297 posts filled	100%	100%	100%
	Recruitment, selection and deployment of the balance of CDWs – vacant posts.	16 vacant CDW posts filled and learner ships implemented.	100%	100%	100%
	Implementation of the PMDS system	284 CDWs assessed every quarter	80%	100%	100%
	Procurement and allocation of equipment	One computer purchased for every three CDWs (Total 100)	N/A	N/A	N/A
	Develop a data collection and recording system for IMMIS information system.	Progressive development of the template	80%	100%	100%
	Develop and implement an effective joint HR management system for the deployed CDWs between the directorates HRM and Mun. Admin	<ul style="list-style-type: none"> An HRM Plan for CDWs finalised HRM systems customised or new ones developed 	80%	80%	80%
Municipal Administration: Community Participation and Customer Care	Facilitate and promote the establishment and revival of ward committees	Assist and monitor municipalities to ensure the re-establishment of ward committees	All ward committees are established and are functional.	All ward committees are established and are functional.	All ward committees are established and are functional.
		Support municipalities to ensure that existing ward committee vacancies are filled.	All vacancies identified and filled within 3 months	All vacancies identified and filled within 3 months	All vacancies identified and filled within 3 months
	Support and promote the functionality of ward committees	Integrate the CDW programme resources with those of the ward committees into one concerted initiative	Better coordination and synergy	Better coordination and synergy	Better coordination and synergy
		Facilitate and support that all municipalities publish the adopted	By-laws adopted in 20	By-laws adopted in 20	By-laws adopted in 20

		community participation policy framework into by-laws	municipalities	municipalities	municipalities
		Promote the establishment and implementation of a Complaint Handling System, Customer Care culture, and Batho Pele principles in municipalities including half yearly reports to MEC	Systems adopted and implemented in 20 municipalities	Systems adopted and implemented in 20 municipalities	Systems adopted and implemented in 20 municipalities
		Assist municipalities with the mobilization of training resources for ward committees - Ward committees trained through the LGSETA funding	15 training projects implemented in municipalities	15 training projects implemented in municipalities	15 training projects implemented in municipalities
		Coordinate and monitor the implementation of ward committee support programmes	4 Quarterly coordinating meetings held 4 Quarterly reports	4 Quarterly coordinating meetings held 4 Quarterly reports	4 Quarterly coordinating meetings held 4 Quarterly reports
		Persuade, support and monitor municipalities to provide ward committees offices	Increased number of ward committees with own office accommodation	Increased number of ward committees with own office accommodation	Increased number of ward committees with own office accommodation
		Facilitate the supply of donated used equipment for ward committee offices	Office furniture and computers donated to ward committees	Office furniture and computers donated to ward committees	Office furniture and computers donated to ward committees
		Urge affected municipalities to introduce a CBP pilot project and to roll out the programme.	10 Municipalities adopt a CBP policy and allocate resources for implementation	10 Municipalities adopt a CBP policy and allocate resources for implementation	10 Municipalities adopt a CBP policy and allocate resources for implementation
		Coordinate the establishment of a CBP District Training Task Team.	Task Team established and functional	Task Team established and functional	Task Team established and functional
		Develop a monitoring tool for the implementation of the CBP and provide feedback.	A working system in place	A working system in place	A working system in place
		Drafting and publication of Section 12 amendment notices relating to the establishment of municipalities based on the prevailing requirement.	4-Week turnaround time (speedy response) Accuracy and completeness of documentation	4-Week turnaround time (speedy response) Accuracy and completeness of documentation	4-Week turnaround time (speedy response) Accuracy and completeness of documentation
		Preparation and publication of municipal by-election notices.	Speedy response Completeness and accuracy of documentation	Speedy response Completeness and accuracy of documentation	Speedy response Completeness and accuracy of documentation
		Ensure that municipalities comply with the provisions of the local government legislation.	Progressive increase in compliance	Progressive increase in compliance	Progressive increase in compliance

