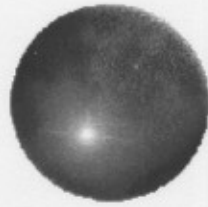


**Department of  
Local Government and Housing**

***Portfolio Committee of  
Housing***

060509 pchousing



**Mr. M J Mafereka**

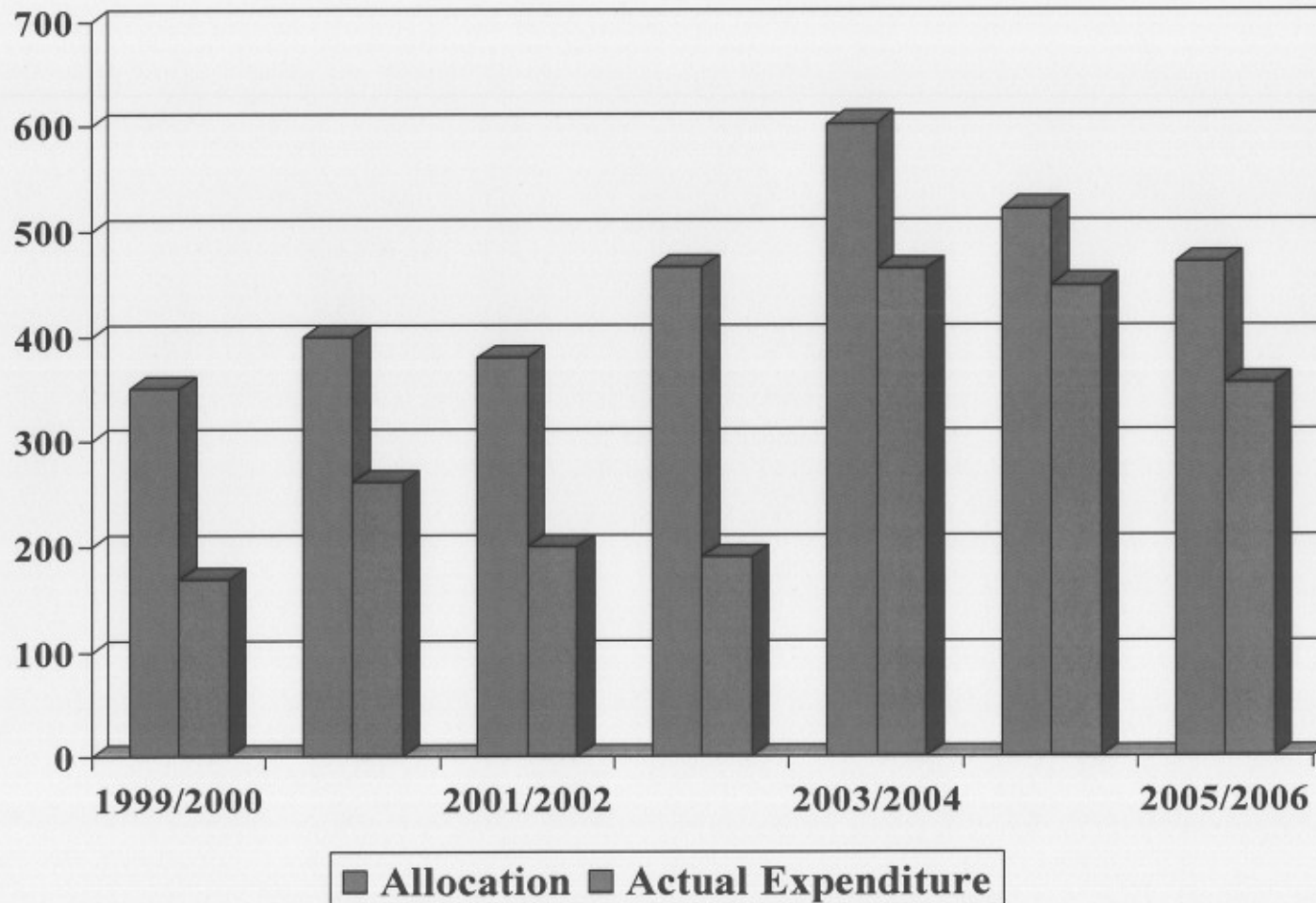
