



human settlements  
Department of Human Settlements  
FREE STATE PROVINCE

# **2023/24 Human Settlements Development Grant (HSDG)**

## **RECOVERY PLAN PROGRESS**

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# SUMMARY OF ORIGINAL HSDG ALLOCATION 2023/24

<b>District - Region</b>	<b>Sum of Total Annual No of Sites</b>	<b>Sum of Total Annual Site Budget</b>	<b>Sum of Total Annual No of Units</b>	<b>Sum of Total Annual Unit Budget</b>	<b>Sum of Total Annual Professional Fees Budget</b>	<b>Sum of Total Annual Budget</b>
<b>FEZILE DABI</b>	0	R 27 500 000,00	307	R 38 678 950,00	R 121 607 973,00	R 191 652 965,00
<b>FREE STATE</b>	0	R 0,00	520	R 113 655 440,00	R 32 910 012,00	R 147 018 827,00
<b>LEJWELEPUTSWA</b>	1765	R 51 160 000,00	305	R 51 189 264,00	R 12 462 872,00	R 120 303 876,00
<b>MANGAUNG</b>	475	R 52 905 958,00	387	R 74 338 592,00	R 15 350 016,00	R 149 652 064,00
<b>THABO MOFUTSANYANA</b>	750	R 96 635 046,00	171	R 24 494 490,00	R 16 112 486,00	R 156 750 497,00
<b>XHARIEP</b>	167	R 37 700 000,00	263	R 37 876 648,00	R 6 030 000,00	R 82 720 771,00
<b>Grand Total</b>	<b>3157</b>	<b>R 265 901 004,00</b>	<b>1953</b>	<b>R 340 233 384,00</b>	<b>R 204 473 359,00</b>	<b>R 848 099 000,00</b>

# SUMMARY OF **REDUCED** HSDG ALLOCATION 2023/24

District - Region	Sum of Total Annual No of Sites	Sum of Total Annual Site Budget	Sum of Total Annual No of Units	Sum of Total Annual Unit Budget	Sum of Total Annual Professional Fees Budget	Sum of Total Annual Budget
FEZILE DABI	595	R 14 600 000,	271	R 37 841 997,00	R 66 100 000,00	R 119 890 987,00
FREE STATE	0	R 0,00	586	R 140 856 519,66	R 28 656 437,00	R 169 531 091,66
LEJWELEPUTSWA	428	R 9 200 532,59	40	R 21 220 000,00	R 5 374 056,62	R 36 199 979,21
MANGAUNG	0	R 37 000 000,00	133	R 54 374 613,78	R 12 331 416,00	R 106 095 668,54
THABO MOFUTSANYANA	1000	R 108 496 176,04	346	R 46 956 234,10	R 8 339 541,00	R 164 414 371,14
XHARIEP	335	R 22 699 839,45	46	R 8 418 000,00	R 7 140 000,00	R 38 966 902,45
Grand Total	2358	R 191 996 548,08	1422	R 309 667 364,54	R 127 941 450,62	R 635 099 000,00

## 2023/24 CONDITIONAL GRANT PERFORMANCE AS 6 NOVEMBER 2023

CONDITINAL GRANT	BUDGET ALLOCATED	REVISED ALLOCATION	EXPENDITURE 2023/24	Variance	% Spent
	R'000		R'000	R'000	%
Human Settlements Development Grant	848 099	598 099	313 558	284 541	52%
Informal Settlements Upgrading Partnership Grant	252 209	223 704	21 254	202 450	10%
<b>Total</b>	<b>1 100 308</b>	<b>821 803</b>	<b>334 812</b>	<b>486 991</b>	<b>41%</b>

TRANSFERS AS AT 6 NOV 2023	
HSDG Received to Date	541 879
Exp to Date	313 558
Percentage	<b>58%</b>

TRANSFERS AS AT 6 NOV 2023	
ISUP Received to Date	123 095
Exp to Date	21 254
Percentage	<b>17%</b>

The department had recorded a 65% expenditure performance before the November tranche of R61 million was received on 3 November 2023