Programme 3: Local Government

Programme summary of payments and estimates according to sub-programme

Sub-programme (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006 Outcome	2006/ 2007 Outcome	2007/ 2008 Outcome	2008/2009			2009/ 2010 MTEF	2010/ 2011 MTEF	2011/ 2012 MTEF
				Main App	Adjusted Estimate	Revised Estimate			
1. Local Governance	57 473	30 515	41 536	159 853	85 541	85 541	74 144	76 679	81 164
Municipal Administration	7 826	7 840	35 323	66 961	16 685	16 685	8 809	8 961	9 906
Municipal Finance	5 392	3 014	6 213	7 656	8 040	8 040	8 126	8 343	9 094
Public Participation	18 669	1 814		60 719	60 816	60 816	57 209	59 375	62 164
Capacity Development	25 586	17 847		24 517					
2. Development & Planning	5 955	22 412	106 997	13 087	91 378	91 378	97 851	98 163	102 351
Spatial Planning			1 625	2 195	2 505	2 505	1 962	2 310	2 710
Development Admin / Land Use Admin			1 844	4 637	4 989	4 989	2 675	3 020	3 545
IDP	1 518	779	2 183	3 731	3 743	3 743	3 923	3 722	4 179
LEDP	4 437	21 633	3 492	2 524	2 535	2 535	5 212	5 871	6 278
Municipal Infrastructure			75 327		50 839	50 839	59 538	58 488	60 408
Disaster Management			22 526		26 767	26 767	24 541	24 752	25 232
Total programme	63 428	52 927	148 533	172 940	176 919	176 919	171 995	174 842	183 515

Programme summary of payments and estimates

Classification (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006 Outcome	2006/ 2007 Outcome	2007/ 2008 Outcome	2008/2009			2009/ 2010 MTEF	2010/ 2011 MTEF	2011/ 2012 MTEF
				Main App	Adjusted Estimate	Revised Estimate			
Current:									
Compensation of employees	16 854	21 773	49 529	82 063	82 832	82 832	90 343	94 730	100 394
Transfer payments	20 833	26 374	90 434	70 080	72 251	72 251	70 120	70 182	70 193
Administrative expenditure	2 445	3 012	7 826	8 630	9 938	9 938	4 907	5 630	4 461
Stores	372	443		2 555	1 355	1 355	1 525	811	1 381
Professional and special services	604	569		6 220	6 054	6 054	3 624	2 369	5 294
Other goods and services	3 651	720		3 304	1 901	1 901	1 193	821	1 474
Unauthorised expenditure							-	-	-
Total Current Payments	44 759	52 891	147 789	172 852	174 331	174 331	171 712	174 543	183 198
Capital:									
Equipment		36	744	88	2 588	2 588	283	299	317
Buildings									
Infrastructure	18 669								
Other capital expenditure									
Total Capital Payments	18 669	36	744	88	2 588	2 588	283	299	317
TOTAL ECONOMIC EXPENDITURE	63 428	52 927	148 533	172 940	176 919	176 919	171 995	174 842	183 515

Detailed programme summary of payments and estimates according to economic classification

Classification (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006 Outcome	2006/ 2007 Outcome	2007/ 2008 Outcome	2008/2009			2009/ 2010 MTEF	2010/ 2011 MTEF	2011/ 2012 MTEF
				Main App	Adjusted Estimate	Revised Estimate			
CURRENT PAYMENTS									
Compensation of employees:	16 854	21 773	49 529	82 063	82 832	82 832	90 343	94 730	100 394
- Salaries & related costs	13,066	17,788	49 529	59,280	59,280	59 280	62 989	66 689	71 610
- Overtime									
- Improvement in conditions of service	1,118			3,157	3,926	3 926	7 497	8 134	8 603
- Social contributions (employer share)	2,670	3,985		19,626	19,626	19 626	19 857	19 907	20 181
Transfer payments:	20,833	26,374	90 434	70,080	72 251	72 251	70 120	70 182	70 193
Provincial agencies									
Departmental Agencies:									
- Public Entities									
- Other (Pseta)									
Municipalities:									
- Regional service council levies									
- Other transfers to municipalities	20,404	17,513	89 277	70,000	72 171	72 171	70 000	70 000	70 000
Universities and technikons									
Public Corporations:									
- Subsidies on production									
- Other									
Private Corporations:									
- Subsidies on production									
- Other									
Foreign governments and international trf's									
Non-profit organisations									
Households:									
- Social Benefits	429	8,861	1 157	80	80	80	120	182	193
- Other									
Goods and services:	7,072	4,744	7 826	20,709	19 248	19 248	11 249	9 631	12 610
- Administrative expenditure	2,445	3,012	7 826	8,630	9 938	9 938	4 907	5 630	4 461
- Rental of equipment	40						116		
- Stores	372	443		2,555	1 355	1 355	1 525	811	1 381
- Rental of buildings	106								
- Professional & special services	604	569		6,220	6 054	6 054	3 624	2 369	5 294
- Maintenance & repairs	5						59		
- Assets less than R5 000							292	63	67
- Other	3,500	720		3,304	1 901	1 901	726	758	1 407
Unauthorised expenditure							-	-	-
TOTAL CURRENT PAYMENTS	44,759	52,891	147 789	172,852	174 331	174 331	171 712	174 543	183 198
CAPITAL									
Machinery & equipment		36	744	88	2 588	2 588	283	299	317
Motor vehicles & other transport									
Equipment:									
- Computers		36	744	88	2 588	2 588	283	299	317
- Office equipment & furniture									
- Other moveable capital									