**MEC: Free State Province**

**09 May 2006**

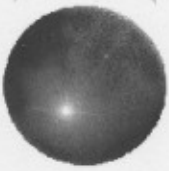




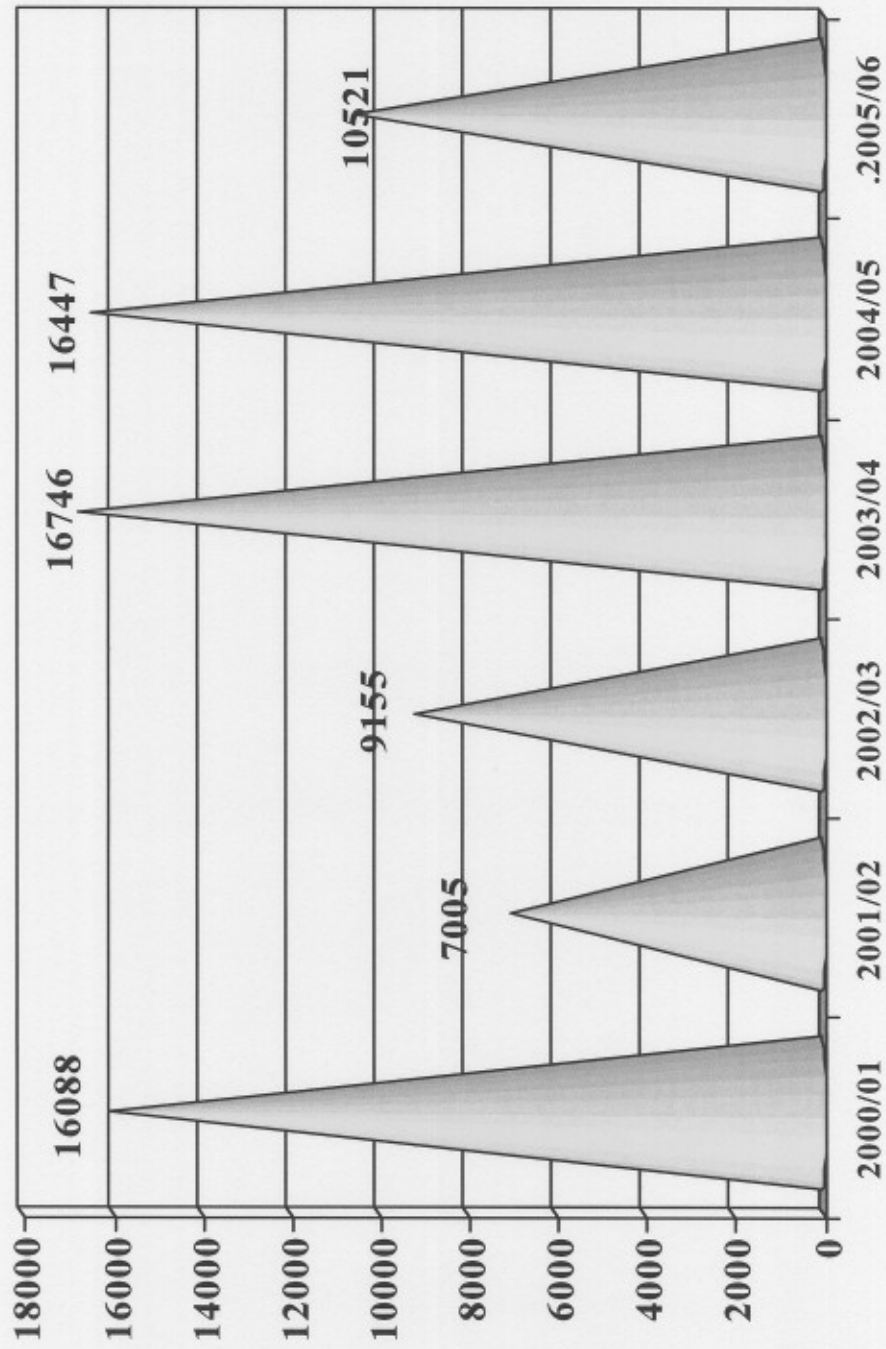
# Housing Grant: 1999/2000 – 2005/06



Roll over funds for each year included in allocation amounts.