# RECOVERY PLAN SUMMARY

Recovery Item	Value	Spent as at November	Description
Units (1108)	202 764 000	7 653 288	Newly appointed contractor take up sites for 2000 units worth 436 million
Land & Properties	103 000 000	27 212 100	Acquisition of land and two buildings in Mangaung Metro
Sites	268 735 095	156 334 700	Contractors now appointed in all sites w
Asbestos Removal	79 689 229	75 855 154	Teams now working in all clusters across the province
Title Deeds	17 863 388	648 300	Panel of conveyancers appointed to deal with all title deeds
Emergency	5 000 000	5 000 000	(Umgababa Hostels) Repair works near completion
NHBC	6 000 000	186 439	For the enrolment of new units (1108) and geotechnical investigations
Accreditation	2 000 000	0.00	Accreditation for, Malutii a Phofung, Matjhabeng, and Dihlabeng Municipality, Mangaung
CRU	27 882 634	648 600	One appointment already concluded on Hostel
Mud Houses	14 390 000	0.00	As part of ministerial interventions under 2000 units
Township Establishment Projects-Greenfield	5 959 186	0.00	Projects currently running and progressing well
OPSCAP	34 168 468	R 23 358 737	Operations Capital
Total Currently Expended	80 647 000	313 558 000	Amount has to date been expended under HSDG
Grand Total	847 903 905		

# SITES PROJECTS FOR RECOVERY EXPENDITURE: SITES (ON PROCUREMENT )

Project Description	Estimated Value (incl. taxes)	Procurement Status	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Total
Water and Sewer Reddersburg	R35 000 000	Contractor on site		R3 000 000	R2 500 000	R3 000 000	R3 000 000	R3 000 000	R14 500 000
Water and Sewer Kroonstad	R230 000 000	Contractor on site		57 000 000	R3 000 000	R4 000 000	R7 000 000	R7 000 000	R78 000 000
Water and Sewer Hanipark	R12 900 000	Preparing site handover		R3 000 000	R2 000 000	R2 500 000	R4 000 000	R4 000 000	R15 500 000
Water and Sewer Petrusburg	R63 000 000	Contractor appointed		R3 500 000	R2 000 000	R2 500 000	R4 000 000	R6 000 000	R18 000 000
Water and Sewer K10 Kutwanong	R23 650 000	Preparing site handover		R3 000 000	R2 500 000	R3 500 000	R4 000 000	R4 000 000	R17 000 000
Ventersburg Water and Sewer	R45 000 000			R1 500 000	R1 000 000	R1 500 000	R1 500 000	R2 000 000	R7 500 000
Welkom 390 Water & Sewer	R40 000 000	Preparing site handover			R2 000 000	R2 500 000	R3 500 000	R4 000 000	R12 000 000
Paul Roux Roads	R90 000 000	Appointment being concluded		R2 500 000	R2 000 000	R3 000 000	R3 500 000	R4 000 000	R15 000 000
	R539 550 000		R0	R16 500 000	R17 000 000	R22 500 000	R30 500 000	R34 000 000	R177 500 000



