

DEPARTMENT OF LOCAL GOVERNMENT & HOUSING

INTEGRATED SUSTAINABLE HUMAN SETTLEMENT (ISHS)

Portfolio Committee on Human Settlement

17 JUNE 2009

Limpopo Province: Mec Soviet Lekganyane

Legislative Mandate

- Breaking New Ground Policy
- Housing Act 107, 1997 as amended
- Limpopo Housing Act 2, 2006
- Housing Consumer Protection Measures Act 95, 1998
- Rental Housing Act 50, 1999
- Community Property Association Act 28, 1996
- Construction Industry Development Board Act 38, 2000
- Home Loan and Mortgage Disclosure Act 63, 2000
- Social Housing Bill
- Housing Development Agency ACT 2008
- National Housing Code



Rural Development & Massive programme to build social and economic infrastructure

Efforts to address past and current social inequalities should focus on people not places





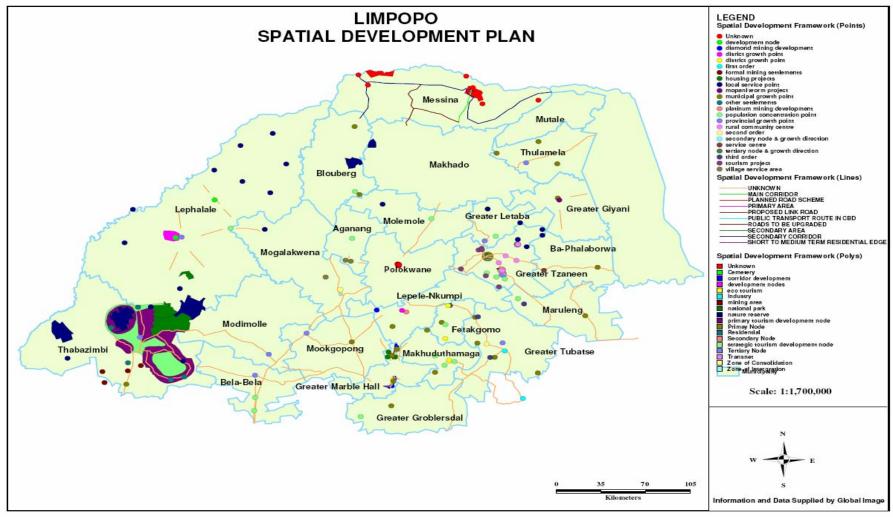
- Improve service delivery to ensure quality of life by recognizing the unique challenges facing rural areas (Housing and sanitation)
- •In order to overcome the spatial distortions of Apartheid, future settlement and economic development opportunities should be channeled into activity corridors and nodes that are adjacent to or link the main growth centres
 - Infrastructure investment should primarily support the integration between rural and urban areas

HUMAN SETTLEMENT BUSINESS PLANS & MASSIVE BUILT OF SOCIAL & ECONOMIC INFRASTRUCTURE

- Stimulating the Residential Property Market
- Spatial Restructuring and Sustainable Human Settlements
- Social (Medium-Density) Housing Programme
- Informal Settlement Upgrading Programme
- Institutional Reform and Capacity Building
- Housing Subsidy Funding System Reforms
- Housing and Job Creation



ECONOMIC GROWTH POINTS (1st & 2nd ORDER SETTLEMENT AND INCREASED URBANIZATION





KEY STRATEGIC CHALLENGES

- 1. Limitations in acquiring suitably located prime areas that promote integrated sustainable human settlement
 - Government owned land is peripheral located far from socioeconomic amenities
- 2. Delivery capacity constraints:
 - Limited Capacity of Contractors to deliver at large scale.
- 3. Bulk infrastructure and serviced site
 - Bulk infrastructure is inadequate and old
 - Sites not serviced by municipalities
- 4. Increased migration to economic growing towns
 - e.g. Polokwane ,Greater Tubatse
- 5. Uncoordinated Planning





STRATEGIC INTERVENTIONS

1. Forward Planning

- Housing project feasibility exercises
- Township establishment process
- Phased Development approach