# Housing Units Completed/Under construction





# *HOUSING GRANT*

<b>ROLL OVER FUNDS – 2004/05</b>	<b>ALLOCATION 2005/06</b>	<b>TOTAL BUDGET AMOUNT AVAILABLE</b>	<b>TOTAL EXPENDITURE UNTIL 31 MARCH 2006</b>	<b>AMOUNT STILL AVAILABLE</b>
R 72 843 000	R 398 618 000	R 471 461 000	R 355 475 222	R 115 985 778



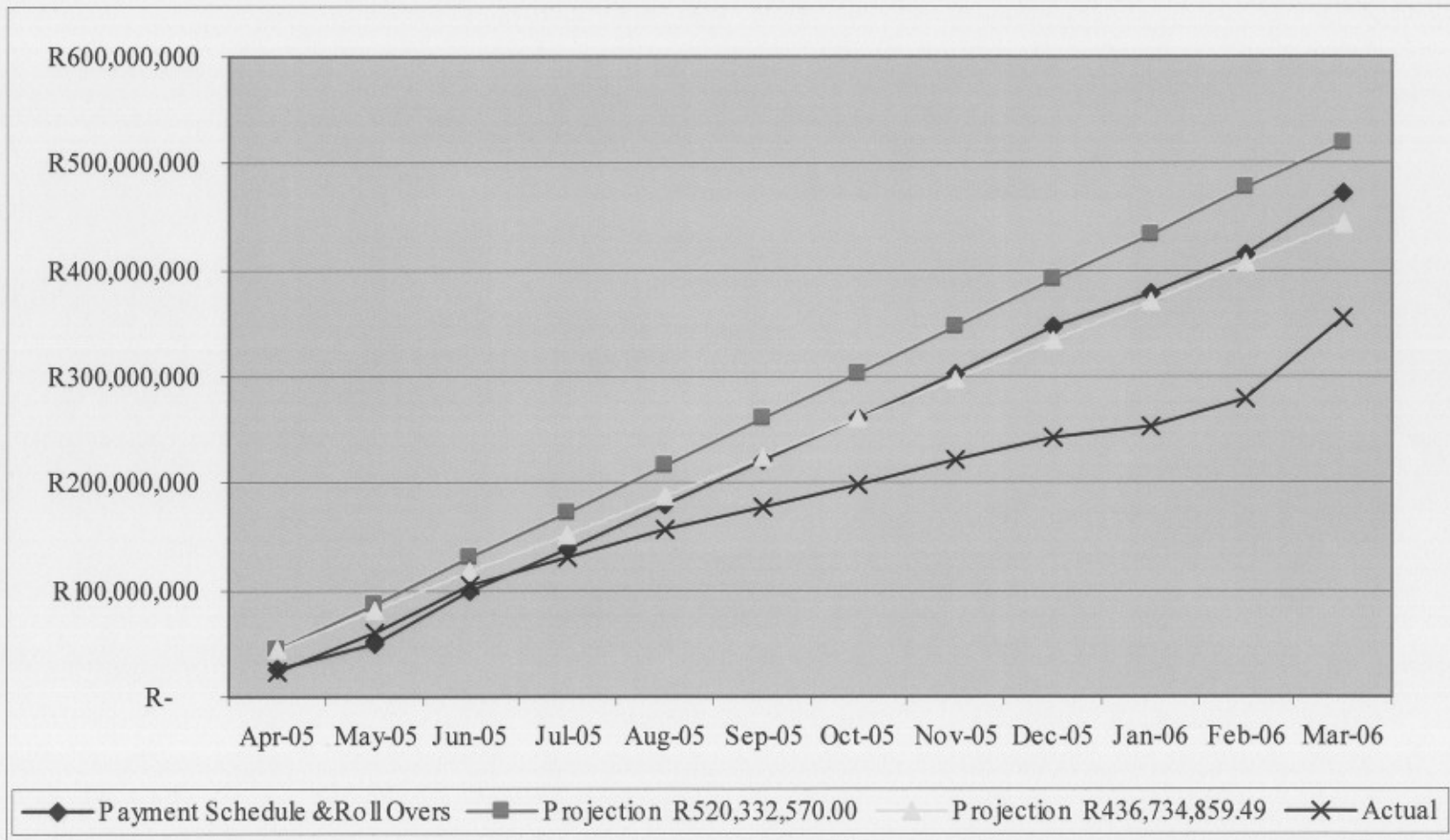
*Housing Grant: 2005/06: 1 April 2005 to  
31 March 2006*