# SOD TURNING IN KROONSTAD 5300 SITES



# **RECOVERY PLAN: INFORMAL SETTLEMENT PARTNERSHIP GRANT**

# ISUPG **ADJUSTED** BUDGET SUMMARY – 2022/23 Financial Year

Budgetary Arrangement	Activities in the Plan	Number of Informal Settlements	Total Budget	%	Total Adjusted Budget	%
<b>Social Facilitation</b>	3% Social Facilitation	9	R883,349	0,35%	R1 605 849	0,7
<b>Human Rights Package</b>	Alternative Sanitation	1	R6,013,843	2,31%	R6 013 848	2,7
<b>Social and Economic Amenities</b>	<b>N/A</b>		R0	0%	R0	0
<b>Security of Tenure and Formalisation</b>	Title Deed	1	R133,900	0,05%	R133,900	0,06
	EIA Application (All Studies)	7	R1,181,601	0,47%	R1 209 501	0,5
	Traffic Impact Study	15	R1,466,470	0,58%	R1 522 270	0,68
	Geo Technical investigation TIA	8	R1,087,118	0,43%	R1 198 718	0,5
	Township Layout Plan	15	R4,408,854	1,75%	R4 380 954	1,95
	Land Surveying, Pegging and General Plan	18	R9,334,419	3,70%	R9 222 819	4,1
	Township Register Opened	16	R4,013,031	1,59%	R3 957 231	1,76
	Engineering Designs for Water	8	R8,104,800	3,21%	R12 809 804	5,72
Engineering Designs for Sewer	9	R16,025,038	6,35%	R19 013 038	8,49	
<b>Permanent Infrastructure</b>	Bulk and Link - Sanitation Construction	1	R27,618,870	10,95%	R27 618 870	12,3
	Reticulation / Individual Municipal Engineering Services: Water	14	R111,931,842	44,42%	R87 782 022	39,2
	Reticulation / Individual Municipal Engineering Services: Sanitation	14	R60,005,860	23,83%	47 235 176	21,11
<b>TOTAL</b>		<b>55</b>	<b>R252 209 000.00</b>	<b>100%</b>	<b>R223 704 000</b>	<b>100%</b>

# SUMMARY - Progress to date

## TOWNSHIP ESTABLISHMENT PROJECTS

No of Projects	BUDGET	Expenditure To Date	PROGRESS
26	R37 511 190	R1 738 627	<p style="text-align: center;">19 projects have commenced with feasibility studies</p> <p style="text-align: center;">2 project are completed</p> <p style="text-align: center;">3 projects are ongoing and various stages of completion</p> <p style="text-align: center;">2 projects are for relocation and currently finalizing the appointment of service provider</p>

## INFRASTRUCTURE PROJECTS

No of Projects	BUDGET	Expenditure To Date	Annual Target	Achieved To Date	PROGRESS
16	R188 287 161	R19 525 890.75	1000	80	Most projects are on design phase

# Township Establishment Projects – Progress to date

MUNICIPALITY	TOWN/SETTLEMENT/S	PLANNED PROJECT	BUDGET	EXPENDITURE TO DATE	PROGRESS
Masilonyana	Brandfort Majwemasweu – Slovo Park	Brandfort, Majwemasweu: Slovo Park Township Establishment	R1 105 700	R1 105 700	Project completed,
Nala	Wesselsbron Nyakallong – Khalinkomo & Vergenoeg	Wesselsbron, Monyakeng: Vergenoeg Township Establishment	R337 287	R 337 287	Project completed,
Matjhabeng	Welkom Thabong - N1 Gugulethu	Matjhabeng: DoornPan N1 Township Est (Phase)	R1 666 378		New formalization projects, service provider appointed and have commenced with inception meetings
Maluti-a-Phofung	Silahliwe	Free State - Planning & Surveying (bopa Lesedi)	R2 859 903		To be paid this month
	Harrismith Intabazwe – Portion 41	Portion 41 of Farm Dorps Gronden 131 Township Establishment	R 2 360 189	R295,639.99	Social compact completed, Geo tech, services report completed
Mantsopa	Manyatseng – Marikana and Palamente	Marikana Township Establishment	1 828 000	R0.00	SG approval on site 3585 MPT approval on site 1960 Finalizing submission to MPT on remaining Portion of Farm Dorpsgronden
Setsoto	Clocolan Hlohlolwane – Internal Settlements	Clocolan - Farm Clocolan Townland No. 40 Township Est	R 530 059	R0.00	SG Submission
Kopanong	Fauriesmith - Ipopeng	Fauriesmith, Ipopeng and Riverdale Township Establishment	R 413 490	R0.00	Application submitted to MPT
Letsemeng	Jacobsdal – Phambili	Letsemeng: Phambili Township Est - Phase 1	R 7 414 671	R0.00	Inception meeting took place on the 1 <sup>st</sup> November
Mohokare	Refengkgotso and Ezibeleni	Zastron, Matlakeng: Mooifontin Township Establishment	R2 852 523	R0.00	

