

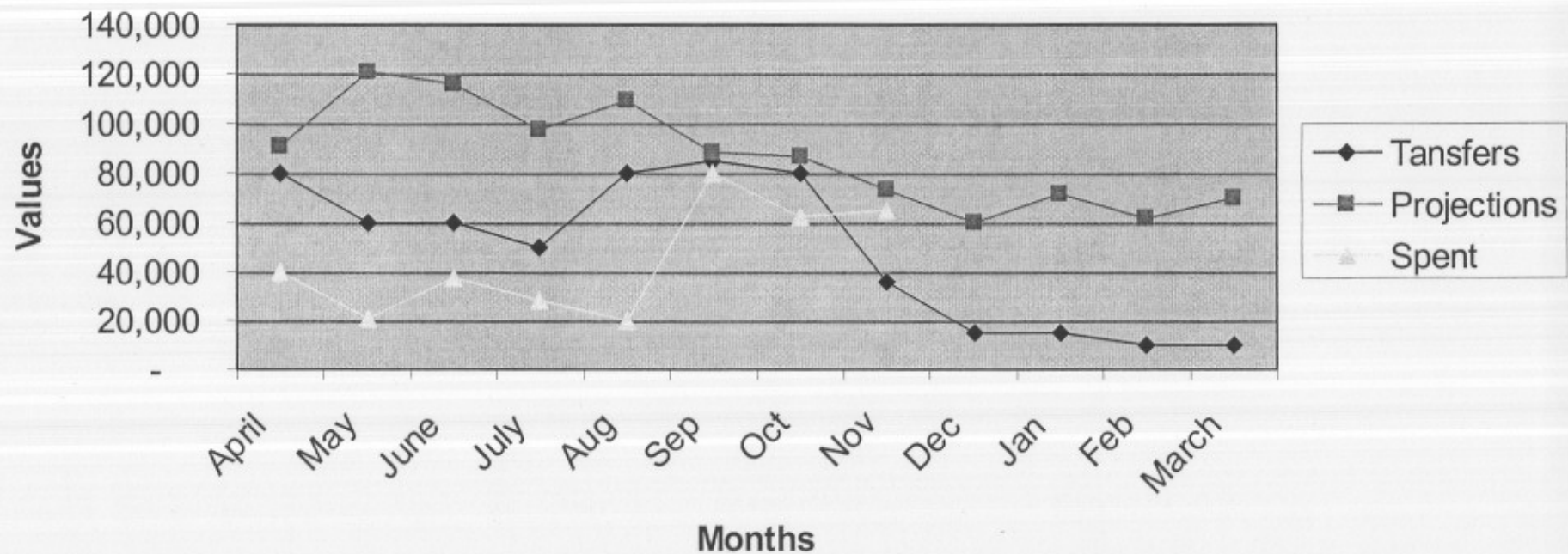
**EASTERN CAPE PROVINCE
HOUSING DEVELOPMENT
PRESENTATION TO SELECT
COMMITTEE ON FINANCE ON
20 JANUARY 2006**