<b>Housing Subsidies</b>	<b>Amount Budgeted</b>	<b>Expenditure</b>	<b>Amount Available</b>
Project Linked	R 346,188,000	R 345,199,084	R 988,916
PHP	R 86,219,000	R 3,458,087	R 82,760,913
Individual	R 3,000,000	R 812,060	R 2,187,940
Rural Housing	R 3,905,000	R 3,010,873	R 894,127
Hostel Upgrading	R 3,906,000	R 2,412,018	R 1,493,982
Discount Benefit	R 1,810,000	R 127,100	R 1,682,900
Disaster Management	R 11,716,000	R 0	R 11,716,000
Maintenance	R 3,000,000	R 0	R 3,000,000
Institutional Subsidies	R 11,717,000	R 456,000	R 11,261,000
<b>TOTAL</b>	<b>R 471,461,000</b>	<b>R 355,475,222</b>	<b>R 115,985,778</b>

Roll over amount of R 72 851 901 included in Project Linked budgeted amount.



## *Housing Grant: Cash flow 2005/06*



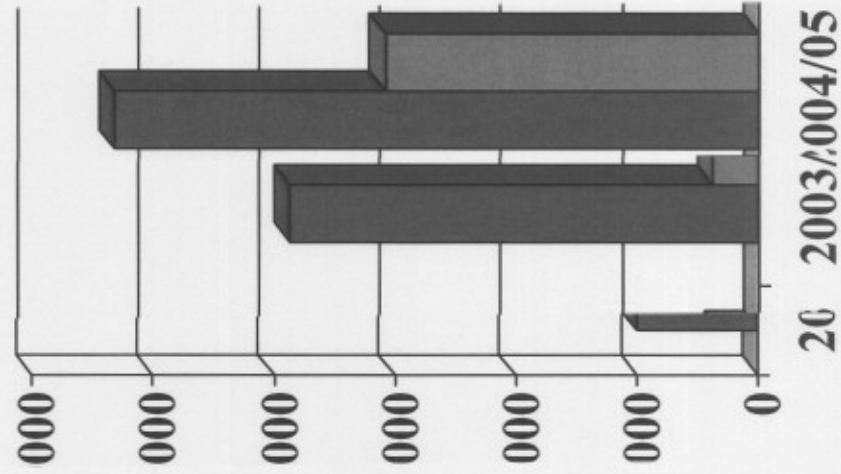


## *Housing Grant: Factors impacting on expenditure*

- ⊕ Implementation of all elements of the Comprehensive Housing Plan
- ⊕ Blocked housing projects
- ⊕ Contracts expired
- ⊕ Non availability of township registers
- ⊕ Investigation on Peoples Housing Process Projects



*in Sieme*  
*102/t- 20*







## HUMAN SETTLEMENT AND REDEVELOPMENT GRANT

<b>ROLL OVER FUNDS – 2004/05</b>	<b>ALLOCATION 2005/06</b>	<b>TOTAL BUDGET AMOUNT AVAILABLE</b>	<b>TOTAL EXPENDITURE UNTIL 31 MARCH 2006</b>	<b>AMOUNT STILL AVAILABLE</b>
R 11 207 836	R 9 475 000	R 20 682 836	R 14 655 088	R 6 027 748

In terms of the amount still available, the commitments for the upgrading of the lower portion of Dr. Belcher Road exceeded this amount with an amount of R 7 528 000 and will have to be funded out of the Integrated Housing and Human Settlement Development Grant in the 2006/07 financial year

In January 2005 the Contractor was appointed. The biggest portion of the funds is towards the railway bridge structure.

