



# **KwaZulu-Natal Department of Housing**

**Presentation to the  
National Council of Provinces  
Select Committee on Finance**

# Vision



- The Vision of the KwaZulu-Natal Department of Housing is: -
  - “Enabling all people to house themselves by engaging various institutions and stakeholders in the provision of a conducive and enabling environment”

# Mission

- The mission of the department is: -
  - To effectively and efficiently manage the implementation of National and Provincial Housing Programmes in partnership with the relevant role players, by developing sustainable human settlements characterized by affordable and adequate shelter for qualifying citizens in KwaZulu-Natal

# Key Focus Areas

- The key focus areas of the department are: -
  - Rationalisation and restructuring of the Department;
  - Eradication of slums in KwaZulu-Natal;
  - Strengthening governance and service delivery;
  - Ensuring job creation through housing delivery;
  - Accelerating housing delivery in rural areas;
  - Accelerating the hostel redevelopment and upgrade programme;
  - Completion of all blocked projects by 2007;
  - Creating rental / social housing opportunities;
  - Building the capacity of Housing stakeholders;
  - Promotion of homeownership;
  - Provision of housing for vulnerable groups including those affected by HIV/AIDS.



# 2<sup>nd</sup> Quarter Expenditure

Summary: Department	1st Quarter			2nd Quarter		
	Budget	Actual	Variance (Proj)	Budget	Actual	Variance (Bud)
	a	b	c	a	b	c
	R'000	R'000	R'000	R'000	R'000	R'000
Administration	16 636	15 628	1 008	34 574	32 814	1 760
Housing Planning and Development	5 545	2 180	3 365	12 048	6 920	5 128
Project Management	217 565	113 047	104 518	482 581	390 603	91 978
Property Management	55 535	18 249	37 286	94 178	45 602	48 576
<b>Total expenditure</b>	<b>295 281</b>	<b>149 104</b>	<b>146 177</b>	<b>623 381</b>	<b>475 939</b>	<b>147 442</b>

# 2<sup>nd</sup> Quarter Expenditure

- Planning and Development
  - The slower than expected rate of expenditure is as a result of delays in the drafting of Municipal Housing Plans and the late commencement of the Housing Consumer Education Programme, which is now being implemented

# 2<sup>nd</sup> Quarter Expenditure

- Project Management
  - Delays in the receipt of claims and the accuracy of claims from Developers has hampered expenditure in this programme
  - The department has approved the implementation of a large project which will address the trend of under expenditure

# 2<sup>nd</sup> Quarter Expenditure

- **Property Management**
  - The department has now approved the Hostel Rehabilitation programme in eThekweni and the municipality has already started to implement this programme
  - The department has terminated the services of the service provider for the EEDBS, resulting in delays in the programme implementation
  - The department has commenced the process of performing this task internally



# Conditional Grant Expenditure

	1st Quarter			2nd Quarter		
	Budget	Actual	Variance (Proj)	Budget	Actual	Variance (Bud)
	a	b	c	a	b	c
	R'000	R'000	R'000	R'000	R'000	R'000
Integrated Housing and Human Settlement Development	201 728	111 202	90 526	535 643	394 535	141 108
<b>Total expenditure</b>	<b>201 728</b>	<b>111 202</b>	<b>90 526</b>	<b>535 643</b>	<b>394 535</b>	<b>141 108</b>

# Conditional Grant Expenditure

- As mentioned above the department has experienced challenges with regard to expenditure on the Integrated Housing and Human Settlement Development Grant including: -
  - That Developers have not provided timely and accurate expenditure claims
  - This issue has been addressed with the developers and slight improvement has been observed