**Expenditure Trends As
At 31 DECEMBER**

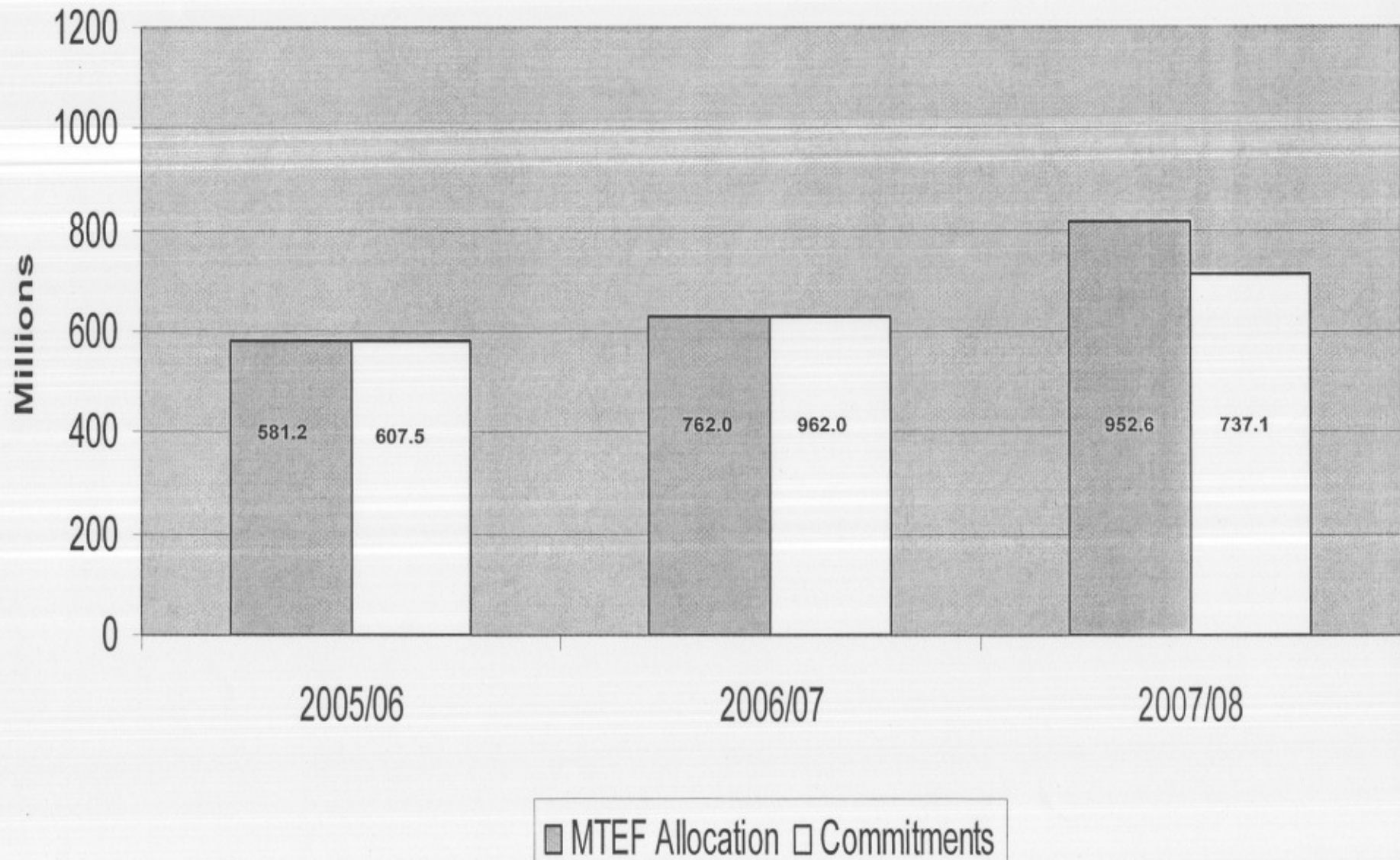


DEPARTMENT OF HOUSING LOCAL