

- First Draft Monitoring, Evaluation and Impact Assessment Framework based on objectives of Comprehensive Plan;
- Commenced with development of electronic application of Monitoring, Evaluation and Impact Assessment System;
- Publication of updated information on performance of National Housing Programmes

- Developed generic reporting format to align quarterly reporting of financial and non-financial information;
- Developed performance indicators to measure performance in respect of provincial business plans

 housing
DEPARTMENT OF HOUSING
AND AFFAIRS

Purpose

Monitor the performance of housing institutions reporting to the Minister of Housing. These include, the National Housing Finance Corporation; Servcon Housing Solutions (PTY) Ltd; the Peoples Housing Partnership Trust; the Social Housing Foundation; the National Home Builders Regulation Council; Thubelisha Homes; The National Urban Reconstruction and Housing Agency and Rural Housing Loan Fund.

Achievements 2006/07

- All targets for producing quarterly reports on the performance and compliance of housing institutions were met;
- Public Entities policy was developed and approved ;
- A Staff Migration Framework for staff of entities affected by rationalisation was developed and approved;

Achievements 2006/07

- A review of the role of housing support institutions in supporting the implementation of the Comprehensive Plan was undertaken;
- Minister approved:
 - the disestablishment of Servcon Housing Solutions;
 - The extension of both Thubelisha and NHFC's mandates;
 - Establishment of the Social Housing Regulatory Authority;
 - Disestablishment of Social Housing Foundation;
 - Disestablishment of People's Housing Partnership Trust;

- Public Entities policy was developed and approved;
- A Staff Migration Framework for staff of entities affected by rationalisation was developed and approved;

Purpose

To monitor trends, impacts and patterns in housing and investment finance against government's development programmes.

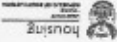

Achievements 2006/07

The following achievements were realised:

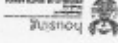
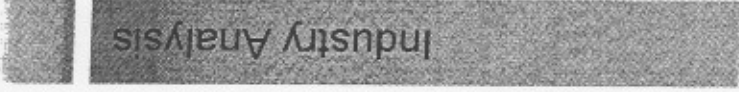
- Produced reports on trends, impacts and patterns in housing and investment finance against Government's development programmes
- Produced reports on the performance of the macro-economic sector, including indicators such as inflation, exchange rates, GDP, etc
- Housing and Economy Publication was produced, advising management on activities within the Construction, Economics and Finance Sector and how they have impacted on the Delivery of Government Subsidised Housing.

Purpose

Monitor and analyse the impact of governments' housing policy and programmes on the construction sector, the financial sector and the economy



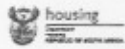
Industry Analysis





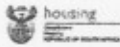
Achievements 2006/07

- **Social Contract for Rapid Housing Delivery;**
 - Task teams to deal with obstacles in town planning, financial and land issues established
 - A report on late payment of contractors and its consequence completed
- **First Govan Mbeki Housing Awards**
 - Awards coordinated and consummated during October 2006
- **Land and landed properties**
 - The unit initiated negotiations with DPE and Transnet to access non-core assets suitable for human settlement programmes.



Achievements 2006/07

- **Alternative Building Technology**
 - Unit supported the initiative by NHBRC to establish the innovation hub.
 - Coordinated a tour to the project by the Portfolio committee in Housing
- **Ministerial Programmes**
 - Gave support to the AMCHUD Bureau meeting in Kenya
 - Part of support during the visit by Minister of Housing from the Dutch
 - Part of the Taung disaster programme
- **Restructuring of Housing Institutions**
 - Developed the framework of engagement to the process of restructuring institutions.



Office of Disclosure

Purpose

- Eradicate discrimination and unfair practices to do with access to housing finance, by implementing and administering the Home Loan and Mortgage Disclosure Act 63 (2000) and its regulations.

Measurable Objective:

- Increase the level of private sector finance for affordable housing by 42 billion by December 2008, ensuring that this will be achieved through monitoring and analysing lending practices and supporting the development of appropriate instruments by lending institutions and development of appropriate partnerships between lending institutions, government, housing support institutions and other lenders

Strategic Objectives

- Promote transformation in financial services associated with housing finance to low to medium income households;
- To facilitate and ensure the availability and accessibility of affordable housing finance instruments/products and savings schemes to low to medium income households.
- To identify possible discriminatory lending patterns in housing finance to low to medium income households by implementing the Home Loan and Mortgage Disclosure Act.
- To monitor that financial institutions meet the targets they set in terms of the financial services sector charter

Achievements 2006/07


- The draft Regulations were developed
- Consultative process concluded with the Governor of South African Reserve Bank and the Minister of Finance as per legislation.
- All other stakeholders were consulted on the draft regulations
- Setting up the IT infrastructure required for the monitoring task
- Managed the negotiations on the FSC and MOU
- Compliance manual in an advanced stage of finalisation