# Township Establishment Projects – Progress to date

MUNICIPALITY	TOWN/SETTLEMENT/S	PLANNED PROJECT	BUDGET	EXPENDITURE TO DATE	PROGRESS
Mafube	Cornelia Ntswanatsatsi-Internal Settlements	Cornelia Ntswanatsatsi Township Establishment	R425 622	R0,00	New formalization projects, service provider appointed and have commenced with inception meetings
	Frankfort Namahadi – Internal Settelements	Frankfort Namahadi Township Establishment	R500 045	R0,00	
	Villiers Qalabotjha – Internal Settlements	Villiers Qalabotjha Township Establishment	R493 000	R0,00	
	Twelling Mafahlaneng – Internal Settlements	Twelling Mafahlaneng Subdivison and Rezoning	R397 500	R0,00	
Tswelopele	Bultfontein Phameng – Park 5229 Baipehi	Bultfontein Subdivision And Rezoning - Phase 1	R227 998	R0,00	
	Bultfontein Phahameng-Baipeing	Phahameng 200 Subdivison and Rezoning - Phase 1	R 255 210	R0.00	
Nala	Wesselsbron Nyakallong – Khalinkomo & Vergenoeg	Nala :erven 6819 And 10275 Township Est - Phase 1	R 587 000	R0,00	
Tokologo	500 Section	Subdivision and Rezoning, Erven 1174/75 and 1315/16	R487 945	R0,00	
Mantsopa	Manyatseng - Platberg	Ext 15 Subdivision and Rezoning	R315 720	R0,00	
Phumelela	Memel Zamani – Forster SEction	Phumelela: Memel (foster Section) W&s (Phase)	R 8 400 000	R0,00	
	Memel Zamani – Forster Section	Memel Township Establishment	R 1 971 100	R0,00	

# Township Establishment Projects – Progress to date

MUNICIPALITY	TOWN/SETTLEMENT/S	PLANNED PROJECT	BUDGET	EXPENDITURE TO DATE	PROGRESS
Kopanong	Mokoai Moletsane	Reddersburg Township Establishment	R197 049	R0.00	New formalization projects, service provider appointed and have commenced with inception meetings
Kopanong	Ghost Park Edenhoogte	Edenburg Township Establishment	R227 759	R0.00	
Nketoana	Reitz Petsana - Hillview	Petsana Subdivision And Rezoning - Phase 1	R620 042	R0.00	
Dihlabeng	Bohlokong - Captain Charles	Relocation from Captain Charles to Ext. 5 Bakenpark	R 867 000	R0.00	Advert for quotations went out on th 1 <sup>st</sup> Nov, relocations planned for mid Nov
	Bohlokong - Boipatong	Relocation from Boipatong to Ext. 7 Bakenpark	R 170 000	R0.00	Advert for quotations went out on th 1 <sup>st</sup> Nov, relocations planned for mid Nov
<b>Total</b>			<b>R37 511 190</b>	<b>R1 738 627</b>	

# Infrastructure Projects – Progress to date

MUNICIPALITY	TOWN/SETTLEMENT/S	PLANNED PROJECT	BUDGET	EXPENDITURE TO DATE	PROGRESS
Metsimaholo	Sasolburg Zamdela - Raymond Mohlaba and Moodraai	Metsimaholo 2962 Sasolburg Water and Sewer Zamdela Ext 18 Moodraai Raymond Mohlaba 3075	R32 745 908	R420 325.13	Project at Evaluation stage, payment for the designs
Maluti-a-Phofung	Makholokoeng	Harrismith Makholokoeng - 1700 Households Water Reticulation	R47 089 680	R14 744 415	Contractor on site, project progressing well
Nala	Bothaville Kgotsong - Matlharantlheng	Bothaville Matlharantlheng Water And Sewer	R25 950 502	R660 100 (R9 011835)	30% 80 sites connected with water and sewer
Matjhabeng	Mamahabane -Roma and DND	Matjhabeng: Water and Sewer for 500 sites in Mmamahabane Ext 4	R3 750 000	R1 891 964,01	Project completed
	Bronville - Rethuseng, Matlharantlheng (Bronville) and Ext 20 1&2	Matjhabeng: Water and Sewer for 800 sites in Thabong Ext 25 Homestead	R12 215 000	R1 809 086,61	Challenges with high water table in the area
	Welkom Thabong - Phokeng block 1&2 and Kgotha	Water and Sewer for 873 sites in Welkom, Thabong Ext 27 (Phokeng)	R4 000 000	R0.00	Contractor back on site
	Welkom Thabong - Freedom Square & C Section	Matjhabeng Selatile Moloji - Water and Sewer for 390 sites in Welkom Thabong/Bronville Ext 26 (Freedom Square) - Phase 1	R8 750 000	R0.00	Challenges with high water table in the area
Ngwathe	Abazimeli	Ngwathe Tumahole Ext 7 W&S	R3 500 000	R0.00	Awaiting municipal pump station connection