Delay's due to the fact that Spoornet, had to approve the final design, est. A further delay from Telkom, due to the relocation of existing services.

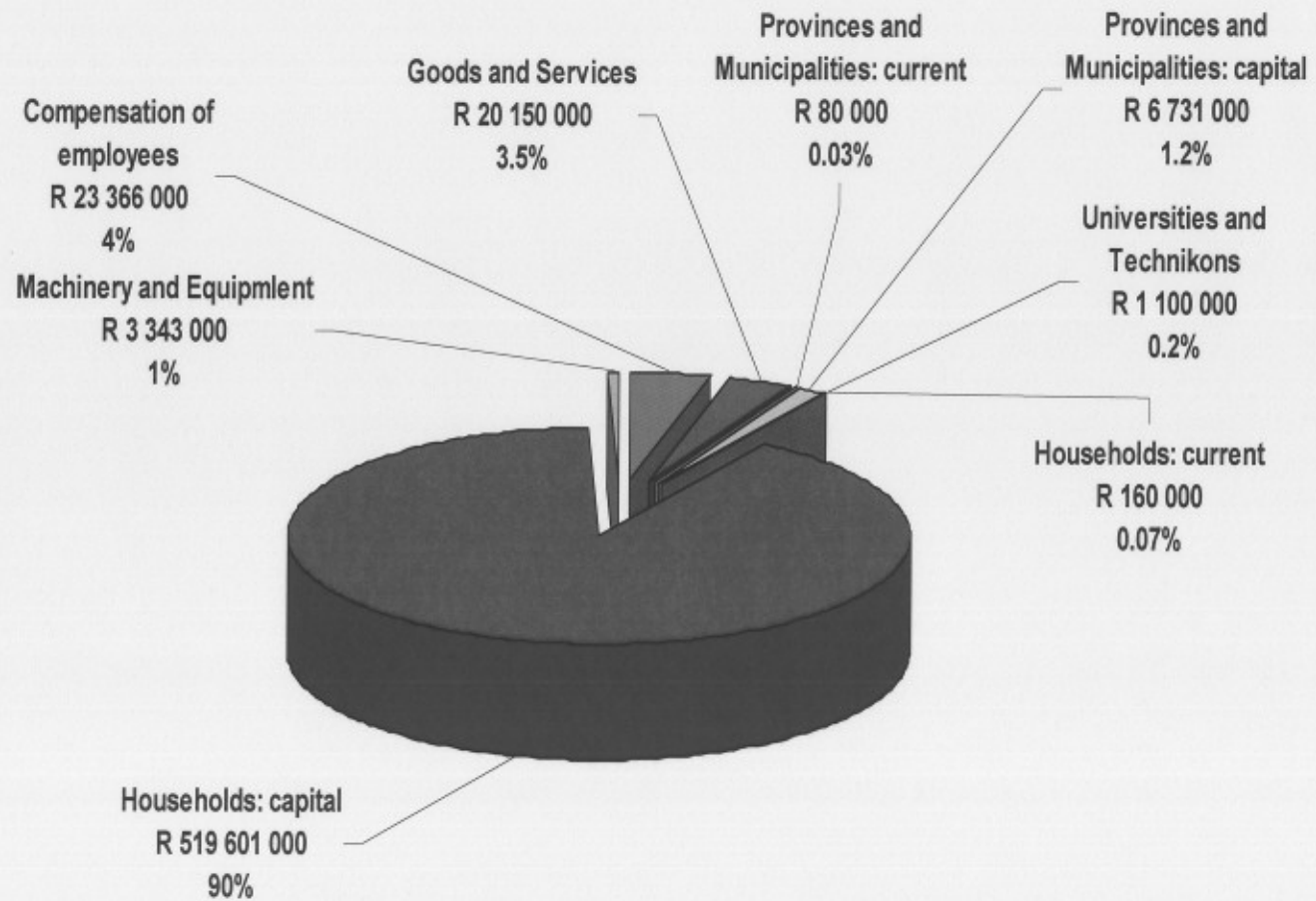
This is a multi-year project, that will proceed according to schedule and the Manguang Activity Corridor should be completed in August 2006.