Buildings and other fixed structures	18 669								
- Buildings									
- Infrastructure	18 669								
Other fixed capital									
- Cultivated assets									
- Software and other intangible assets									
-Land and subsoil assets									
- Heritage assets									
- Other									
TOTAL CAPITAL PAYMENTS	18 669	36	744	88	2 588	2 588	283	299	317
Current payments	44 759	52 891	147 789	172 852	174 331	174 331	171 712	174 543	183 198
Capital payments	18 669	36	744	88	2 588	2 588	283	299	317
TOTAL ECONOMIC CLASSIFICATION	63 428	52 927	148 533	172 940	176 919	176 919	171 995	174 842	183 515

Transfer payments included in programme 3

Name of recipient (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Public Entities:									
Sub-total									
Other:									
Municipalities	20 404	17 513	89 277	70 000	72 171	72 171	70 000	70 000	70 000
Social Benefits	429	8 861	1 157	80	80	80	120	182	193
TOTAL TRANSFER PAYMENTS	20 833	26 374	90 434	70 080	72 251	72 251	70 120	70 182	70 193

Earmarked funds included in programme 3

Earmarked funds (R'000)	Programme Summary of Payments and Estimates								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Disaster Management Fund	20 000	17 513	22 571	20 000	20 000	20 000	20 000	20 000	20 000
Local Government Support			3 000	5 000	5 000	5 000	5 000	5 000	5 000
Bucket Replacemnt Programme			70 000	50 000	50 000	50 000	50 000	50 000	50 000
Community Development Workers		10 500	30 484	60 719	60 719	60 719	60 880	43 790	44 268
TOTAL EARMARKED FUNDS	20 000	28 013	126 055	135 719	135 719	135 719	135 880	118 790	119 268

Additional Departmental Schedules

Summary of departmental transfer payments (excl local government)

Name of recipient (R'000)	Departmental Summary of transfer payments								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Public Entities:									
Housing Corporation	10 000								
Sub-total	10 000								
Other:									
Social Benefits	429	9 058	1 507	563	563	563	120	182	193
Municipalities									
Regional service council levies	293								
SETA	26								
Housing fund and households	615 411	696 607	785 569	896 102	1004 125	1004 125	1100 055	1288 770	1578 161
TOTAL TRANSFER PAYMENTS	676 563	753 178	876 353	966 665	1076 859	1076 859	1170 175	1358 952	1648 354

Summary of departmental expenditure on training per programme

Training expenditure (R'000)	Departmental Summary of training expenditure								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
1. Administration	124	3 105	277	1 609	1 609	1 609	1 821	2 052	2 196
Subsistence and travel				377	377	377	401	454	479
Tuition	124	3 105	277	1 232	1 232	1 232	1 420	1 598	1 717
2. Housing	17	92	1 250	725	725	725	882	1 281	1 325
Subsistence and travel				110	110	110	132	207	220
Tuition	17	92	1 250	615	615	615	750	1 074	1 105
3. Local Government	43			1 206	1 206	1 206	1 279	1 348	1 634
Subsistence and travel				305	305	305	322	339	400
Tuition	43			901	901	901	957	1 009	1 234
TOTAL TRAINING EXPENDITURE	184	3 197	1 527	3 540	3 540	3 540	3 982	4 681	5 155