GOVERNMENT AND TRADITIONAL AFFAIRS

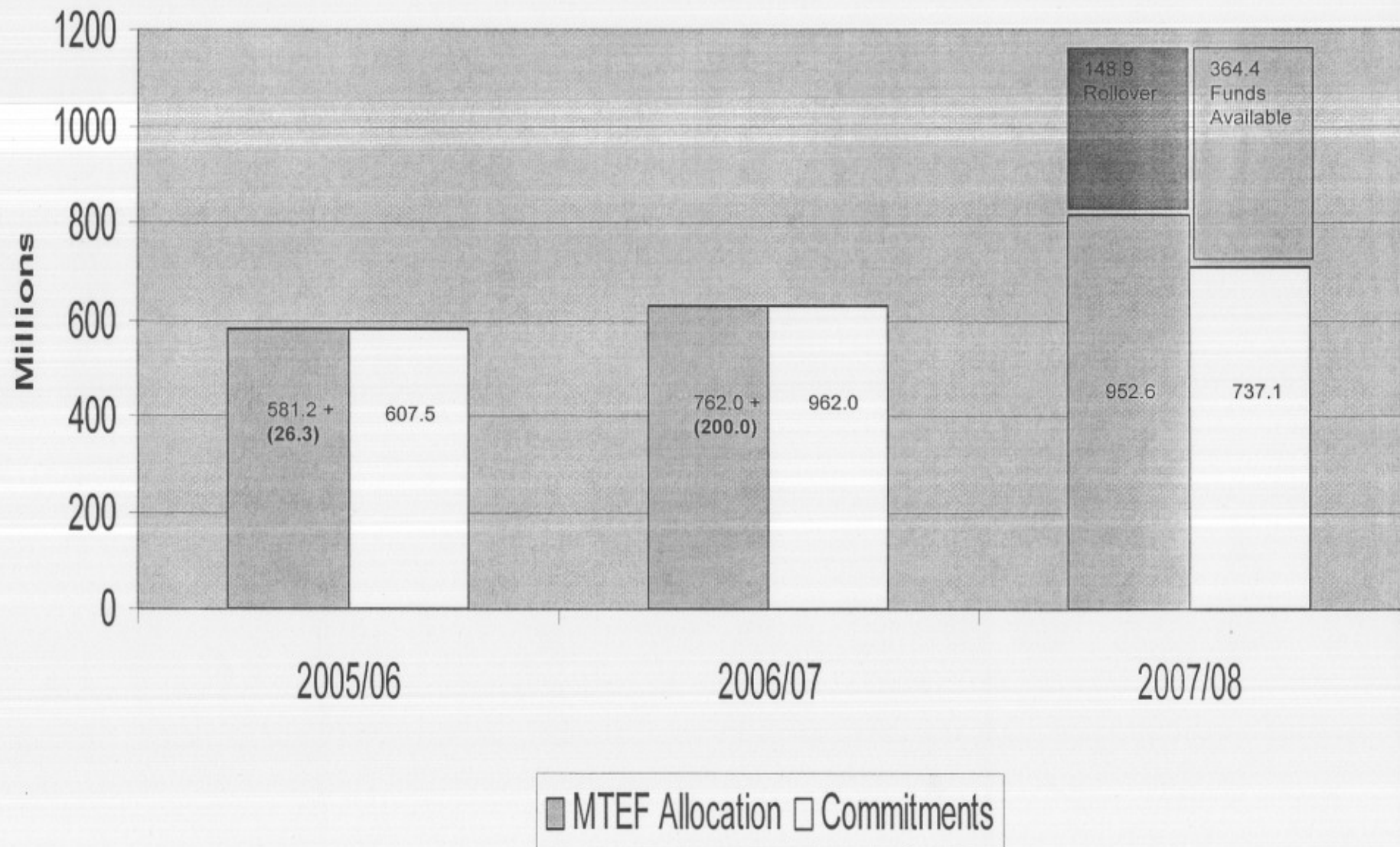
Conditional Grant (Housing Subsidy)