Approval was granted for the extension of time, on the project the revised completion date is the end of August 2006.



# BUDGET ALLOCATION FOR 2006/2007

AMOUNT BUDGETED FOR HOUSING ECONOMIC CLASSIFICATION: R 574 531 000 FOR 2006/2007  
FINANCIAL YEAR



# SUMMARY

ECONOMIC CLASSIFICATION BUDGET	2005/2006	2006/2007								
	ACTUAL OUTCOME	BUDGET ALLOCATED	ROLL OVER	SHIFTING VIREMENT	ADUSTED BUDGET	EXPEN- DITURE	PERCENT SPEND	FUNDS AVAILABLE	PROJEC TION	POSSIBLE SAVING/ PRESSURE
R thousand						30/04/2006			MAY -MAR	
<b>Current payments</b>	<b>30,489</b>	<b>43,516</b>	<b>0</b>	<b>0</b>	<b>43,516</b>	<b>1,572</b>	<b>4%</b>	<b>41,944</b>	<b>41,944</b>	<b>0</b>
Compensation of employees	18,327	23,366			23,366	1,413	6%	21,953	21,953	0
Goods and services	12,162	20,150			20,150	159	1%	19,991	19,991	0
Financial transactions in assets and liabilities										0
Unauthorised expenditure										0
<b>Current Transfers and subsidies to:</b>	<b>3,962</b>	<b>1,340</b>	<b>0</b>	<b>0</b>	<b>1,340</b>	<b>5</b>	<b>0%</b>	<b>1,335</b>	<b>1,335</b>	<b>0</b>
Provinces and municipalities	2,873	80			80	5	6%	75	75	0
Universities and technikons	1,085	1,100			1,100	0	0%	1,100	1,100	0
Non-profit institutions								0	0	0
Households	4	160			160		0%	160	160	0
<b>Capital Transfers and subsidies to:</b>	<b>392,949</b>	<b>526,332</b>	<b>0</b>	<b>0</b>	<b>526,332</b>	<b>25,155</b>	<b>0%</b>	<b>501,177</b>	<b>501,177</b>	<b>0</b>
Provinces and municipalities	37,474	6,731			6,731	0	0%	6,731	6,731	0
Households	355,475	519,601			519,601	25,155	5%	494,446	494,446	0
<b>Total Transfers</b>	<b>396,911</b>	<b>527,672</b>	<b>0</b>	<b>0</b>	<b>527,672</b>	<b>25,160</b>	<b>5%</b>	<b>502,512</b>	<b>502,512</b>	<b>0</b>
<b>Payments for capital assets</b>	<b>1,158</b>	<b>3,343</b>	<b>0</b>	<b>0</b>	<b>3,343</b>	<b>6</b>	<b>0%</b>	<b>3,337</b>	<b>3,337</b>	<b>0</b>
Machinery and equipment	1,158	3,343			3,343	6	0%	3,337	3,337	0
<b>TOTAL</b>	<b>428,558</b>	<b>574,531</b>	<b>0</b>	<b>0</b>	<b>574,531</b>	<b>26,738</b>	<b>5%</b>	<b>547,793</b>	<b>547,793</b>	<b>0</b>

- **COMPENSATION OF EMPLOYEES**

1. Budgeted for salaries, wages and social contributions to the amount of R 23 366 000.

- **TRANSFER AND SUBSIDIES**

1. Housing Funds to an amount of R 519 601 000 had been included in the Department's budget for the 2006/07 financial year.
2. The R 6 731 000 has been budgeted for Planning and Surveying.
3. The amount of R 1 100 000 has been included for capacity building programmes.

- **PAYMENT FOR CAPITAL ASSETS**

1. Budgeted for computer equipment to the amount of R 1 940 000 and for office equipment and furniture R 783 000.
2. Provision was made to buy motor vehicles to the amount of R 580 000.
3. Survey equipment R 40 000.