Information on training for the department

Training expenditure (R'000)	Information on training								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Number of staff	416	561	640	700	700	700	700	700	700
Number of personnel trained	150	353	403	525	525	525	525	525	525
- Male	90	157	166	196	196	196	196	196	196
- Female	60	196	237	329	329	329	329	329	329
Number of bursaries offered									
Number of interns appointed									
Number of learnerships appointed	10			43	43	43	43	43	43
Average cost per staff member trained	1 227	9 057	3 789	6 743	6 743	6 743	7 585	8 916	9 819

Summary of departmental earmarked funds

Earmarked Funds (R'000)	Departmental Summary of earmarked funds								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Disaster Management Fund	20 000	17 513	22 571	20 000	20 000	20 000	20 000	20 000	20 000
Local Government Support			3 000	5 000	5 000	5 000	5 000	5 000	5 000
Bucket Replacemnt Programme	30 000	30 000	70 000	50 000	50 000	50 000	50 000	50 000	50 000
Community Development Workers		10 500	30 484	60 719	60 719	60 719	60 880	43 790	44 268
TOTAL EARMARKED FUNDS	50 000	58 013	126 055	135 719	135 719	135 719	135 880	118 790	119 268

Summary of departmental personnel cost

Summary of personnel cost (R'000)	Departmental Summary of compensation of employees								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Managers (Directors and above)	8 070	9 329	12 411	13 611	13 888	13 888	17 634	20 287	22 810
Middle management (Deputy & Assistant Directors)	10 285	11 908	20 905	43 577	44 464	44 464	49 235	53 326	55 205
Professional Staff									
Other Staff	41 596	40 309	59 503	77 765	79 347	79 347	81 755	84 196	89 230
Staff additional to the establishment	3 842	4 874	5 100	1 755	1 791	1 791	1 648	1 545	1 638
Contract employees	1 302	1 541	1 900	2 528	2 579	2 579	2 354	2 587	2 742
TOTAL PERSONNEL COST	65 095	67 961	99 819	139 236	142 069	142 069	152 626	161 941	171 625

Summary of departmental personnel numbers

Summary of personnel numbers	Departmental Summary of personnel numbers								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Managers (Directors and above) & MEC	21	21	21	21	21	21	21	21	21
Middle management (Deputy & Assistant Directors)	132	132	74	79	79	79	79	79	79
Professional Staff									
Other Staff	207	347	498	568	568	568	568	568	568
Staff additional to the establishment	51	56	39	25	25	25	25	25	25
Contract employees	5	5	8	7	7	7	7	7	7
TOTAL PERSONNEL NUMBERS	416	561	640	700	700	700	700	700	700

Summary of departmental personnel numbers per programme

Summary of personnel numbers	Departmental Summary of personnel numbers								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
1. Administration	132	138	145	184	184	184	184	184	184
2. Housing	104	105	105	105	105	105	105	105	105
3. Local Government	180	318	390	411	411	411	411	411	411
Total personnel numbers	416	561	640	700	700	700	700	700	700
Unit cost per programme:									
1. Administration	218.26	200.50	206.50	189.60	193.85	193.85	201.20	216.02	228.94
2. Housing	186.84	176.37	193.79	212.25	224.46	224.46	240.60	261.55	277.20
3. Local Government	93.63	68.47	127.00	199.67	201.54	201.54	219.81	230.49	244.27
UNIT COST FOR THE DEPARTMENT	156.48	121.14	155.97	198.91	202.96	202.96	218.04	231.34	245.18