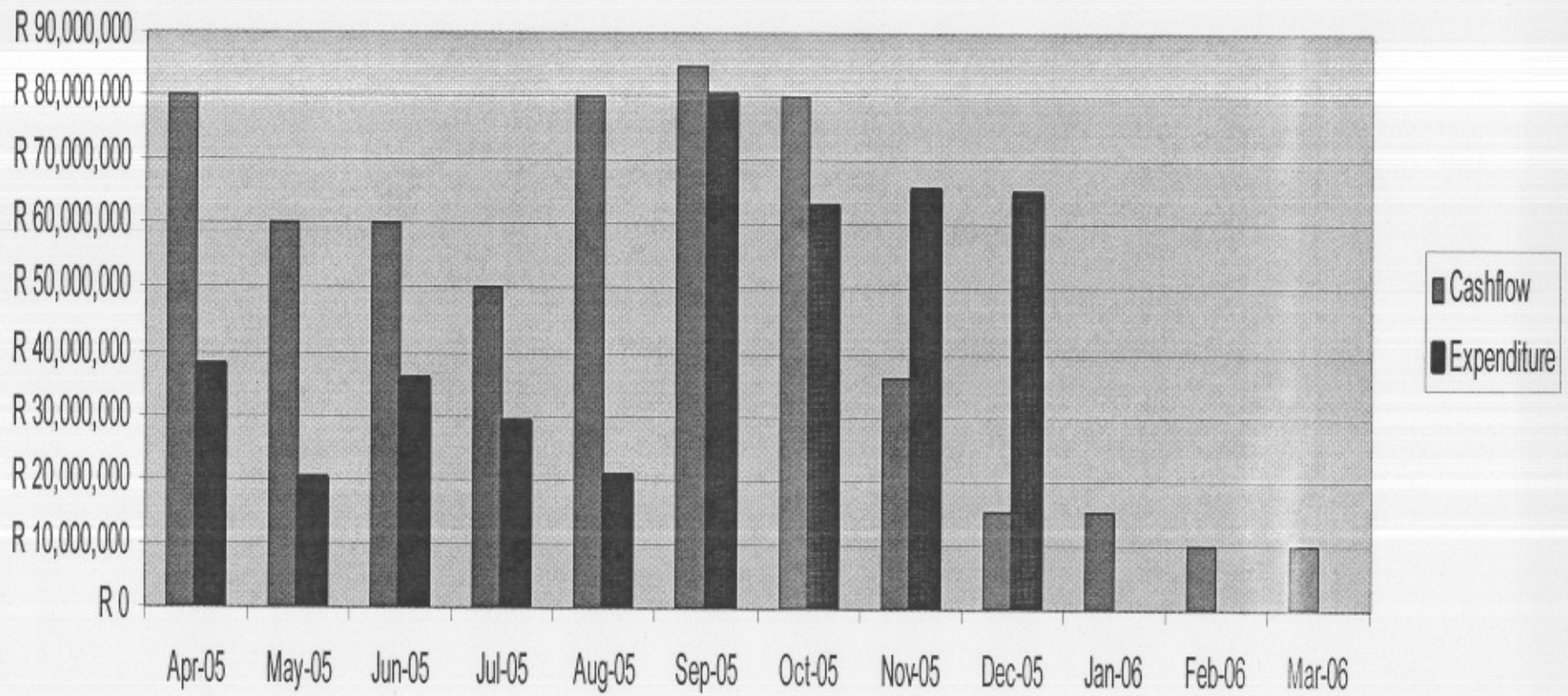
MTEF Housing Budget



MTEF Housing Budget



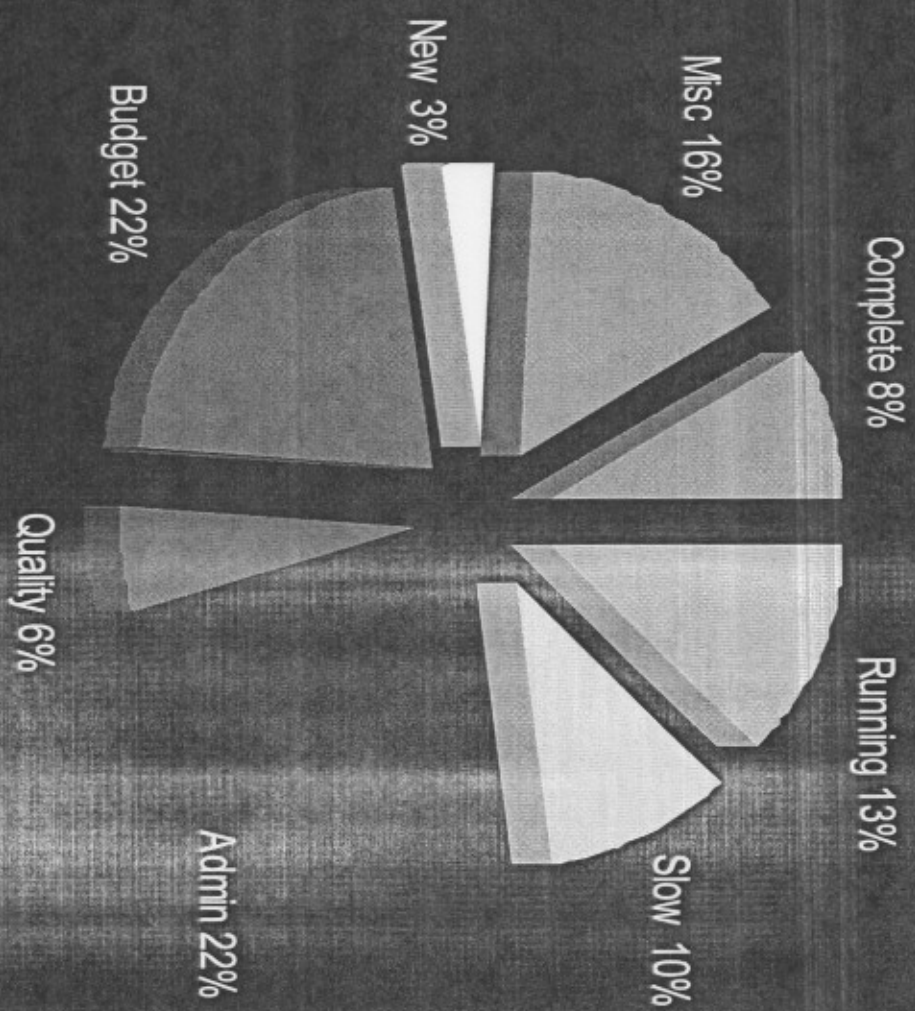