# Infrastructure Projects – Progress to date

MUNICIPALITY	TOWN/SETTLEMENTS	PLANNED PROJECT	BUDGET	EXPENDITURE TO DATE	Progress to date
Setsoto	Senekal, Matwabeng – Masaleng & Mokodumela	Senekal, Matwabeng Ext 7: Water and Wewer + Pump station	R 9 078 000	R0.00	Service provider appointed, busy with the designs
Dihlabeng	Bohlokong - Captain Charles	Relocation from Captain Charles to Ext. 5 Bakenpark	R 867 000	R0.00	Advert for quotations went out on th 1 <sup>st</sup> Nov, relocations planned for mid Nov
Dihlabeng	Bohlokong - Boipatong	Relocation from Boipatong to Ext. 7 Bakenpark	R 170 000	R0.00	Advert for quotations went out on th 1 <sup>st</sup> Nov, relocations planned for mid Nov
Matjhabeng	Units 3 & 7	Virginia unit 3 & 7 Water and Sewer	R344 904	R0.00	This is a title deeds project and conveyancer has just been appointed to do the registration. NHBRC payment to be made once approval of BO is obtained
Mohokare	Roleleathunya – Baipeing Somerset	Mohokare Baipehi (roleleathunya) W&s (Phase)	R 7 352 000	R0.00	Inception meeting took place on the 2 <sup>nd</sup> November