Summary of personnel numbers and costs

Category	Provincial Summary of Personnel Numbers and Costs								
	2005/ 2006	2006/ 2007	2007/ 2008	2008/2009			2009/ 2010	2010/ 2011	2011/ 2012
	Outcome	Outcome	Outcome	Main App	Adjusted Estimate	Revised Estimate	MTEF	MTEF	MTEF
Total for province									
Personnel numbers (head count)	416	561	640	700	700	700	700	700	700
Personnel cost (R'000)	65 095	67 961	107 023	139 236	142 069	142 069	152 626	161 941	171 625
Human Resource Component									
Personnel numbers (head count)	13	14	14	36	36	36	36	36	36
Personnel cost (R'000)	2 017	2 727	2 730	2 375	2 828	2 828	3 122	3 867	4 233
Head count as % of total	3.13	2.50	2.19	5.14	5.14	5.14	5.14	5.14	5.14
Cost as a % of total	3.10	4.01	2.55	1.71	1.99	1.99	2.05	2.39	2.47
Finance Component									
Personnel numbers (head count)	20	22	22	19	19	19	19	19	19
Personnel cost (R'000)	3 755	4 642	4 908	3 445	3 445	5 342	5 994	6 231	6 844
Head count as % of total	4.81	3.92	3.44	2.71	2.71	2.71	2.71	2.71	2.71
Cost as a % of total	5.77	6.83	4.59	2.47	2.42	3.76	3.93	3.85	3.99
Full time workers									
Personnel numbers (head count)	411	556	632	693	693	693	693	693	693
Personnel cost (R'000)	63 793	66 420	105 123	136 708	139 490	139 490	150 272	159 354	168 883
Head count as % of total	98.80	99.11	98.75	99.00	99.00	99.00	99.00	99.00	99.00
Cost as a % of total	98.00	97.73	98.22	98.18	98.18	98.18	98.46	98.40	98.40
Part-time workers									
Personnel numbers (head count)									
Personnel cost (R'000)									
Head count as % of total									
Cost as a % of total									
Contract workers									
Personnel numbers (head count)	5	5	8	7	7	7	7	7	7
Personnel cost (R'000)	1 302	1 541	1 900	2 528	2 579	2 579	2 354	2 587	2 742
Head count as % of total	1.20	0.89	1.25	1.00	1.00	1.00	1.00	1.00	1.00
Cost as a % of total	2.00	2.27	1.78	1.82	1.82	1.82	1.54	1.60	1.60

function specific schedule

Item	2005/ 2006	2006/ 2007	2007/ 2008	2008/09		BUDGET INPUTS		
	Outcome	Outcome	Outcome	Approved Budget	Estimated Actual	2009/10	2010/11	2011/12
	MTEF							
Department of Developmental Local Government and Housing								
	R'000	R'000	R'000	R'000	R'000	R'000	R'000	R'000
Current payments	695,969	763,069	893,284	934,881	1,049,087	1,131,867	1,319,402	1,604,758
Personnel payments	65,095	67,961	99,819	142,069	142,069	152,626	161,941	171,625
Community development officers			-	57,531	57,531	57,209	58,070	62,164
Consultancy fees	5,302	18,654	12,066	8,276	8,276	5,682	3,938	6,792
Audit fees	316	-	1,600	1,800	1,800	2,200	2,300	2,438
Sub-Total	766,682	849,684	1,006,769	1,144,557	1,258,763	1,349,584	1,545,651	1,847,777
Infrastructure spending								
Project linked	-	-	-	353,353	353,353	477,714	621,071	658,337
Consolidated	-	-	-	8,148	8,148	3,500	2,000	2,120
Institutional	-	-	-	21,242	21,242	31,000	29,000	30,740
Hostel	-	-	-	10,994	10,994	4,000	4,000	4,240
Rural	-	-	164,000	148,158	148,158	154,000	175,000	185,500
Flood Reconstruction	-	-	-	10,200	10,200	11,500	11,500	12,190
PHP	-	-	15,000	6,238	6,238	5,000	6,000	6,360
DDIS	-	-	-					
Individual	-	-	-	9,591	9,591	10,226	12,198	12,930
New Projects	-	-	-	181,027	181,027	234,573	255,903	483,320
Human Resettlement	-	-	-	147,051	147,051	168,442	171,998	182,318
Extended benefit scheme	-	-	-	100	100	100	100	106
Sub-Total	-	-	179,000	896,102	896,102	1,100,055	1,288,770	1,578,161
Total Cost	766,682	849,684	1,185,769	2,040,659	2,154,865	2,449,639	2,834,421	3,425,938
	Number	Number	Number	Number	Number	Number	Number	Number
Number of approved subsidies	28,859	5,586	-	19,800	22,000	20,000	23,000	25,000
Number of beneficiaries	29,862	-	5,696	361	400	455	500	500
Number of houses completed	-	-	106	12,000	18,000	20,000	23,000	25,000
Number of RDP Houses	14,000	-	-					
Number of community development officers	-	-	-	287	300	300	300	300
Total Number	72,721	5,586	5,802	32,448	40,700	40,755	46,800	50,800