Province



Act Canyon ifications)



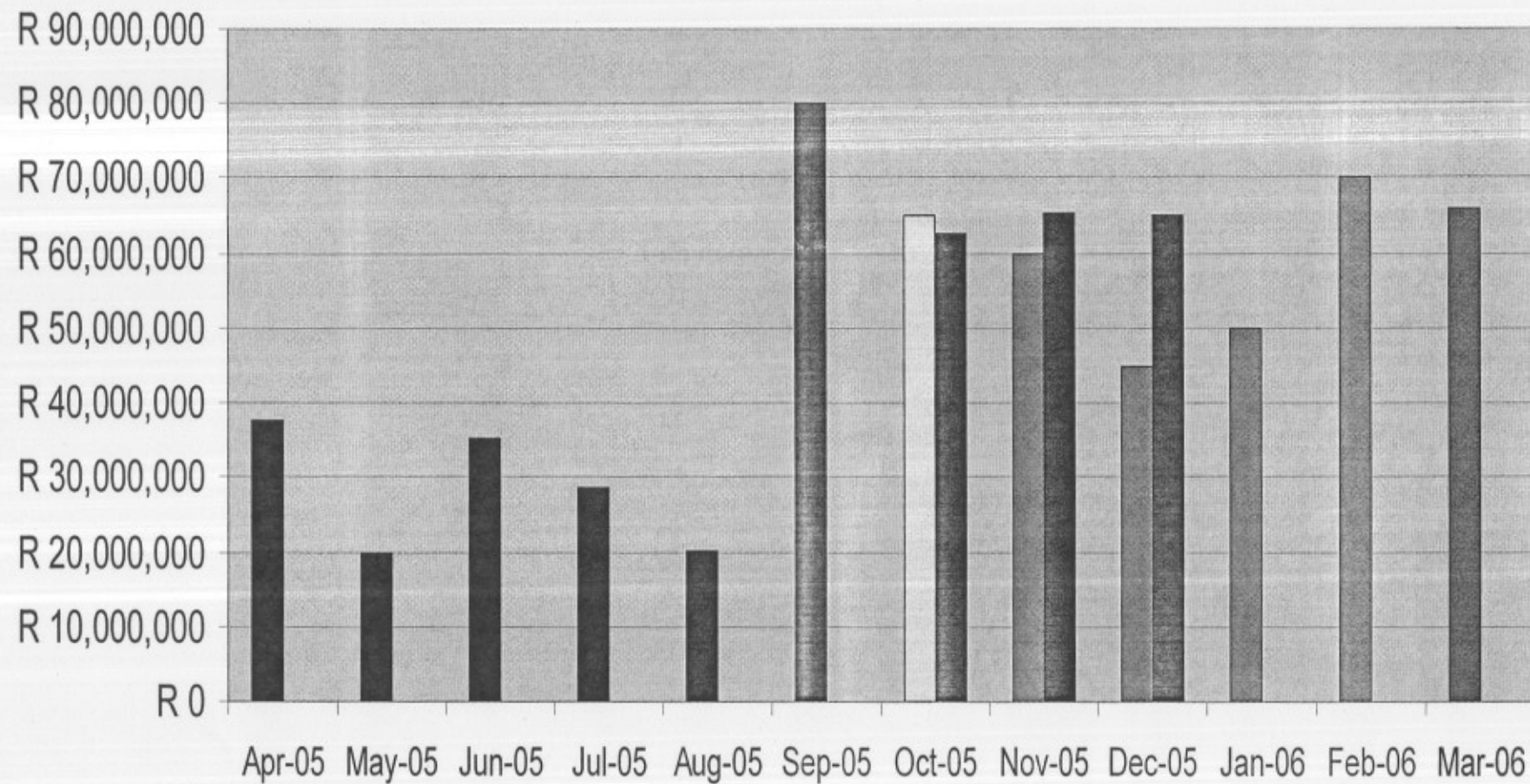
Categorization of Projects in the Province