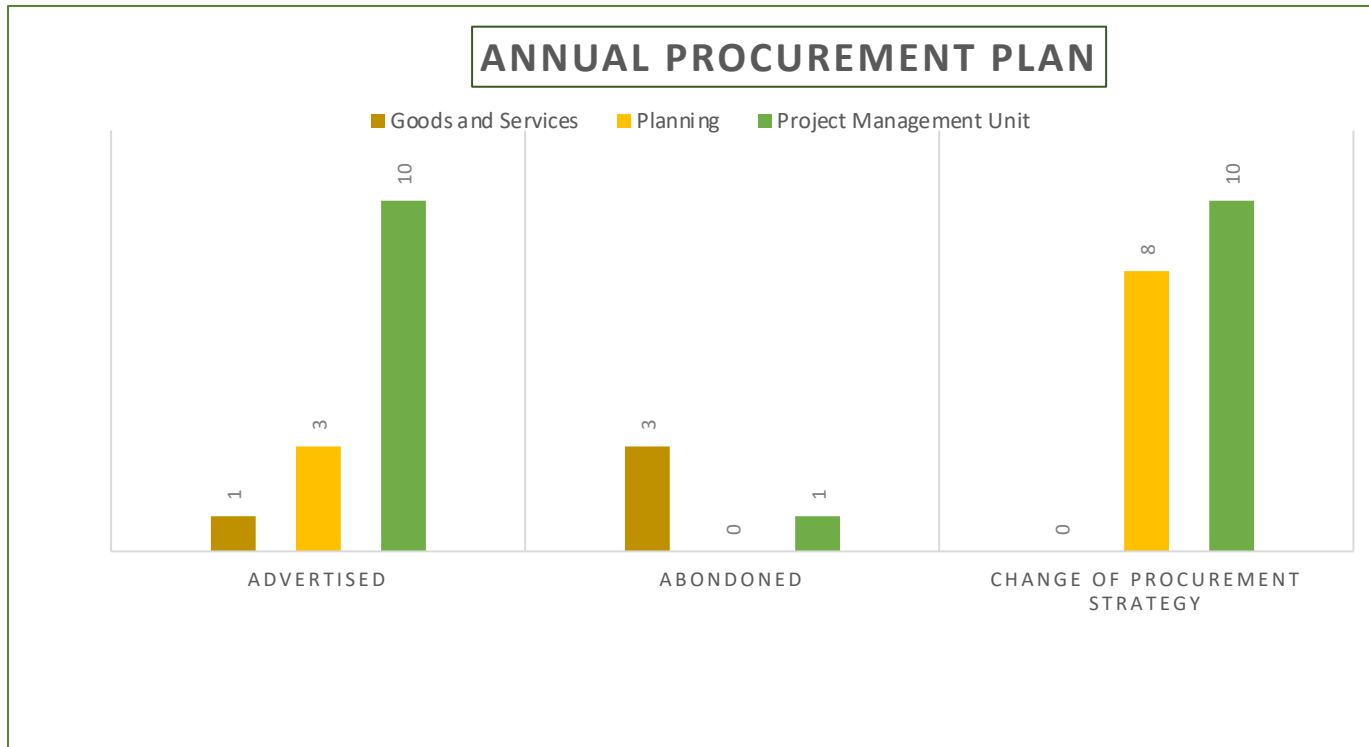


# Infrastructure Projects – Progress to date

MUNICIPALITY	TOWN/SETTLEMENT/S	PLANNED PROJECT	BUDGET	EXPENDITURE TO DATE	Progress to date
Masilonyana	Brandfort Majwemasweu – Slovo Park	Brandfort - Water And Sewer - Phase 1	R 9 246 000	R0.00	New infrastructure Projects, Commencement designs
	Winburg Makeleketla - Baipeing	Winburg - Baipeing Water And Sewer - Phase 1	R 7 336 000	R0.00	
Matjhabeng	Hennenman Phomolong - Baipehing	Matjhabeng: Water and Sewer for 854 sites in Hennenman, Phomolong	R1 900 000	R0.00	
Maluti-a-Phofung	Harrismith Intabazwe – Silahliwe	Maluti-a-phofung Silahliwe (intabazw) W&s - Phase 1	R8 312 800	R0.00	
Mantsopa	Manyatseng – Marikana and Palamente	Mantsopa Marikana W&s - Phase 1	R 6 637 696	R0.00	
<b>TOTAL</b>			<b>R188 287 161</b>	<b>R19 525 890.75</b>	

# ANNUAL PROCUREMENT PLAN PROGRESS

Description	Total to be Procured	Advertised	Abandoned	Change of Procurement Strategy	Total Procured Projects	Awarded
Goods and Services	4	1	3	0	1	1
Planning	11	3	0	8	9	9
Project Management Unit	21	10	1	10	20	13
<b>Total</b>	<b>36</b>	<b>14</b>	<b>4</b>	<b>18</b>	<b>30</b>	<b>23</b>



Only 1 project is at Bid Specification Committee for finalisation

# IN CONCLUSION

- ❑ Our department remains steadfast in its dedication to fulfilling its mandate and contributing to the well-being of our communities.
- ❑ We have taken the following measures to improve performance both financial and non-financial:
  - ✓ Procurement has been finalized for 30 projects out of a total 36 that needed to be procured;
  - ✓ Procurement of professional services providers (PSP) through DBSA for the asbestos removal project has been successfully concluded, and the appointed contractors are already on site'
  - ✓ Facilitated and concluded the acquisition of land in Mangaung Metropolitan Municipality for inner city development
- ❑ With the recovery plan proposed and adjusted budgets, it is anticipated that the entire allocations on both grants will be spent by the end of financial year.
- ❑ We hope this presentation meets your support

THANK YOU