Detail of Departmental Infrastructure and Maintenance Projects per Local Governments Sphere

Infrastructure Funds per Sector and District Municipalities	Total Project Cost R' 000	Adj. Estimate 2008/09 R' 000	MTEF			Expanded Public Works (EPWP) Statistics 2009/2010				
			2009/2010	2010/2011	2011/2012	Number of Job opportunities			Persons to be trained	
			R' 000	R' 000	R' 000	Youth (18-35)	Women Incl. Youth	People with Disabilities	Accredited	Non Accredited
Bojanala Platinum Municipalities										
New Construction/ Projects		251,031	305,014	332,193	414,540	88	53	12	110	43
Shelter(Housing)		251,031	275,014	322,193	394,540	88	53	12	110	43
Sanitation			30,000	10,000	20,000					-
Total Bojanala Platinum Municipalities		251,031	305,014	332,193	414,540	88	53	12	110	43

Detail of Departmental Infrastructure and Maintenance Projects per Local Governments Sphere

Infrastructure Funds per Sector and District Municipalities	Total Project Cost R' 000	Adj. Estimate 2008/09 R' 000	MTEF			Expanded Public Works (EPWP) Statistics 2009/2010				
			2009/2010	2010/2011	2011/2012	Number of Job opportunities			Persons to be trained	
			R' 000	R' 000	R' 000	Youth (18-35)	Women Incl. Youth	People with Disabilities	Accredited	Non Accredited
Central Municipalities										
New Construction/ Projects		276,031	285,014	337,193	394,540	184	70	9	195	12
Shelter(Housing)		251,031	275,014	322,193	394,540	184	70	9	195	12
Sanitation		25,000	10,000	15,000						-
Total Central Municipalities		276,031	285,014	337,193	394,540	184	70	9	195	12

Detail of Departmental Infrastructure and Maintenance Projects per Local Governments Sphere

Infrastructure Funds per Sector and District Municipalities	Total Project Cost R' 000	Adj. Estimate 2008/09 R' 000	MTEF			Expanded Public Works (EPWP) Statistics 2009/2010				
			2009/2010	2010/2011	2011/2012	Number of Job opportunities			Persons to be trained	
			R' 000	R' 000	R' 000	Youth (18-35)	Women Incl. Youth	People with Disabilities	Accredited	Non Accredited
Bophirima Municipalities										
New Construction/ Projects		251,031	275,014	347,193	414,540					-
Transport & Roads		251,031	275,014	322,193	394,540					-
Shelter(Housing)				25,000	20,000					-
Total Bophirima Municipalities		251,031	275,014	347,193	414,540					-

Detail of Departmental Infrastructure and Maintenance Projects per Local Governments Sphere

Infrastructure Funds per Sector and District Municipalities	Total Project Cost R' 000	Adj. Estimate 2008/09 R' 000	MTEF			Expanded Public Works (EPWP) Statistics 2009/2010				
			2009/2010	2010/2011	2011/2012	Number of Job opportunities			Persons to be trained	
			R' 000	R' 000	R' 000	Youth (18-35)	Women Incl. Youth	People with Disabilities	Accredited	Non Accredited
Southern Municipalities										
New Construction/ Projects		276,032	285,013	322,192	404,541	23	18	9	42	12
Shelter(Housing)		251,032	275,013	322,192	394,541	23	18	9	42	12
Sanitation		25,000	10,000		10,000					-
Total Southern Municipalities		276,032	285,013	322,192	404,541	23	18	9	42	12

Total Departmental Infrastructure		1,054,125	1,150,055	1,338,771	1,628,161	295	141	30	347	67
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