VISION: A NATION HOUSED IN SUSTAINABLE HUMAN SETTLEMENTS
WITH ACCESS TO SOCIO-ECONOMIC INFRASTRUCTURE

MISSION: TO ESTABLISH & FACILITATE A SUSTAINABLE PROCESS
THAT PROVIDES EQUITABLE ACCESS TO ADEQUATE HOUSING FOR ALL
WITHIN THE CONTEXT OF AFFORDABILITY OF HOUSING & SERVICES
& ACCESS TO SOCIAL AMENITIES & ECONOMIC OPPORTUNITIES

PROGRAMME 5: HOUSING DEVELOPMENT FUNDING

Department
Housing
REPUBLIC OF SOUTH AFRICA



housing

BREAKING NEW GROUND IN HOUSING DELIVERY
HOUSES, SECURITY & COMFORT



- Purpose
 - To fund National Housing and Human settlement Programmes in terms of the housing Act (1997).
- Measurable Objective
 - Ensure that expenditure by provinces and municipalities in terms of the integrated housing and human settlement development grant achieves national policy priorities and annual housing delivery commitments as defined in provincial strategic plans, and comply with the Public Finance Management Act (1999) and Division of Revenue Act requirements.

Sub-programmes

- In addition to three existing sub-programmes, the Social Housing Programme sub-programme has been introduced:
 - **Fund Management** administers payments of the conditional grant to provinces.
 - **The Integrated Housing and Human Settlement Development Grant** reflects the conditional grant allocation that is transferred to provinces.
 - **Interest and Redemption on Private Loans** administered the interest payments on liabilities held by the National Housing Development Board and the South African Housing Trust, all of which have been transferred to National Treasury.
 - **Social Housing Programmes** will implement the new social housing policy. This includes overseeing the establishment of the Social Housing Regulatory Authority, providing subsidies to established social housing institutions and preparing social housing projects for capital subsidies.



Objectives and Indicators


- The Housing Development Funding programme accounts for the bulk of the Department's expenditure, as it channels the funds for providing housing and integrated settlements.
- As a result, the programme consists almost exclusively of transfers, particularly through the Integrated Housing and Human Settlement Development Grant sub-programme.
- A budget of R6,349 billion was allocated to the Integrated Housing and Human Settlement Development Grant for the 2006/07 financial year in the 2006 budget, and an additional R110 million was provided for the implementation of the social housing policy in the adjustment estimate.



Recent outputs

- Provinces achieved a spending rate of 95 per cent of all funds available (funds available is made up of the annual allocation plus approved rollovers).
- They spent R6,535 billion against a budget of R6,942 billion which includes rollover funds.
- The rollover amount in provinces have been reduced from R375 million in 2004/05 to R119 million in 2005/06.
- During 2006/07 a total of 166 523 subsidies were approved and 271 219 housing units were completed.

Provincial Performance


 housing
 DEPARTMENT OF HOUSING
 REPUBLIC OF SOUTH AFRICA

Conditional grant exp 2006/07

2006/07									
Provinces	Voted R'000	Additional Appropriated R'000	Appropriated at Province R'000	Total Available R'000	Year to date (1 April 2006 - 31 March 2007)				
					Transfer-red Funds R'000	Spent by Provinces R'000	Unspent Funds R'000	Spent as % of Total Available	Unspent as % of Total Available
Eastern Cape	761,994	-	-	761,994	676,700	637,695	124,299	84%	16%
Free State	522,601	-	6,028	528,629	522,601	528,412	217	100%	0%
Gauteng	1,757,666	-	-	1,757,666	1,757,666	1,748,283	9,383	99%	1%
KwaZulu-Natal	1,048,376	-	-	1,048,376	1,048,376	1,074,521	-26,145	102%	-2%
Limpopo	521,331	-	100,236	621,567	521,331	646,732	-25,165	104%	-4%
Mpumalanga	421,002	-	-90,918	330,084	361,933	329,949	135	100%	0%
Northern Cape	104,774	-	-	104,774	104,774	104,774	-	100%	0%
North West	613,405	84,014	2,496	699,915	697,419	696,484	3,431	100%	0%
Western Cape	598,800	388,206	11,137	998,143	987,006	768,209	229,934	77%	23%
Total	6,349,949	472,220	28,979	6,851,148	6,677,806	6,535,059	316,089	95%	5%



Housing units completed & in process of completion

PROV	HOUSING UNITS COMPLETED & IN PROCESS OF COMPLETION					
	02/03	03/04	04/05	05/06	06/07	94/95 to Mar 07
EC	58,662	27,119	37,524	19,825	16,526	288,231
FS	9,155	16,746	16,447	20,536	19,662	161,250
GP	24,344	49,034	66,738	59,310	77,044	592,457
KZN	24,485	33,668	36,734	35,872	38,290	390,098
LP	14,953	15,810	16,514	46,813	23,609	217,513
MP	21,649	21,232	18,000	14,986	10,651	169,962
NC	6,056	3,787	3,598	8,667	3,880	49,145
NW	23,784	10,484	10,037	35,515	46,972	228,361
WC	20,500	15,735	11,756	11,310	34,585	258,896
TOTAL	203,588	193,615	217,348	252,834	271,219	2,355,913