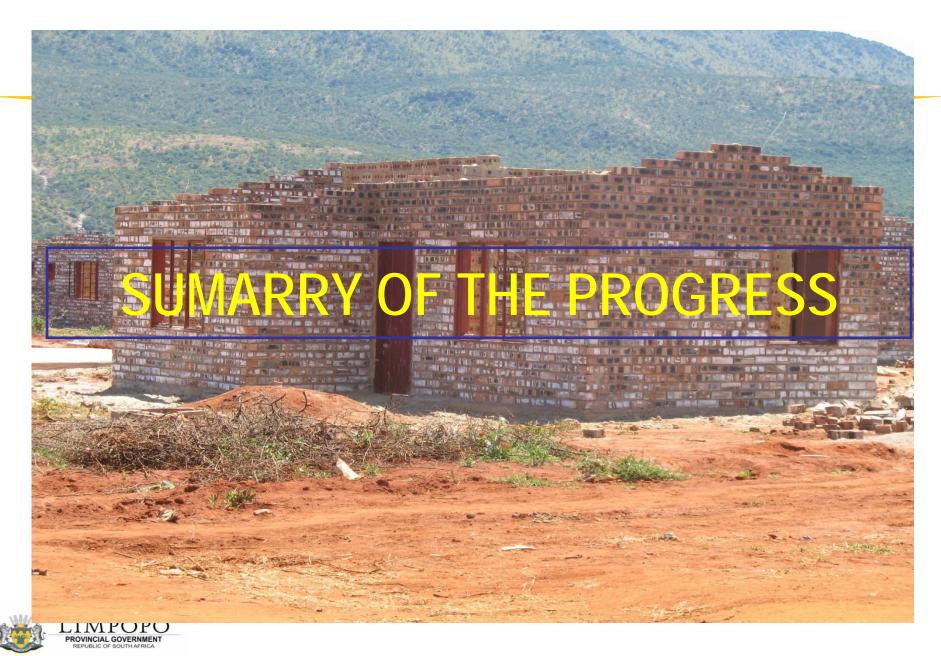
2. Rural development

- Focus on high population concentration areas
- Clustering of villages

3. Contracting Strategies

- Mix of highly capacitated and emerging contractors
- 4. Private/Public (Agency)-Public Partnership
 - Partnership with banks and other developer
 - Capacity support by Housing Development Agency





INFRASTRUCTURE INTEGRATED SUSTAINABLE HOUSING & HUMAN SETTLEMENTS

44,502

0.0%

71,305

0.0%

0.0%

81.3% #DIV/0! #DIV/0!

0.0%

0.0%

90,632

76,168

0.0%

56,670

0.0%

70,532 106,900 110,199 109,428

19,857 111,790

MAR

Total

80,580 824,806

32,592 824,806

59,307 | 996,677

0 310,323

0 322,000

0.0%

31.1%

96.4%

	AT 15 JUNE 2009											
R'000	APR	MAY	JIN	\mathbb{I}	AUG	SEP	OCT	NOV	DEC	JAN	FEB	
Projections 2008/09	23,544	57,009	60,542	47,620	44,502	81,796	86,585	88,357	81,640	89,708	82,922	

47,620

89,100 116,380 113,449 113,395 110,080 109,668 20,812

0.0%

60,542

86,177

76.0%

95,000 106,000

108.5%

80.9% | 133.0%

97,838 | 126,308 |

109.8%

Actuals as % Projections

Funds transfd from NDoH 121,000

Actuals 2008/09

Actuals 2009/10

Projections 2009/10

Integrated Sustainable Human Settlements Budget Over Three Years

Category	2009/10	2010/11	2011/12	Total		
	(R'000)	(R'000)	(R'000)	(R'000)		
ISHS	996,667	1,234,750	1,415,163	3,646,580		

Source: Act No. 12, 2009 Division of Revenue Act (DORA 2009)

SUMMARY OF THE PROGRESS -08/09 year

Informal Settlement Upgrading

- 6,421 informal dwellings have been upgraded.
- Reducing informal dwelling backlog to 59,345 dwellings
- This constitute 4.8% of the total 1.3m households

Overall Housing Backlog

- A total of 10,940 housing units (top structures) have been completed and 5 745 sites serviced
- Reducing backlog by from 199,202 to 188,262 households
- Constituting 15.1% backlog of the total 1.3m households.
- Increasing access to formal dwellings to 1,055,175 households
- This constitute 84.9% of the total 1.3m households



SUMMARY OF THE PROGRESS -08/09 year

- 6,421 houses transferred through discount benefit scheme
- Housing call centre 0800 Ntshabele has been established.
 To deal with housing querries
- Project Managers with technical skills have been deployed to all Municipalities.

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Human Settlements Priority Projects

Mixed-income / high density integrated human settlements is being developed

- Bendor-High Density Housing(661 residential units)
- Mokopane Extension 20 compromising of 1957 housing units,
- Lephalale comprising 5 997 residential units.

CHALLENGES ON PRIORITY PROJECTS

- Identified Financiers did not anticipate the economic crisis (flu) which has impacted negatively on the pace of delivery.
- •Bulk infrastructure inadequacy, particularly in Lephalale.

INTERVENTIONS

- Sharing of risk by the government and private sector (MOU with banks)
- Support by the Housing Development Agency



Plans for 9/10

Priority projects

- Residential Integrated Programme/Phased development approach
- Rural Housing Programme
- Sites and Services Programme
- Farm Worker Housing
- Community Residential Housing (Hostel Redevelopment)
- Community Driven Housing
- Emergency Housing
- Completion of incomplete Projects
- Planning (Housing IDP Chapters, Housing Demand Database, Land Audit)
- Municipal support (Accreditation)
- Transfer of properties (EEDBS)
- Subsidies for Military Veterans