***Budget Forecast
(Implementation of Action
Plans)***



Revised Projection for 2005/06 Expenditure



COMMUNICATION

- **MuniMEC**
- **Housing Outreach Programme**
- **Housing Support Teams**
- **Pressure Points one-on-one visits to municipalities**
- **Departmental Project Managers working closely with municipalities**
- **Joint meeting with National and Municipalities**
- **Ongoing Workshops with municipalities**
- **Joint meeting scheduled with municipalities participating in BNG Pilot Programme**
- **Consumer Education**

ACHIEVEMENTS

- Policy Communiqué compiled and circulated to all stakeholders in housing.
- Provincial policies developed and approved for implementation on unblocking of blocked projects, and collapsing of subsidy bands
- Approval of submission by National Housing on Kei Rail project for beneficiaries not qualifying for housing subsidies.
- Approval of blocked projects by TET and MEC to meet projected expenditure.

ACHIEVEMENTS

- **Upgrading of Informal Settlements: Nelson Mandela Metro Municipality-Soweto-on-Sea:**
 - Advanced progress w.r.t. to developing the destination area for de-densification/relocation. An amount of ± R20m has been spent to date
 - Initial feasibility study conducted
 - Co-operative agreement to be signed between three spheres of Government during February 2006
- **Upgrading of Informal Settlements: Buffalo City-Duncan Village**
 - Interim Business Plan approved.
 - De-densification/Relocation process has commenced. A total number of 500 houses are at various stages of completion at Reeston.
 - A total number of 142 families have since be relocated to Reeston
- **Upgrading of Informal Settlements: ADM- Mbashe Municipality-Elliotdale**
 - Project identified as a Rural Pilot Project (Only one of two identified in South Africa)
 - Interim Business Plan to be finalised during February 2006.

ACHIEVEMENTS

- **Capacity Building Programmes for Clientele held i.e.**
 - **Consumer Education Workshop**
 - **Emerging Contractor Workshop**
- **Measures to address Quality Problems taken i.e. At Gariep Municipality; meetings have been held with municipality and developers where developers were thereafter written and given an ultimatum of rectifying shoddy work or face the law**

ACHIEVEMENTS

- **The same brief was extended to Elundini Municipality**
- **Outreach programme with pressure point areas i.e. OR Tambo District Municipality and KSD Local Municipality**

ACHIEVEMENTS

- **Expenditure to-date: 72,5% (\pm R422m out of R581m allocated + R26m which is a rollover funding)**
- **Appointment of 18 Project Managers, 24 Clerks of Works, Local Government Consultants and Interns**

CHALLENGES

- **INVESTIGATIONS**
- **UNFUNDED PRIORITIES**
 - **EMERGENCY HOUSING (R 180m)**
 - **RECTIFICATION PROGRAMME**
 - **BLOCKED PROJECTS (R182m)**
 - **NEW APPLICATIONS (R 2,3bn)**

Thank You

